Statutory Basis Financial Report

For the Fiscal Year Ended June 30, 2000

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Organization Chart of State Government
Advisory Board to the Comptroller

Martin J. Benison, Comptroller
One Ashburton Place
Boston, MA 02108

October 24, 2000

To the Citizens of the Commonwealth of Massachusetts, Governor Argeo Paul Cellucci, and Honorable Members of the General Court

I am pleased to report that as of June 30, 2000, the financial condition of the Commonwealth remains sound. Over $1.6 billion, or approximately 7.1% of budgeted revenues, is in the Commonwealth's Stabilization Fund, sometimes called the "rainy day" fund. With the fund nearly at the maximum, the Commonwealth is preparing for that inevitable rainy day.

The fund balance in the budgeted funds at the end of the year reflects a prudent fiscal strategy. Year-end transfers of budget surpluses were made to the capital projects funds to make strategic investments for the management of the Commonwealth's capital budget, to defease high interest debt that otherwise could not be refunded and continue to increase reserves for an inevitable economic down turn. In connection with the supplemental funding of the Central Artery / Tunnel Project and Statewide Road and Bridge Program, $650 million in operating surpluses from fiscal 2000 and prior years were set aside to defease high interest debt. This is in addition to $400 million set aside during fiscal year 1999. The purpose of these transfers was to use the debt service savings for the project and for the statewide road and bridge program. An additional $205.6 million was transferred to capital projects to finance projects that would normally be funded with general obligation debt. After these transfers, nearly $2.3 billion, 14.6% of annual tax revenues, remained in the Commonwealth's budgeted funds, including the $1.6 billion in the Stabilization Fund.

Probably the most significant change in the Commonwealth's financial management is the change in the financial relationship with the Massachusetts Bay Transportation Authority, (MBTA). For decades, the Commonwealth has been the payer of last resort for the MBTA. The Commonwealth recognized this liability 18 months in arrears. For years the difference between what the MBTA spent and took in as revenues was presented to the Treasurer as the request for a cash advance, which was paid and then budgeted by the Legislature in subsequent fiscal years. While the old law provided a number of procedures to control the growth in spending, this structure excluded the MBTA from the normal budgetary review process. In addition, because transit fares had remained level and contributions from cities and towns have a growth ceiling under proposition 2½, the bill to the Commonwealth included a disproportionate share of the increase in expense. Beginning in fiscal year 2001 (FY01) a new funding mechanism is in place. The Commonwealth will set aside 20% of sales tax revenues, along with amounts assessed on the cities and towns within the service district in a separate fund. The MBTA will control its

MBTA Forward Funding

Sources of Funds	
G.O. Bonds Issued…….	$325,000,000
Operating Transfers……...	10,540,000
Amount to be Amortized……...	612,750,000
Total Sources of Funds to the MBTA...	948,290,000
Uses of Funds	
Net Cost of Service Paid For:	
Calendar Year 1999 and Before……..	505,750,000
1/1-6/30/00 Including Operating Interest……	342,540,000
Working Capital…….	100,000,000
Total Cost of Forward Funding…….	$948,290,000

own destiny by balancing its spending needs with available revenue sources, including this dedicated revenue stream from the Commonwealth. In addition, while the Commonwealth will continue to guarantee existing debt of the MBTA, it will not guarantee future debt issuance.

One crucial step in this process was for the Commonwealth to recognize the 18 month lag in operating subsidies previously financed through the loaning of cash reserves to the MBTA and the issuance of notes by the Commonwealth and the MBTA. Under this convoluted process, conceived in the 1960's, the calendar 1998 operating deficit of the MBTA was appropriated in the FY00 budget. In order to catch up, the Commonwealth needed to budget this lag (January 1999 – June 30, 2000) in FY00. The cost of this lag is $848 million. This cost, along with $100 million in working capital, was financed by $325 million in General Obligation bonds, $10.5 million in operating appropriations and a $612.8 million in authorization in the capital projects fund. Additional bonds have been authorized to finance this final piece, but only if it is determined that it cannot be supported within the Commonwealth's cash flow. Otherwise it will be amortized over 20 years in the operating budget.

In accordance with Massachusetts General Laws, the Office of the Comptroller transmits the Statutory Basis Financial Report, (SBFR,) on or before October 31st. The SBFR report for fiscal year ended June 30, 2000 (FY00,) herein is audited by Deloitte & Touche, Independent Certified Public Accountants and represents the conclusion of financial activity and the closing of the Commonwealth's books on the statutory basis of accounting for the fiscal year. This audit is conducted in conjunction with the Office of the State Auditor, which provides knowledge, expertise and resources to close and audit the year.

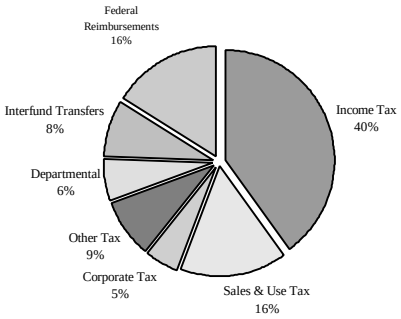
This report includes the budgeted funds, non-budgeted special revenue funds, capital project funds, fiduciary funds and the non-appropriated funds of higher education.

The financial operations of these funds are maintained in the Massachusetts Management Accounting and Reporting System, (MMARS). The statewide accounting system is operated by the Commonwealth and contains detailed information summarized in this report.

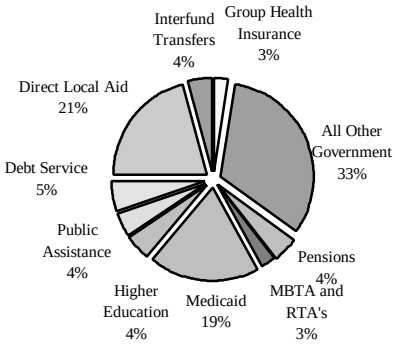
The SBFR is intended to satisfy the requirements of state finance law, and to present fairly the results of FY00 activity in the Commonwealth's funds. The report contains computations required by state finance law, including the certification of the Stabilization Fund and Tax Reduction Fund. The statutory basis of accounting, defined in Massachusetts's law, is typically used to budget and control fiscal operations. The statutory basis of accounting is not in accordance with generally accepted accounting principles, (GAAP,) as defined for governments by the Government Accounting Standards Board. I will report the Commonwealth's financial position on a GAAP basis in December, in our Comprehensive Annual Financial Report, (CAFR).

Budgeted Funds

Budgeted Revenues and Other Sources



Budgeted Expenditures and Other Uses



For fiscal 2000, sources of budgeted funds exceeded uses of budgeted funds, resulting in an "operating gain" of $173 million. The gain is net of the $500 million in transfers done at year-end to defease high interest debt as part of the Central Artery / Tunnel Project – Statewide Road and Bridge financing plan and $205.6 million transferred to fund future capital projects.

More importantly, any gain or loss has to be viewed in a trend. Generally accepted standards indicate that a structural balance is achieved when revenues exceed expenditures over a period of multiple years. Before one time uses of surplus, the Commonwealth has a decade-long record of operating gains. The $205.6 million transferred for capital outlay allows the Commonwealth to sell less in bonds in the future to pay for capital costs. The funds for defeasance allow the Commonwealth to pay less in the future for capital costs already bonded. When viewed in an overall fiscal context, this is sound policy.

In FY00, budgeted revenues and other sources grew 12.0% over FY99 reflecting a strong economy in the Commonwealth, even though a number of tax cuts were implemented that affected both earned and unearned income. Even more indicative of the strong economy is that budgeted tax revenue increased by 9.8% over FY99. From a multi-year perspective, the proportion of revenue sources by category to total budgeted revenues and other sources did not materially change from FY99 to FY00. Personal income, sales and corporate taxes continue to be the three largest sources of tax revenue for the Commonwealth.

Budgeted expenditures and other uses, including transfers, increased 10.7% from FY99 to FY00. The Budgeted Funds – Operations table on page 4 displays the FY00 summary of budgeted funds, compared to FY99. Financial statements for each of the 63 individual budgeted funds are included in the financial section of this report.

In conducting the budget process, the Commonwealth excludes those "interfund" transactions within the budgeted funds that, by their nature, have no impact on the combined fund balance of the budgeted funds. The table isolates this "interfund" activity from the budgeted sources and uses to align forecasts prepared during the budget process to actual amounts in this report. For example, the Budgeted Funds – Operations table on the following page, isolates the assessments on municipalities collected by the Commonwealth and paid to the MBTA and regional transit authorities. The dramatic increase in "total revenues" and "total expenditures" is the effect of $3 billion in transfers among the three major operating funds of the Commonwealth. Those interested in trend analysis should consider the comparison of "budgeted revenues and other sources" to "budgeted expenditures and other uses" rather than the respective total lines. A detailed list of these interfund transfers is included in note #3.

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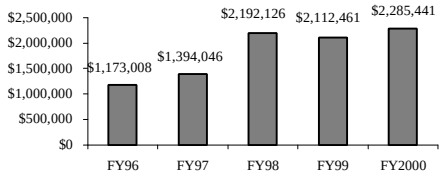
Budgeted Funds - Operations
(Amounts in thousands)

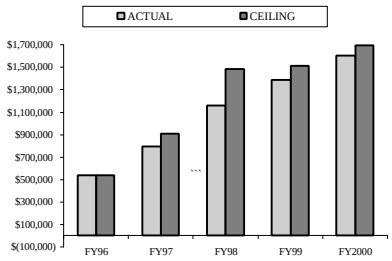
	1999	2000
Beginning fund balances:		
Reserved and designated	$ 286,348	$ 330,227
Reserved for Tax Reduction	367,663	6,818
Reserved for Stabilization Fund	1,159,588	1,388,523
Undesignated	378,527	386,893
Total	2,192,126	2,112,461
Revenues and other sources:		
Taxes	14,291,463	15,688,616
Federal reimbursements	3,442,929	3,645,550
Departmental and other revenues	1,297,849	1,359,918
Interfund transfers from non-budgeted funds and other sources	1,132,863	1,893,004
Budgeted revenues and other sources	20,165,104	22,587,088
Mass transit assessments	159,916	15,821
Intragovernmental Service Fund revenues	96,860	99,663
Interfund transfers among budgeted funds and other sources	1,145,111	3,518,530
Total revenues and other sources	21,566,991	26,221,102
Expenditures and other uses:		
Programs and services	17,341,111	19,330,674
Debt service	1,173,815	1,193,329
Pension	990,211	986,303
Interfund transfers to non-budgeted funds and other uses	739,632	903,802
Budgeted expenditures and other uses	20,244,769	22,414,108
Payments of mass transit assessments	159,916	15,821
Intragovernmental Service Fund expenditures	96,860	99,663
Interfund transfers among budgeted funds and other uses	1,145,111	3,518,530
Total expenditures and other uses	21,646,656	26,048,122
Excess (deficiency) of revenues and other sources over expenditures and other uses	(79,665)	172,980
Ending fund balances:		
Reserved and designated	330,227	278,526
Reserved for Tax Reduction	6,818	7,203
Reserved for Stabilization Fund	1,388,523	1,608,382
Undesignated	386,893	391,330
Total	$ 2,112,461	$ 2,285,441

The graph of Budgeted Funds – Fund Balance, on the next page, shows the combined fund balance in the budgeted funds for the past five years. This "bottom line" perspective demonstrates the accumulation of resources attributable to balanced budgets over this period. The FY00 ending balance of $2.3 billion is composed of three items. The aforementioned Stabilization Fund balance of $1.6 billion is the largest component. The other components include $391.3 million undesignated

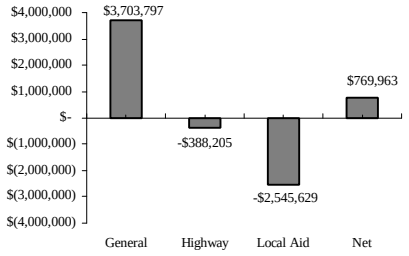
Budgeted Funds – Fund Balance
(Amounts in Thousands)



Stabilization Fund
Fund Balance
(Amounts in Thousands)



"Consolidated Net Surplus"
Prior to Transfers
(Amounts in Thousands)



surplus available for appropriation in FY01 and $278.5 million reserved and designated for continuing appropriations and debt service. I cannot emphasize enough the importance of the balance in the Stabilization Fund and its direct correlation to the positive financial condition in the Commonwealth. State finance law, as amended during FY98, increased the maximum balance that may accumulate in the fund to a level of 7.5% of budgeted revenues and other sources. The law then directs that any amount in excess of this "cap" be transferred to the Tax Reduction Fund for future, one-time, personal income tax rebates. This "cap" for FY00 was $1.7 billion.

The graph, Stabilization Fund Balance portrays this "cap" and the balance of the fund over a five-year period. Despite the Commonwealth's positive financial condition, a few cautionary notes are merited. There are certain problems with the definitions in the state finance law, enacted in 1986 and continued with slight modifications to the present. A balanced budget, defined as the "Consolidated Net Surplus," is the combined undesignated fund balance of the General, Local Aid, and Highway Funds. According to this restricted definition, fiscal balance was achieved in FY00 in the amount of $769.9 million. However this definition excludes certain components of fund balance, such as reserves for continuing appropriations and the entire balances of other budgeted funds. This definition is idiosyncratic, having the potential to be misleading and confusing. The Commonwealth should adopt a more straightforward definition of fiscal balance. In Chapter 236, Section 79 of the Acts of 2000, the Commonwealth made a positive first step, allowing the Comptroller to eliminate any deficits within the Local Aid and Highway Funds with surpluses from the General Fund.

Under current general laws an amount equal to 0.5% of tax revenues is retained in the funds contributing to the calculation. Any amount in excess of this is available for transfer from the General and Local Aid funds to the Capital Projects Fund in lieu of bonds and the balance is transferred to the Stabilization Fund. In FY00, a special statute directed that up to $500 million of surplus be set aside to defease debt. After this set aside, $191.5 million was available for distribution under the formula. Of this amount, $76.5 million was transferred for capital projects with the remaining balance transferred to the Stabilization Fund.

While this is a sound set aside of surpluses in these three funds, it is important to note that 60 other budgeted funds with combined undesignated fund balances of over $300 million were not included in the calculation of the transfer. State finance law should be amended to rationalize the contributions to the Stabilization Fund to include the entire population of budgeted funds.

Further complicating this issue is the existence of a large number of "minor" budgeted funds. Over the past several years, dozens of new "minor" funds have been created. These funds split off revenues and expenditures previously accounted for as part of a major fund, such as the General Fund. A number of these funds have structural imbalances leading to chronic deficits. The trend to fragment the budget into such special interest funds should be addressed with a plan to either

consolidate to a more reasonable number of funds or eliminate funds that are structurally in deficit.

A final cautionary note pertains to the disposition of the accumulated surplus. Maintaining a prudent portion of the surplus in the strategic reserve, the Stabilization Fund, is paramount. It is evident, that after a record period of economic growth nationwide, it is inevitable that a slowdown will occur. The Commonwealth must be prepared for this in the face of increasing demands on government. The Legislature and the Governor now face the challenge to frame fiscal policy for the remainder of this surplus. There are numerous choices, each of which has long-term implications on how the Commonwealth maintains its positive financial position. Whatever choices are made, it is important to maintain the long-term structural balance. Accumulated balances should not be committed to purposes with ongoing spending requirements.

Non-Budgeted Funds

The Non-Budgeted Funds represent operations in which the government has imposed its sovereign authority, but has excluded these operations from the annual budget process. During FY00, the Commonwealth maintained 29 of these funds. The largest funds include the Lottery, Federal Grants, Debt Defeasance, Health Care Security Trust (the recipient of tobacco settlement funds), Grant Anticipation, Sewer Rate Relief, the Medical Security Trust and the Uncompensated Care Funds. These funds are commonly referred to as special or dedicated revenue funds whose revenues are matched to related expenditures.

The table, Non-Budgeted Funds – Operations, includes a summary of the FY00 non-budgeted funds. Financial statements for each of the individual funds are included in the financial section of this report. Several of these funds are worth mentioning. At June 30, 2000, the Federal Grants Fund had a positive fund balance, but there is a deficiency in cash within the fund. This situation results in the Commonwealth drawing funds from the federal government a few days after applicable cash disbursements to assure an “interest neutral” timing of the federal – state cash exchange. These requirements were established by the Cash Management Improvement Act of 1990. Within the Lottery Funds, gross revenues continued to increase this fiscal year. Net income also increased, resulting in an increase of distributions to cities and towns of $28.2 million. The fund balance remaining in the Lottery Funds reflects an additional $1.0 million available for distribution to cities and towns in FY01.

Non-Budgeted Funds - Operations
(Amounts in thousands)

	1999	2000
Beginning fund balance	$ 517,609	$ 903,017
Revenues and other sources:		
Taxes	12,734	13,553
Assessments	269,555	378,364
Federal grants and reimbursements	2,017,000	2,076,386
Departmental and miscellaneous	4,107,227	4,681,514
Transfers and other sources	999,116	1,008,248
Total revenues and sources	7,405,632	8,158,065
Expenditures and other uses:		
Programs and services	4,837,590	5,694,496
Debt service	38,428	43,686
Transfers and other uses	2,154,206	2,233,470
Total expenditures and uses	7,020,224	7,971,652
Excess of revenues and sources over expenditures and uses	385,408	186,413
Ending fund balance	$ 903,017	$ 1,089,430

The newest non-budgeted fund, the Health Care Security Trust Fund, receives all revenues from the Master Settlement Agreement (MSA) between the states and the tobacco industry to recover health care costs for tobacco related illnesses. The MSA estimates the Commonwealth revenues for the first 25 years of the settlement at $7.6 billion. This estimate is prior to potentially major future adjustments for inflation and changes in the volume of domestic cigarette sales. In FY00, the Commonwealth received $326 million or 92% of the estimated amounts shown in the settlement agreement. Of the $326 million, $83.6 million was transferred to the Tobacco Settlement Fund, a budgeted fund, with nearly half of that amount expended on various health initiatives in the Commonwealth. The Trust fund also received nearly $4.7 million in investment earnings during the year.

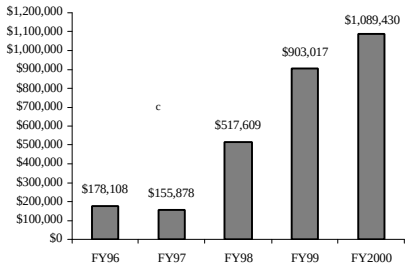
Beginning in FY01, a board of private sector investment experts, appointed by the Governor, the Attorney General and the Treasurer-Receiver-General, will manage the investment of funds in the trust. This board has broad discretion on investment choices to increase the assets in the fund. Annually 30% of payments into the fund and investment earnings thereon will be transferred from the trust to the budgeted funds for appropriation by the Legislature.

Federal Grant Anticipation Notes, (GANS) activity related to the Central Artery / Tunnel project continued this year. During FY98, the Legislature authorized the issuance of up to $1.5 billion in GANS to finance the current cash needs of the Project. As of June 30, 2000, $900 million of the GANS have been issued. These GANS mature between 7 to 17 years from the date of issuance and are redeemed by pledged future federal reimbursements. The GANS are not considered general obligation debt of the Commonwealth. Activity related to issuance of

GANS and the accumulation of pledged funds and the payment of debt service is accounted for in the Grant Anticipation Note Trust Fund. The $158.5 million deficit balance in the fund represents $50.0 million held for payment of interest on the GANS offset by a $208.5 million cash deficiency due to expenditures incurred before the issuance of additional GANS. The final $600 million portion of the GANS are due to be issued in FY01. Part of the proceeds will be used to immediately "cure" any cash deficiency in the fund.

The universal health care funds established in 1988, including the Uncompensated Care, Labor Shortage and Medical Security Trust Funds, have increased their annual revenue to over $1.1 billion. They also have a combined fund balance of nearly $266.5 million.

Non-Budgeted Funds – Fund Balance (Amounts in Thousands)



The graph Non-Budgeted Funds Balance shows the combined fund balance in the Non-Budgeted funds for the past five years. In each year, the entire balance is designated for the specific purpose of the fund. The overall growth in fund balance in these funds this fiscal year is due largely to deposits into the Debt Defeasance and Health Care Security Trust Funds. The GANS fund had a net deficit for the year due to timing. As indicated in previous years, more consolidation and elimination is needed for these funds. For example, the Government Land Bank Fund has a chronic structural fund deficit. The FY00 deficit balance of $35.0 million represents an unbudgeted drain on the General Fund's overall cash flow. While steps have been taken to stop the growth in this deficit, the fund should be abolished and the deficit transferred into the General Fund. A periodic reexamination of all non-budgeted funds represents sound financial practice.

Capital Projects Funds

The purpose of these funds is to construct or acquire capital assets for governmental use. The Governor may propose capital outlay budgets, which, upon enactment by a two-thirds vote of the Legislature and approval by the Governor, become capital outlay acts. Numerous acts may be combined for reporting in an individual Capital Projects Fund, but each act is accounted for separately within the Capital Project Fund. These accounts record authorizations for expenditures in itemized capital appropriation accounts and equivalent authorizations to issue bonds or notes in anticipation of federal reimbursements.

The structure of these funds is that each capital outlay authorization is in balance, creating authorization for inflows, which may be from sales of bonds, federal reimbursements or other revenues and authorization for expenditures. Imbalances due to timing differences develop when the expenditure precedes the inflow of funds from the sale of bonds or federal reimbursements. Because of federal tax arbitrage rules, it is more difficult to sell bonds in anticipation of expenditures. The sale of bonds in advance is not commonplace in the Commonwealth. However, two sales this year provided funds that were received in anticipation of expenditures. These funds were primarily used to pay off the aforementioned notes of the MBTA. Bonding in arrears contributes to the timing imbalance. As a result, these funds report not only temporary fund deficits, but cash deficits as well.

Central Artery / Tunnel Project
(Amounts in Billions)

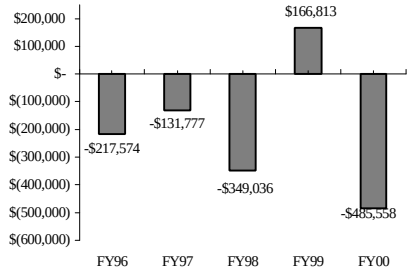
Sources of Funds:

Federal Funds	$ 7.049
MTA	1.793
MassPort	0.365
GANS	1.500
Other Commonwealth Debt	2.815
Commonwealth Operating Funds and Investment Earnings	0.553
Total Sources	$ 14.075

Costs of Construction:

Actual Costs through FY00	$ 9.122
Estimated Spending:	
FY01	1.744
FY02	1.371
FY03	0.940
FY04	0.658
FY05	0.240
Total Estimated Costs of Construction:	$ 14.075

Capital Projects Funds – Fund Balance (Deficit)
(Amounts in Thousands)



A significant portion of the Capital Projects activity relates to the Central Artery / Tunnel Project. The Central Artery / Tunnel Project has been the target of an enormous amount of public scrutiny. As indicated in our footnotes, the financial disclosure portion of the Project is under review with various federal agencies. The Commonwealth has aggressively responded to these concerns regarding the integrity of the cost estimates. Under the leadership of former Secretary for Administration and Finance Andrew Natsios and the current Secretary Stephen Crosby, an independent evaluation of the entire estimate for the project was undertaken. The results were fully disclosed and a finance plan for the cost increases was enacted. The Commonwealth has also put in place a new management team for the Project that is committed to full, timely disclosure about schedules and costs. The bulk of the spending remaining on the Project is currently estimated to occur during FY01 and FY02, with final completion now targeted in FY05.

Pursuant to statute and agreements with the Massachusetts Turnpike Authority, (the MTA) and the Massachusetts Port Authority (MassPort), the entities have committed to significant ongoing contributions to the Commonwealth as part of the financing for this project. The tables on page 11 shows the payments received for the past five fiscal years and future anticipated payments. These funds are in addition to funds from the Commonwealth and federal funds for the project.

Finally, the Capital Projects Funds will continue to show a deficit with respect to the Highway Capital Projects Fund for the foreseeable future. That fund's deficit will be amortized through FY20 to pay for the MBTA forward funding.

The graph Capital Projects Funds – Fund Balance (Deficit) shows the combined fund balance in Capital Projects Funds for the past five years. The Capital Projects Funds – Operations table includes the FY00 Capital Projects Funds, summarized and compared to FY99. Financial statements for each of the individual funds are included in the financial section of this report.

Capital Projects Funds - Operations
(Amounts in thousands)

	1999	2000
Beginning fund balance (deficit)	$ (349,036)	$ 166,813
Revenues and other sources:		
Federal grants and reimbursements	6,354	2,529
Departmental and miscellaneous	11,805	10,709
Payment from Authorities	1,082,234	152,928
General obligation financing	1,014,806	1,761,621
Proceeds of refunding bonds	498,792	-
Transfers from budgetary surplus	110,414	-
Transfer for Capital Projects Funds	985,030	128,977
Transfer for Federal Reimbursements	577,975	484,187
Transfer from Transitional Escrow	-	16,800
Transfers and other sources	685,182	1,353,299
Total revenues and other sources	4,972,592	3,911,050
Expenditures and other uses:		
Acquisition of assets	2,848,330	2,918,181
Payments to refunded bond escrow	498,792	-
Transfer for debt defeasance	-	150,000
MBTA Forward Funding Transfer	-	612,750
Transfers and other uses	1,109,621	882,490
Total expenditures and other uses	4,456,743	4,563,421
Excess (deficiency) of revenues and other sources over expenditures and uses	515,849	(652,371)
Ending fund balance (deficit)	$ 166,813	$ (485,558)

The Commonwealth has a practice of pooling cash from all governmental funds, so the short-term cash deficits in the Capital Projects Funds create a drain on the Commonwealth's overall cash flow. The five-year graph on page 9 shows the effect of elapsed time between capital expenditures and the sale of related debt. The Commonwealth could have issued additional authorized bonds in the amount of $97.1 million. Had such action been taken, individual fund deficits would have been reduced and cash balances would have increased by that amount.

The Administration has implemented a coordinated fiscal strategy for the management of Capital Projects Funds. This strategy includes a five-year capital budget linked to debt management and cash management. The focus of this strategy is to manage capital spending and outstanding debt to levels the Administration considers appropriate for the Commonwealth. An important part of the strategy is to control capital spending within an annual administrative "cap." As additional capital outlays have been enacted and significant projects such as the Central Artery / Tunnel Project have been authorized, it becomes more challenging to restrain spending to such limits. Strategies to manage this situation, such as alternative financing for capital projects, are needed. The MTA and Massport's participation in the Central Artery / Tunnel Project and the judicious use of operating surpluses should continue.

Estimated and Actual Payments From the Authorities (Amounts in Thousands)

Fiscal Year	MTA	MassPort
Actual		
1996	$ 100,000	$ -
1997	-	-
1998	100,000	12,100
1999	1,051,000	31,000
2000	100,000	52,438
Total	$ 1,351,000	$ 95,538
Estimated		
2001	204,000	65,000
2002	-	-
2003	-	105,000
2004	-	50,000
2005	-	50,000
Total	$ 204,000	$ 270,000
Total *	$ 1,555,000	$ 365,538

*The MTA estimates it will contribute an additional $238 million, including estimated proceeds from sales of assets and garage and surface restoration work connected to the project.

The reductions in debt service from budgeted fund balance transfers for defeasance will be used, in part, to fund an initiative from FY01 through FY05 to rehabilitate the Commonwealth's road and bridge infrastructure. According to Massachusetts Highway Department statistics, during the last seven years, road and bridge construction projects statewide totaled over $4.2 billion in spending, exclusive of the Central Artery / Tunnel Project. Road and bridge construction statewide has averaged $609.5 million in spending per year from FY94 to FY00 compared to an average of $395 million in spending per year from FY89 to FY93. The financing plan increases this average, exclusive of the Central Artery / Tunnel Project for the next five years.

The Commonwealth also completed during August 2000, the financing of lease revenue bonds in connection with the Route 3 North Project, a long – neglected, narrow and congested highway from the New Hampshire border to Route 128 / 95 in Burlington. This financing is the first of its kind in the Commonwealth. A nonprofit corporation has been created to accept lease payments from the Commonwealth and award a singular contract to a development team to design, build, and potentially maintain the highway. When the project is completed in late FY04, estimated travel times are expected to be reduced in a 12-mile stretch of the road from 40 minutes to 15 minutes.

A similar type of financing was used to fund the infrastructure improvements committed to by the Commonwealth for the new stadium housing the New England Patriots football team in Foxborough. A separate industrial development board was set up in the Town of Foxborough to bond for these improvements, with contract assistance payments from the Commonwealth as a source of payment on the bonds. The board will pay the construction contractor $70 million for the improvement commitment from the Commonwealth out of the proceeds of these bonds.

Fiduciary Funds (Excluding Agency Funds)

The Fiduciary Funds record the Commonwealth's responsibility for assets it controls on behalf of other parties. Examples of such funds are the Unemployment Compensation and Pension Trust Funds. The table on the following page, which excludes assets held on a purely custodial capacity in so-called Agency Funds, summarizes the FY00 activity of the Fiduciary Funds. Over 92% of this Fiduciary Fund activity is related to the Commonwealth's Pension Fund detailed in fund statements found in this report.

On September 7, 2000, the Commonwealth updated its pension valuation. The valuation was based on data as of January 1, 2000. Details of this valuation are outlined in note 11.

Fiduciary Fund - Operations
(Amounts in thousands)

	1999	2000
Beginning fund balance	$ 25,123,216	$ 28,387,447
Revenues and other sources:		
Taxes	883,503	861,843
Federal reimbursements	29,335	31,481
Departmental and other revenues	1,776,578	1,551,987
Interfund transfers and other sources	9,295	21,587
Investment earnings	2,904,495	4,480,252
Total revenues and sources	5,603,206	6,947,150
Expenditures and other uses:		
Expenditures	2,268,725	2,407,771
Interfund transfers	70,250	66,048
Total expenditures and uses	2,338,975	2,473,819
Excess of revenues and sources over expenditures and uses	3,264,231	4,473,331
Ending fund balance	$ 28,387,447	$ 32,860,778

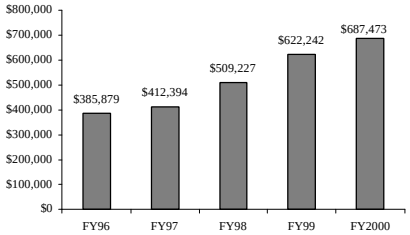
Non-Appropriated Funds of Higher Education

The SBFR includes the financial operations of the non-appropriated funds of the 25 Institutions of Higher Education in the statistical section of this report. Over the past few years, significant efforts have been taken by our office and the institutions to improve the accuracy and timeliness of this Higher Education segment of the financial report. Each Institution of Higher Education is authorized and directed in its enabling statute to collect, retain and expend certain fees, rents, sales, donations, federal financial participation and other types of revenue through campus based systems. These financial resources are integral parts of the total financial activity of each campus. They also represent resources in addition to amounts made available from Commonwealth appropriations.

Non-Appropriated Funds Of Higher Education - Operations
(Amounts in thousands)

	1999	2000
Beginning fund balance	$ 509,227	$ 622,242
Revenues and other sources:		
Federal Grants and reimbursements	200,149	208,573
Departmental and miscellaneous	866,700	1,067,601
Transfers and other sources	383,842	100,476
Total revenues and other sources	1,450,691	1,376,650
Expenditures and other uses:		
Programs and services	973,214	1,202,380
Transfers and other uses	364,462	109,039
Total expenditures and uses	1,337,676	1,311,419
Excess (deficiency) of revenues and other sources over expenditures and other uses	113,015	65,231
Ending fund balance	$ 622,242	$ 687,473

Non-Appropriated Funds of Higher Education – Fund Balance (Amounts in Thousands)



The Non-Appropriated Funds for Higher Education – Operations table includes the FY00 funds, summarized and compared to FY99. Financial statements for each of the individual funds are included in the statistical section of this report. The graph Non-Appropriated Funds for Higher Education – Fund Balance shows the combined fund balance for the past five years. The combined balance represents $554.6 million for the University of Massachusetts, $69.0 million for the State College system and $63.9 million for the Community Colleges. These balances are designated for specific purposes, such as restrictions on endowments or other specialized purposes specified by the funding contributions.

Conclusions And Recommendations

The Commonwealth has many accomplishments in FY00 of which it can be proud. I would like to highlight three here.

February of this year was the culmination of a multi-year effort to rethink the Commonwealth's human resource and payroll practices and replace multiple legacy systems with one statewide Human Resource Compensation Management System (HRCMS). In a Commonwealth-wide effort, the personnel and payroll practices of the Commonwealth were dissected and reconstructed for the 21st century. Departments across state government were led by an Executive Committee, chaired by the Personnel Administrator, James Hartnett. The committee had representatives from the Judiciary, Board of Higher Education, Group Insurance Commission, Information Technology Division, Fiscal Affairs Division and the Office of the Comptroller. Examples of the business process changes include the elimination of paper. Prior to HRCMS, 68% of employees received their pay through direct deposit. Today, over 93% do, reducing banking costs across the Commonwealth. All payroll deductions have also moved to electronic processes. Checks and paper reports have been replaced with electronic payments and data files for all payroll deductions, such as purchases of transit passes, insurance, annuities and payments among the Commonwealth departments. This Project eliminated the control risks and inefficiencies associated with the payment of $250 million annually. A dedicated team of state employees and contractors worked countless nights and weekends making this, the first major financial system replacement since 1986, an outstanding success. With the implementation of HRCMS, systems are more flexible and efficient. Information has become readily accessible to decision makers in the Commonwealth.

The long-feared Y2K crisis never arrived in the Commonwealth. This was not because the risk did not exist. The dedicated effort of thousands of employees across the Commonwealth identified systems and software that were non-compliant and implemented solutions to insure uninterrupted service as we entered the new millennium. Under the leadership of the Chief Information Officer, David Lewis, the Commonwealth in many instances did more than solve the problem. We used Y2K as an opportunity to review business practices and the technology supporting those business practices. As a result, instead of carrying 1990's technology forward into the next century, new systems taking advantage of new technologies have been put in place.

In 1998, the Office of the Comptroller, in conjunction with the Information Technology Division and the Operational Services Division, embarked on a pilot initiative known as the electronic mall or "eMALL." This past summer after conclusion and evaluation of the pilot, the first "production state" e-Procurement system was launched. eMALL is part of the online government effort by the Commonwealth. The eMALL is an extranet application where Commonwealth agencies can prepare their orders for commodities, interact with the Commonwealth's back-end financial systems, place the approved orders with their suppliers, mark goods as received and create automated payments through the accounting system, all done over the internet. The eMALL will expand to other Commonwealth entities such as cities and towns, public authorities and also to other states in order to maximize purchasing power and realize economies of scale. The e-Government effort will expand the existing scope of state on line services to create a fully integrated enterprise portal for the Commonwealth.

Building upon the observations in this letter, a detailed review of these financial statements suggests the need for action to further improve and strengthen state finance law and fiscal practice.

The Commonwealth must constantly monitor and update its systems and controls. Upon taking office 18 months ago, I began a multi-year effort to expand awareness of and the quality of internal controls throughout the Commonwealth. We have asked each department, at its highest levels, to assess its risks and target controls to manage those risks efficiently and effectively. Toward this end the Office of the Comptroller has continued a multi-pronged effort to improve controls throughout the Commonwealth. This effort must continue.

The Commonwealth must ensure that its bills are paid on time. A solid reputation of timely bill payments benefits both our business partners and the taxpayers. During FY00, this office began a campaign with the Chief Fiscal Officers in the 156 state departments to improve the percentage of bills paid within 30 days. The timing and focus on bill paying improved the Commonwealth's bill payment track record this year to 82% of all bills paid within 30 days. This effort will continue until we have reached and maintained a 95% level.

The Commonwealth should adopt a more straightforward definition of fiscal balance including all of the budgeted funds. The idiosyncratic definition of fiscal balance that includes a portion of fund balance within three of the 63 budgeted funds should be expanded to include all 63 funds.

The Commonwealth should reduce the number of funds and eliminate funds that have chronic deficits. The Commonwealth currently maintains over 122 individual funds to record its financial activity. This excessive number of funds fragments the Commonwealth's financial picture. Many of these funds have structural imbalances leading to chronic deficits. Two small steps were taken in FY00. Legislation was enacted authorizing the Comptroller to transfer among the 3 major budgeted funds, eliminating the most egregious

Funds with Significant Deficits
(Amounts in Thousands)

	1999	2000
Harbors and Inland Waters Maintenance……..	$ (2,121)	$ (4,537)
Toxic Use Reduction……..	(4,608)	(5,949)
Environmental Permitting & Compliance Assurance…..	(26,947)	(34,474)
Environmental Law Enforcement……..	(1,872)	(2,914)
Environmental Challenge…..	(4,176)	(5,087)
Marine Fisheries……	(3,814)	(4,359)
Second Century……	(4,124)	(4,843)
Victim and Assistance…….	(5,653)	(7,484)
Intercity Bus Capital Assistance…….	(7,084)	(6,470)
Government Land Bank……	(35,097)	(35,097)

deficits. In addition my office reviewed funds established administratively and eliminated six Capital Projects Funds where the level of activity has become immaterial enough to be consolidated into other funds. The effort to reduce the number of funds should continue. The table, Funds with Significant Deficits, identifies funds with significant deficits that remained unfunded or continued to grow during FY00 or where no plan exists to bring them into balance. The structure of these funds should be changed to balance revenues with expenses or the funds should be eliminated and their activity consolidated into the General Fund.

The management of the spending to the administratively capped debt limit should continue. The Commonwealth has committed to an extensive capital projects agenda and great discipline will be needed to assure spending on these projects is matched with financing from bonds, federal reimbursement, transfer of budgetary surplus and financial participation from component units. Assuring proper balance between outflows and inflows, and limiting the segment funded by bonds to the administratively imposed limit, will be a major challenge.

The Commonwealth should continue to emphasize optimization of both tax and non-tax revenues. This statewide campaign has generated nearly $202 million in revenues since FY96. The revenue optimization strategy should continue**.**

The Commonwealth must continue its investment in information technology as a means of delivering services as expeditiously and transparently as possible. This fall, Governor Cellucci launched a statewide initiative, under the direction of Secretary Crosby, to reconceptionalize the way government interacts with its customers. As part of the initiative, we will serve our citizens quickly, fairly and as accurately as possible on their schedules. We will eliminate "stand-alone" systems to streamline information. We will make it as easy as possible for citizens to interface with us. In our increasingly busy and stressful world, it is critical that government continue to "re-invent" itself.

I again would like to express my thanks to the many dedicated people within the Office of the State Comptroller. We have had another successful year within the office. Our office has undertaken many tasks this year: a successful Y2K transition, a successful implementation of the HRCMS system, and a dedicated effort helping to implement forward funding of the MBTA. As we go forth into FY01, we are embarking on the redesign of our separate Comprehensive Annual Financial Report due to Government Accounting Standards Board Statements 34 and 35. We are also investigating a potential upgrade to MMARS. I am proud to have all the 115 employees of the Comptroller's Office on my team to help tackle these and other difficult issues of the future.

Respectfully submitted,

Martin J. Benison
Comptroller

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Lieutenant Governor

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Chief Justice for Administration and Management, Trial Court

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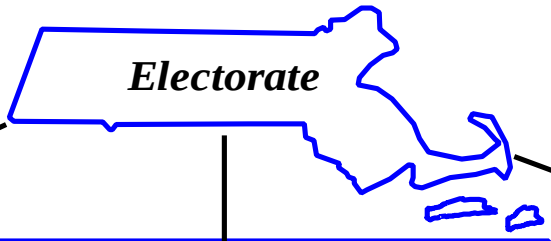

Electorate

Legislative Branch

House of Representatives
Senate

Executive Branch

Governor
Lieutenant Governor
Governor's Council
Attorney General
Inspector General
Office of the Comptroller
Sheriffs
State Auditor
Secretary of the Commonwealth
Treasurer and Receiver General
Office of Campaign and Political Finance
District Attorneys
Ethics Commission
Disabled Person Protection Commission
Independent Offices and Commissions

Judicial Branch

Supreme Judicial Court
Appeals Court
Trial Court
Committee for Public Counsel

State Agencies

Administration and Finance
Executive Office Secretary of Administration and Finance
Developmental Disabilities Council
Appellate Tax Board
Fiscal Affairs Division
Operational Services Division
Civil Service Commission
Department of Revenue
Department of Veterans' Services
Division of Administrative Law Appeals
Division of Capital Asset Management and Maintenance
Group Insurance Commission
Commission Against Discrimination
Teachers' Retirement Board
Public Employee Retirement Administration Commission
Human Resource Division
Information Technology Division
Massachusetts Office on Disability
Bureau of StateOffice Buildings
George Fingold Library

Public Safety
Executive Office of Public Safety
Architectural Access Board
Board of Building Regulations
Committee on Criminal Justice
Criminal History Systems Board
Criminal Justice Training Council
Department of Correction
Department of Fire Services
Department of Public Safety
Department of State Police
Governor's Highway Safety Bureau
Massachusetts Emergency Management Agency
Merit Rating Board
Military Division/ Massachusetts National Guard
Chief Medical Examiner
Parole Board
Registry of Motor Vehicles
Sex Offender Registry

Economic Development
Department of Economic Development
Division of Housing & Community Development

Education
Department of Education
Board of Higher Education
University of Massachusetts System
State and Community Colleges

Elder Affairs
Executive Office of Elder Affairs

Environmental Affairs
Executive Office of Environmental Affairs
Department of Environmental Management
Department of Environmental Protection
Fisheries and Wildlife Environmental Law Enforcement
Department of Food and Agriculture
Metropolitan District Commission
State Reclamation Board
Low Level Radioactive Waste

Transportation and Construction
Executive Office of Transportation and Construction
Massachusetts Highway Department
Massachusetts Aeronautics Commission

Health and Human Services
Executive Office of Health and Human Services
Department of Mental Health
Department of Mental Retardation
Department of Public Health
Department of Social Services
Department of Transitional Assistance
Department of Youth Services
Division of Medical Assistance
Division of Health Care Finance & Policy
Massachusetts Commission for the Blind
Massachusetts Commission for the Deaf and Hard of Hearing
Massachusetts Rehabilitation Commission
Office for Child Care Services
Office for Refugees and Immigrants
Soldier's Home Chelsea, Holyoke

Labor
Department of Labor & Work Force Development
Corporation for Business, Work and Learning
Division of Apprentice Training
Division of Employment and Training
Division of Industrial Accidents
Division of Occupational Safety
Board of Conciliation and Arbitration
Joint Labor Management Committee
Labor Relations Commission

Consumer Affairs
Office of Consumer Affairs & Business Regulations
Alcoholic Beverages Control Commission
Board of Registration in Medicine
Department of Telecommunications and Energy
Division of Banks
Division of Energy Resources
Division of Insurance
Division of Professional Licensure
Division of Standards
State Racing Commission

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Treasurer and Receiver-General

Barbara A. Dortch-Okara
Chief Justice for Administration and Management, Trial Court

Thomas F. Reilly
Attorney General

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Financial Section

Independent Auditor's Report
Combined Financial Statements – Statutory Basis
Combining and Individual Fund Financial Statements – Statutory Basis

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INDEPENDENT AUDITORS'REPORT

Mr. Martin Benison, Comptroller
The Commonwealth of Massachusetts

We have audited the accompanying combined financial statements - statutory basis of the Commonwealth of Massachusetts as of June 30, 2000, and for the year then ended, listed in the foregoing table of contents. These combined financial statements - statutory basis are the responsibility of the management of the Commonwealth of Massachusetts. Our responsibility is to express an opinion on these combined financial statements - statutory basis based on our audit. We did not audit the financial statements of the Pension Reserves Investment Trust, which is the investment vehicle of the Commonwealth of Massachusetts' Pension Trust Funds, the financial statements of which represent 90.1 percent and 69.1 percent, respectively, of the assets and revenues of the Fiduciary Fund Type. Those financial statements were audited by another auditor whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Pension Reserve Investment Trust, is based solely on the report of the other auditor.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the combined financial statements - statutory basis are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the combined financial statements - statutory basis. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall combined financial statement - statutory basis presentation. We believe that our audit and the report of the other auditor provide a reasonable basis for our opinion.

As described in Note 2 to the combined financial statements - statutory basis, the Commonwealth of Massachusetts prepares its combined financial statements - statutory basis on a prescribed basis of accounting that demonstrates compliance with General Laws, budgetary principles, and ftinds of the Commonwealth of Massachusetts, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, based on our audit and the report of another auditor, such combined financial statements statutory basis referred to above present fairly, in all material respects, the financial position of the Commonwealth of Massachusetts, as of June 30, 2000, and the results of its operations for the year then ended, on the basis of accounting described in Note 2.

Deloitte
Touche
Tohmatsu

Our audit was conducted for the purpose of forming an opinion on the combined financial statements— statutory basis taken as a whole. The combining and individual fund statements - statutory basis and supplemental information listed in the foregoing table of contents, are presented for the purpose of additional analysis and are not a required part of the combined financial statements - statutory basis of the Commonwealth of Massachusetts. These financial statements and schedules are also the responsibility of the management of the Commonwealth of Massachusetts. Such additional information has been subjected to the auditing procedures applied in our audit of the combined financial statements - statutory basis and, based on our audit and the report of the other auditor, in our opinion, is fairly stated in all material respects when considered in relation to the combined financial statements - statutory basis taken as a whole.

We did not audit the data included in the introductory and statistical sections of this report, and accordingly, we express no opinion on such data.

In accordance with *Government Auditing Standards*, we have also issued our report, dated October 24, 2000, on our consideration of the Commonwealth of Massachusetts' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

This report is intended solely for the use of elected and appointed officials of the Commonwealth of Massachusetts and is not intended to be and should not be used by anyone other than these specified parties.

October 24, 2000

Combined Financial Statements - Statutory Basis

All Fund Types And Account Groups
Combined Balance Sheet - Statutory Basis

June 30, 2000 and 1999
(Amounts in thousands)

	Governmental Fund Types		
	Budgeted	Non-Budgeted Special Revenue	Capital Projects
ASSETS AND OTHER DEBITS			
Cash and short-term investments	$ 3,040,856	$ 1,064,605	$ 397,706
Cash on deposit with U.S. Treasury	-	-	-
Cash with fiscal agent	26,060	49,973	-
Investments	-	-	-
Advances to related entity	-	-	-
Assets held in trust	-	-	-
Receivables, net of allowance for uncollectibles:			
Taxes	3,021	409	-
Due from federal government	246,608	342,227	-
Other receivables	17,763	46,414	-
Due from cities and towns	5,261	-	-
Due from other funds	141	-	84,693
Fixed assets:			
Land	-	-	-
Buildings	-	-	-
Machinery and equipment	-	-	-
Construction in progress	-	-	-
Amount available for retirement of long-term obligations	-	-	-
Amount to be provided for retirement of long-term obligations	-	-	-
Other assets	-	-	-
Total assets and other debits	$ 3,339,710	$ 1,503,628	$ 482,399
LIABILITIES, FUND EQUITY AND OTHER CREDITS			
Liabilities:			
Deficiency in cash and short-term investments	$ 31,626	$ 54,134	$ 416,050
Accounts payable	904,469	268,995	549,592
Accrued payroll	118,174	6,235	2,315
Other liabilities	-	-	-
Due to cities and towns	-	-	-
Due to other funds	-	84,834	-
Capital leases	-	-	-
Bonds and notes payable	-	-	-
Total liabilities	1,054,269	414,198	967,957
Fund equity and other credits:			
Investment in general fixed assets	-	-	-
Fund balances (deficit):			
Reserved for:			
Continuing appropriations	252,466	-	-
Commonwealth stabilization	1,608,382	-	-
Tax reduction	7,203	-	-
Transitional escrow	-	-	-
Debt service	26,060	49,973	-
Debt defeasance	-	650,000	-
Employees' pension benefits	-	-	-
Unemployment benefits	-	-	-
Capital projects	-	7,374	224,295
Unreserved:			
Designated for specific purpose	-	382,083	-
Undesignated	391,330	-	(709,853)
Total fund equity (deficit) and other credits	2,285,441	1,089,430	(485,558)
Total liabilities fund equity and other credits	$ 3,339,710	$ 1,503,628	$ 482,399

Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
Trust and Agency	General Fixed Assets	General Long-term Obligations	2000	1999
$ 1,598,863	$ -	$ -	$ 6,102,030	$ 7,527,398
2,050,556	-	-	2,050,556	1,884,073
-	-	-	76,033	75,165
31,280,296	-	-	31,280,296	26,884,071
-	-	-	-	255,224
2,076,313	-	-	2,076,313	1,911,271
-	-	-	3,430	5,421
-	-	-	588,835	608,911
382,656	-	-	446,833	445,999
-	-	-	5,261	147,004
-	-	-	84,834	80,237
-	635,272	-	635,272	603,990
-	4,590,367	-	4,590,367	4,260,337
-	1,385,930	-	1,385,930	1,271,673
-	100,401	-	100,401	97,234
-	-	76,033	76,033	461,157
-	-	12,430,722	12,430,722	11,504,284
11,357	-	-	11,357	-
$ 37,400,041	$ 6,711,970	$ 12,506,755	$ 61,944,503	$ 58,023,449
$ -	$ -	$ -	$ 501,810	$ 2,880,895
2,211,983	-	-	3,935,039	3,116,358
290	-	-	127,014	41,121
2,278,570	-	-	2,278,570	2,105,330
42,586	-	-	42,586	25,260
-	-	-	84,834	80,237
-	-	123,654	123,654	156,980
-	-	12,383,101	12,383,101	11,808,461
4,533,429	-	12,506,755	19,476,608	20,214,642
-	6,711,970	-	6,711,970	6,233,234
-	-	-	252,466	212,166
-	-	-	1,608,382	1,388,523
-	-	-	7,203	6,818
-	-	-	-	92,000
-	-	-	76,033	461,157
-	-	-	650,000	385,992
30,541,904	-	-	30,541,904	26,266,725
2,050,556	-	-	2,050,556	1,884,073
-	-	-	231,669	468,469
274,152	-	-	656,235	703,402
-	-	-	(318,523)	92,240
32,866,612	6,711,970	-	42,467,895	37,808,807
$ 37,400,041	$ 6,711,970	$ 12,506,755	$ 61,944,503	$ 58,023,449

All Governmental Fund Types And Expendable Trust Funds

Combined Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis

Fiscal Years Ended June 30, 2000 and 1999
(Amounts in thousands)

	Governmental Fund Types		
	Budgeted	Non-Budgeted Special Revenue	Capital Projects
REVENUES AND OTHER FINANCING SOURCES			
Revenues:			
Taxes	$ 15,688,616	$ 13,553	$ -
Assessments	109,074	378,364	-
Federal grants and reimbursements	3,645,550	2,076,386	2,529
Departmental	1,096,388	4,313,444	114
Payments from authorities	-	-	152,438
Miscellaneous	269,879	368,070	11,085
Total revenues	20,809,507	7,149,817	166,166
Other financing sources:			
Proceeds of general obligation bonds	-	-	1,761,621
Proceeds of grant anticipation notes	-	-	-
Proceeds of refunding bonds	-	-	-
Fringe benefit cost recovery	124,303	-	-
Lottery reimbursements	80,757	44,507	-
Lottery distributions	837,314	-	-
Transfer for MBTA contract assistance	154,430	-	-
MBTA forward funding transfer	612,750	-	-
Sewer rate relief	-	53,914	-
Caseload mitigation	22,091	-	-
Surplus transfer to capital projects	-	-	76,581
Transfer for capital projects funds	-	-	128,977
Debt defeasance trust transfer	-	650,000	-
Tobacco settlement transfer	83,597	-	-
Operating transfers in	269,901	259,827	564,578
Collective bargaining reserve	54,168	-	-
Transfer for transitional escrow	75,200	-	16,800
Stabilization transfer	114,871	-	-
Fund deficit elimination	2,979,782	-	-
Federal reimbursement transfer in	2,431	-	484,187
Transfer for tax reduction	-	-	-
State share of federal highway construction	-	-	712,140
Other sources	-	-	-
Total other financing sources	5,411,595	1,008,248	3,744,884
Total revenues and other financing sources	26,221,102	8,158,065	3,911,050
EXPENDITURES AND OTHER FINANCING USES			
Expenditures:			
Legislature	51,932	-	1,125
Judiciary	547,845	276	21,403
Inspector General	2,429	-	566
Governor and Lieutenant Governor	5,514	50	-
Secretary of the Commonwealth	40,544	727	8,715
Treasurer and Receiver-General	115,481	3,396,402	325,867
Auditor of the Commonwealth	14,874	-	125
Attorney General	28,007	6,102	2,887
Ethics Commission	1,425	-	-
District Attorney	72,151	3,532	2,771
Office of Campaign & Political Finance	887	-	-
Sheriff's Departments	172,669	1,770	1,153
Disabled Persons Protection Commission	1,558	-	-
Board of Library Commissioners	7,261	2,735	24,650
Comptroller	7,618	-	1,323
Administration and finance	1,236,510	75,764	212,449
Environmental affairs	218,357	26,046	150,195
Communities and development	138,098	269,924	85,392
Health and human services	3,973,893	1,132,940	17,315
Transportation and construction	1,360,073	8,229	1,990,613
Education	357,176	507,863	7,449
Higher education	996,032	6,127	29,586
Public safety	824,788	52,618	27,176
Economic development	35,451	3,805	3,575
Elder affairs	189,760	26,726	150

Fiduciary Fund Type	Totals (Memorandum Only)	
Expendable Trust	2000	1999
$ 861,843	$ 16,564,012	$ 15,187,700
86	487,524	533,928
31,481	5,755,946	5,495,618
19,667	5,429,613	5,017,581
-	152,438	1,082,234
299,458	948,492	703,223
1,212,535	29,338,025	28,020,284
-	1,761,621	1,014,806
-	-	319,434
-	-	498,792
-	124,303	121,376
-	125,264	93,874
-	837,314	809,095
-	154,430	135,343
-	612,750	-
-	53,914	53,914
-	22,091	3,461
-	76,581	110,414
-	128,977	118,638
-	650,000	408,889
-	83,597	-
20,529	1,114,835	1,479,418
-	54,168	86,000
-	92,000	92,000
-	114,871	165,622
-	2,979,782	-
-	486,618	580,320
-	-	379,818
-	712,140	685,182
1,058	1,058	2,499
21,587	10,186,314	7,158,895
1,234,122	39,524,339	35,179,179
-	53,057	51,397
241	569,765	531,679
-	2,995	2,658
-	5,564	5,368
59	50,045	47,594
1,212	3,838,962	2,808,511
242	15,241	14,815
1,635	38,631	37,300
-	1,425	1,408
3,448	81,902	77,126
-	887	2,473
9	175,601	131,858
-	1,558	1,552
-	34,646	27,658
-	8,941	9,193
5,305	1,530,028	1,445,926
12,293	406,891	381,745
1,880	495,294	446,275
20,936	5,145,084	4,946,856
548	3,359,463	2,968,297
4,139	876,627	772,949
153	1,031,898	964,451
2,159	906,741	922,419
366	43,197	60,799
35	216,671	196,950

All Governmental Fund Types And Expendable Trust Funds

Combined Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis

Fiscal Years Ended June 30, 2000 and 1999
(Amounts in thousands)

	Governmental Fund Types		
	Budgeted	Non-Budgeted Special Revenue	Capital Projects
Expenditures (continued):			-
Consumer affairs	46,293	7,181	1,505
Labor	55,600	152,804	2,190
Direct local aid	4,673,942	12,877	-
Medicaid	4,269,990	-	-
Pension	986,303	-	-
Debt service:			-
Principal retirement	671,003	461	-
Interest and fiscal charges	522,326	43,225	-
Total expenditures	21,625,790	5,738,184	2,918,180
Other financing uses:			
Payments to refunded bond escrow agent	-	-	-
Fringe benefit cost assessment	23,916	36,231	13,139
Lottery operating reimbursements	-	125,264	-
Lottery distributions	-	837,314	-
Transfer for MBTA contract assistance	154,430	-	-
Federal reimbursement transfer out	-	486,618	-
State share of federal highway construction	-	-	712,140
Tobacco settlement transfer	-	83,597	-
Operating transfers out	221,602	664,444	157,212
MBTA forward funding transfer	-		612,750
Sewer rate relief	53,914	-	-
Collective bargaining reserve	54,168	-	-
Caseload mitigation	22,091	-	-
Transfer for capital projects funds	128,977	-	-
Surplus transfer for capital projects	76,581	-	-
Stabilization transfer	114,871	-	-
Fund deficit elimination	2,979,782	-	-
Transfer for transitional escrow	92,000	-	-
Transfer for debt defeasance	500,000	-	150,000
Transfer for tax reduction	-	-	-
Total other financing uses	4,422,332	2,233,468	1,645,241
Total expenditures and other financing uses	26,048,122	7,971,652	4,563,421
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	172,980	186,413	(652,371)
Fund balances at beginning of year	2,112,461	903,017	166,813
Fund balances at end of year	$ 2,285,441	$ 1,089,430	$ (485,558)

See notes to combined financial statements - statutory basis.

Fiduciary Fund Type	Totals (Memorandum Only)	
Expendable Trust	2000	1999
13,843	68,822	59,457
901,419	1,112,013	1,082,353
-	4,686,819	4,319,230
-	4,269,990	3,856,453
-	986,303	990,211
-	671,464	658,557
-	565,551	553,686
969,922	31,252,076	28,377,204
-	-	498,792
3,034	76,320	66,338
-	125,264	93,874
-	837,314	809,095
-	154,430	135,343
-	486,618	580,320
-	712,140	685,182
-	83,597	-
63,014	1,106,272	1,473,869
-	612,750	-
-	53,914	53,914
-	54,168	86,000
-	22,091	3,461
-	128,977	118,638
-	76,581	110,414
-	114,871	165,622
-	2,979,782	-
-	92,000	92,000
-	650,000	408,889
-	-	379,818
66,048	8,367,089	5,761,569
1,035,970	39,619,165	34,138,773
198,152	(94,826)	1,040,406
2,120,722	5,303,013	4,262,607
$ 2,318,874	$ 5,208,187	$ 5,303,013

Budgeted Funds

Combined Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis - Budget and Actual

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES AND OTHER FINANCING SOURCES			
Revenues:			
Taxes	$ 14,787,000	$ 15,688,616	$ 901,616
Assessments	23,426	109,074	85,648
Federal grants and reimbursements	3,596,100	3,645,550	49,450
Departmental	1,362,571	1,096,388	(266,183)
Miscellaneous	90,903	269,879	178,976
Total revenues	19,860,000	20,809,507	949,507
Other financing sources:			
Fringe benefit cost recovery	-	124,303	124,303
Lottery reimbursements	87,012	80,757	(6,255)
Lottery distributions	695,100	837,314	142,214
Transfer for MBTA contract assistance	-	154,430	154,430
MBTA forward funding transfer	-	612,750	612,750
Caseload mitigation	-	22,091	22,091
Tobacco settlement transfer	-	83,597	83,597
Operating transfers in	291,844	269,901	(21,943)
Collective bargaining reserve	-	54,168	54,168
Transfer for transitional escrow	50,000	75,200	25,200
Stabilization transfer	-	114,871	114,871
Fund deficit elimination	-	2,979,782	2,979,782
Federal reimbursement transfer in	-	2,431	2,431
Total other financing sources	1,123,956	5,411,595	4,287,639
Total revenues and other financing sources	20,983,956	26,221,102	5,237,146
EXPENDITURES AND OTHER FINANCING USES			
Expenditures:			
Legislature	76,422	51,932	24,490
Judiciary	558,896	547,845	11,051
Inspector General	2,435	2,429	6
Governor and Lieutenant Governor	6,115	5,514	601
Secretary of the Commonwealth	41,658	40,544	1,114
Treasurer and Receiver-General	157,431	115,481	41,950
Auditor of the Commonwealth	14,918	14,874	44
Attorney General	31,346	28,007	3,339
Ethics Commission	1,501	1,425	76
District Attorney	72,845	72,151	694
Office of Campaign & Political Finance	891	887	4
Sheriff's Departments	179,690	172,669	7,021
Disabled Persons Protection Commission	1,600	1,558	42
Board of Library Commissioners	7,261	7,261	-
Comptroller	7,646	7,618	28
Administration and finance	1,386,189	1,236,510	149,679
Environmental affairs	242,938	218,357	24,581
Communities and development	156,571	138,098	18,473
Health and human services	4,143,148	3,973,893	169,255
Transportation and construction	1,367,233	1,360,073	7,160
Education	377,290	357,176	20,114
Higher education	1,009,227	996,032	13,195
Public safety	849,386	824,788	24,598
Economic development	61,485	35,451	26,034
Elder affairs	198,228	189,760	8,468
Consumer affairs	49,368	46,293	3,075
Labor	76,249	55,600	20,649
Direct local aid	4,710,178	4,673,942	36,236
Medicaid	4,324,593	4,269,990	54,603
Pension	987,374	986,303	1,071
Debt service:			
Principal retirement	676,058	671,003	5,055
Interest and fiscal charges	527,185	522,326	4,859
Total expenditures	22,303,355	21,625,790	677,565
Other financing uses:			
Fringe benefit cost assessment	-	23,916	(23,916)
Transfer for MBTA contract assistance	154,430	154,430	-
Operating transfers out	221,602	221,602	-
Sewer rate relief	53,914	53,914	-
Collective bargaining reserve	54,168	54,168	-
Caseload mitigation	22,091	22,091	-
Transfer for capital projects funds	128,977	128,977	-
Surplus transfer for capital projects	-	76,581	(76,581)
Stabilization transfer	-	114,871	(114,871)
Fund deficit elimination	-	2,979,782	(2,979,782)
Transfer for transitional escrow	92,000	92,000	-
Transfer for debt defeasance	250,000	500,000	(250,000)
Total other financing uses	977,182	4,422,332	(3,445,150)
Total expenditures and other financing uses	23,280,537	26,048,122	(2,767,585)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(2,296,581)	172,980	2,469,561
Fund balances (deficit) at beginning of year	2,112,461	2,112,461	-
Fund balances (deficits) at end of year	$ (184,120)	$ 2,285,441	$ 2,469,561

See notes to combined financial statements - statutory basis.

Nonexpendable Trust Fund

Statement Of Revenues, Expenses And Changes In Fund Balances - Statutory Basis

Fiscal Years Ended June 30, 2000 and 1999
(Amounts in thousands)

	2000	1999
REVENUES		
Revenues:		
Investment earnings	$ -	$ -
Total revenues	-	-
EXPENSES		
Expenses:		
Higher education	1	-
Treasurer and Receiver-General	1	-
Total expenses	1	-
Excess (deficiency) of revenues over expenses	(1)	-
Fund balances at beginning of year	5,835	5,835
Fund balances at end of year	$ 5,834	$ 5,835

See notes to combined financial statements - statutory basis.

Pension Trust Funds

Combined Statement of Changes in Net Assets Available for Pension Benefits - Statutory Basis

Fiscal Years Ended June 30, 2000 and 1999
(Amounts in thousands)

	2000	1999
Additions:		
Commonwealth contributions	$ 916,077	$ 877,908
Employees contributions	616,157	586,839
Total contributions	1,532,234	1,464,747
Net investment income:		
Net appreciation in fair value of investments	3,422,373	2,249,726
Interest	465,039	404,958
Dividends	230,963	205,062
Real estate operating income, net	114,848	81,704
Alternative investments	5,467	6,286
Other	6,046	4,936
Total investment income	4,244,736	2,952,672
Less: investment expense	63,942	48,177
Net investment income	4,180,794	2,904,495
Total additions	5,713,028	4,369,242
Deductions:		
Administration reimbursement	12,133	8,217
Retirement benefits and refunds	1,425,716	1,315,608
Total deductions	1,437,849	1,323,825
Net increase	4,275,179	3,045,417
Net assets available for pension benefits at beginning of year (fund balances reserved for employees' pension benefits)	26,266,725	23,221,308
Net assets available for pension benefits at end of year (fund balances reserved for employees' pension benefits)	$ 30,541,904	$ 26,266,725

See notes to combined financial statements - statutory basis.

1. FINANCIAL STATEMENT PRESENTATION

Introduction – The accompanying combined financial statements – statutory basis of the Commonwealth of Massachusetts (the Commonwealth) are presented in accordance with the requirements of Section 12 of Chapter 7A as amended by Section 4 of Chapter 88 of the Acts of 1997 of the Massachusetts General Laws. The Office of the Comptroller also publishes the Commonwealth's Comprehensive Annual Financial Report (CAFR) which is prepared on the basis of accounting principles generally accepted in the United States of America (GAAP) for governments. GAAP is prescribed by the Governmental Accounting Standards Board, the authoritative standard-setting body for establishing governmental accounting and financial reporting principles.

The combined financial statements – statutory basis include all budgeted and non-budgeted funds and account groups of the Commonwealth, as recorded by the Office of the Comptroller in compliance with Massachusetts General Laws and in accordance with the Commonwealth's budgetary principles.

The combined financial statements – statutory basis are not intended to include independent authorities, non-appropriated funds of higher education or other organizations included in the Commonwealth's reporting entity as it would be defined under GAAP.

Statutory Basis Accounting – The Commonwealth reports its statutory basis financial position and results of operations in funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a set of self-balancing accounts that comprise its assets, liabilities, fund balances, revenues and expenditures/expenses. Transactions between funds within a fund type, if any, have not been eliminated.

Account groups are accounting entities used to provide accountability for the Commonwealth's general fixed assets and long-term obligations. They are not considered funds because they do not report expendable available financial resources and related liabilities.

The Fund types and account groups are organized as follows:

Governmental Fund Types - accounts for the general governmental activities of the Commonwealth.

Budgeted Funds – are the primary operating funds of the Commonwealth. They account for all budgeted governmental transactions. Major budgeted funds include the General, Highway and Local Aid funds which are identified by the Comptroller as the operating funds of the Commonwealth.

Non-Budgeted Special Revenue Funds – are established by law to account for specific revenue sources that have been segregated from the budgeted funds to support specific governmental activities such as federal grants, funds related to the tobacco settlement and the operations of the state lottery.

Capital Projects Funds – account for financial resources used to acquire or construct major capital assets and to finance local capital projects as well as a one time fiscal year 2000 transfer to forward fund the Massachusetts Bay Transit Authority (MBTA). These resources are derived from proceeds of general obligation bonds, which are generally received after the expenditure has been incurred, operating transfers authorized by the Legislature and from federal reimbursements. Deficit balances in Capital Projects Funds represent amounts to be financed.

Fiduciary Fund Types – account for assets held by the Commonwealth in a trustee capacity (Trust Funds), or as an agent (Agency Funds) for individuals, private organizations, other governmental units, and/or other funds.

Expendable Trust Funds – account for trusts whose principal and investment income may be expended for their designated purpose.

Nonexpendable Trust Funds – account for trusts whose principal cannot be spent.

Pension Trust Funds – account for the net assets available for plan benefits held in trust for the State Employees' and Teachers' Retirement Systems.

Agency Funds – account for assets the Commonwealth holds on behalf of others. Agency Funds are custodial in nature and do not involve measurement of operations.

Account Groups – establish control and accountability over the Commonwealth's general fixed assets and long-term obligations.

General Fixed Assets Account Group – accounts for the general fixed assets of the Commonwealth and capital leases.

General Long-term Obligations Account Group – accounts for long-term bonds and notes issued by the Commonwealth and capital leases.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Statutory Basis of Accounting – The Statutory Basis Financial Report is prepared from the Commonwealth's books and records and other official reports which are maintained on the basis of accounting used in the preparation of the Commonwealth's legally adopted annual budget (statutory basis). The statutory basis emphasizes accountability and budgetary control of appropriations. The Statutory Basis Financial Report is not intended to present the Commonwealth's financial condition and results of operations in conformity with GAAP. Under GAAP, the books are accounted for using a current financial resources measurement focus and the modified accrual basis of accounting.

Revenues are generally recognized when cash deposits are received by the Treasury. However, revenues receivable for federal grants and reimbursements are recognized when related expenditures are incurred. Amounts due from political subdivisions of the Commonwealth are recognized when considered measurable and available. Deeds excise taxes are recognized at the time of collection by the counties and the Commonwealth. Under GAAP, revenues are recognized when they become both measurable and available.

Expenditures are generally recorded when the related cash disbursement occurs. At year-end, payroll is accrued and payables are recognized, to the extent of approved encumbrances, for goods or services received by June 30. Costs incurred under the federally-sponsored Medicaid program, amounts required to settle claims and judgments against the Commonwealth, and certain other liabilities are not recognized until they are encumbered or otherwise processed for payment. Under GAAP, expenditures are recorded in the period in which the related fund liability is incurred.

The Pension Trust Funds are reported using a flow of economic resources measurement focus and the accrual basis of accounting on both the Statutory and GAAP basis. Under this method, additions are recorded when earned and deductions are recorded at the time liabilities are incurred. This measurement focus emphasizes the determination of net change in assets available for pension benefits.

The accounting policies followed in preparing the accompanying combined financial statements – statutory basis are described in the remainder of this section.

Cash, Short-term Investments and Investments – The Commonwealth follows the practice of pooling the cash and cash equivalents of its Governmental and Fiduciary Funds. Cash equivalents consist of short-term investments with an original maturity of three months or less and are stated at cost. Interest earned on pooled cash is allocated to the General Fund, Expendable Trust Funds and, when so directed by law, to certain Special Revenue and Capital Projects Funds.

The Commonwealth enters into interest rate swap agreements to modify interest rates on outstanding debt. Other than the net interest expenditures resulting from these agreements no amounts are recorded in the financial statements.

The Pension Trust Funds, with investments of approximately $31,280,296,000 at fair value, are permitted to make investments in equity securities, fixed income securities, real estate and other alternative investments. For investments traded in an active market, the fair value of the investment will be its market price. The Pension Trust Funds include investments in real estate, venture capital funds, real estate funds, limited partnerships, futures pools, international hedge pools, commodities pools, balanced pools, leveraged buyouts, private placements and other alternative investments. The structure, risk profile, return potential and marketability differ from traditional equity and fixed income investments. Concentration of credit risk exists if a number of companies in which the fund has invested are engaged in similar activities and have similar economic characteristics that could cause their ability to meet contractual obligations to be similarly affected by changes in economic or other conditions. To mitigate the exposure to concentrations of risk, the Pension Trust Funds invest in a variety of industries located in diverse geographic areas. As of June 30, 2000, the estimated fair values, determined by management with input from the investment managers, of these real estate and alternative investments were $3,417,147,000 of the Pension Trust Funds, representing 9.1% of the total assets of the Fiduciary Fund Type.

Securities Lending Program - The Pension Trust Funds participate in securities lending programs. Under these programs, the Trusts receive a fee for allowing brokerage firms to borrow certain securities for a predetermined period of time, securing such loans with cash or collateral typically equaling 102% to 105% of the fair value of the security borrowed. At June 30, 2000, the market value of the securities on loan from the Pension Reserve Investment Trust (PRIT) was approximately $1,260,000,000. The value of the collateral held by PRIT amounted to $1,365,000,000 at June 30, 2000. The PRIT securities on loan were collateralized at all times by U.S. Treasury securities of at least 100% of the value.

Receivables – Receivables are stated net of estimated allowances for uncollectible accounts. Reimbursements due to the Commonwealth for its expenditures on federally funded reimbursement and grant programs are reported as "Due from federal government."

Due from Cities and Towns – Represents reimbursement due to the Commonwealth for its expenditures on certain programs for the benefit of cities and towns.

Advances to Related Entity – As part of the General Appropriation Act of 2000 (Chapter 127 of the Acts of 1999,) the funding mechanism for the net cost of service and other costs of the Massachusetts Bay Transportation Authority (MBTA) was changed. The change is effective July 1, 2000. Under the previous funding method, used since the MBTA's inception in the 1960's, the MBTA's costs were funded by the Commonwealth 18 months in arrears. Under the new funding method (Forward Funding), the MBTA's costs will be funded on a current basis. This method apportions a "dedicated sales tax" amounting to 1% of applicable sales in the Commonwealth, directly to the MBTA. The MBTA will also continue to receive amounts assessed on the 175 cities and towns within the service area (assessments.) The assessments ($144,579,000 in fiscal year 2000) are expected to total approximately $144,000,000 in fiscal year 2001 and decrease each year to approximately $136,000,000 in fiscal year 2006. After 2006, assessments will be adjusted annually by a maximum of 2.5% per year. The dedicated sales tax will be equal to the greater of the amount raised by the sales tax or $645,000,000, (the base revenue,) subject to an adjustment for inflation, capped at 3% annually. All revenues are deposited into the Massachusetts Bay Transportation Authority State and Local Contribution Fund, a non-budgeted special revenue fund. Accordingly, under forward funding, the MBTA will no longer receive advances from the Commonwealth for its net cost of service or other contract assistance.

Costs recognized by the Commonwealth in fiscal year 2000 related to forward funding are as follows:

Sources of Funds	
G.O. Bonds Issued……..	$325,000,000
Operating Transfers…….……..	10,540,000
Amount to be Amortized…….……..	612,750,000
Total Sources of Funds to the MBTA……	948,290,000
Uses of Funds	
Net Cost of Service Paid For:	
Calendar Year 1999 and Before……..	505,750,000
1/1-6/30/00 Including Operating Interest……	342,540,000
Working Capital…….	100,000,000
Total Cost of Forward Funding……..	$948,290,000

The amount to be amortized above represents 18 months of net cost of service of the MBTA. The Commonwealth appropriated $27,500,000 for FY01 to begin the amortization of the $612,750,000. For FY02 through FY20, the Commonwealth has the option of either appropriating $30,803,000 annually, or bonding the amounts, to a maximum remaining authorization of $475,000,000.

Inventories – The costs of materials and supplies are recorded as expenditures in Governmental Funds when purchased. Such inventories are not material in total to the financial statements and therefore are not recorded.

General Fixed Assets – General fixed asset acquisitions are recorded as expenditures in the acquiring fund and capitalized in the General Fixed Assets Account Group in the year purchased. General fixed assets are recorded at historical cost, or at estimated historical cost if actual historical cost is not available. Donated fixed assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized. Improvements are capitalized.

The Commonwealth capitalizes all land except land associated with infrastructure. It capitalizes buildings and equipment, including computer software, with a cost in excess of fifteen thousand dollars at the date of acquisition and with an expected useful life greater than one year. Interest incurred during construction is not material and is not capitalized. Public domain general

fixed assets and infrastructure (roads, bridges, tunnels, dams, water and sewer systems, etc.) are not capitalized. No depreciation is provided on general fixed assets.

Interfund/Intrafund Transactions – During the course of its operations, the Commonwealth records transactions between funds and/or between departments. On the statutory basis, transactions between Governmental and Fiduciary Fund Types are recorded as adjustments to the funds' cash accounts. As a result, a fund may report a deficiency in cash and short-term investments.

Transactions of a buyer/seller nature between departments within a fund are not eliminated.

Transfers in and out net to $8.6 million due to higher education non-appropriated fund activity, which is not included in the combined statements – statutory basis.

Risk Management – The Commonwealth does not insure for state employees workers' compensation, casualty, theft, tort claims and other losses. Such liabilities are not recognized on the statutory basis until encumbered and/or processed for payment. For employees workers' compensation, the Commonwealth assumes the full risk of claims filed under a program managed by the Human Resources Division. For personal injury or property damages, Chapter 258 of the Massachusetts General Laws (General Laws) limits the risk assumed by the Commonwealth to $100,000 per occurrence, in most circumstances. The Group Insurance Commission administers contributory health care and other insurance programs for the Commonwealth's employees and retirees.

The Commonwealth has entered into agreements for insurance for Central Artery/Tunnel Project workers' compensation and certain other claims that may arise in the course of the Project. This special arrangement has been approved by the Federal Highway Administration as a cost-effective method to fund current and potential future claims by contractors, workers, and other parties affected by the project. Pursuant to the agreement, the Commonwealth conveys a sum of money to the agent each month. This amount includes both federal and state share. The agent manages and settles all claims. At the conclusion of the program, the balance remaining, if any, will be returned to the Commonwealth and the federal government. The monthly amount conveyed to the agent is accounted for (on the statutory basis of accounting) as an expenditure in the Federal Highway Capital Projects Fund.

Encumbrances – Encumbrance accounting is utilized in the Governmental Fund Types as a significant aspect of budgetary control. The full amounts of purchase orders, contracts and other commitments of appropriated resources are encumbered and recorded as deductions from appropriations prior to actual expenditure, ensuring that such commitments do not exceed appropriations. Encumbrances outstanding at year-end for goods or services received on or before June 30 are reported as statutory basis liabilities and expenditures.

Fringe Benefit Cost Recovery – The Commonwealth appropriates and pays the fringe benefit costs of its employees and retirees through the General Fund and the Intragovernmental Service Fund. These fringe benefits include the costs of employees' health insurance, pensions, unemployment compensation, and other costs necessary to support the state work force. As directed by Chapter 29, Sections 5D and 6B(f) of the Massachusetts General Laws, these costs are assessed to other funds based on their payroll costs, net of credits for direct payments. Since these fringe benefit costs are not appropriated in the budget, the required assessment creates a variance between budget and actual expenditures at year end. The fringe benefit cost recoveries of $124,303,000 in the budgeted funds result from costs assessments of $76,320,000 in the governmental fund types and the expendable trust funds. The remainder of $47,983,000 is assessed to the higher education non-appropriated activity which is not included in the combined financial statements - statutory basis.

School Construction Grants - The Commonwealth, through legislation, is committed to reimburse certain cities, towns and regional school districts for a portion of their debt service costs for school construction and renovation. These costs are recorded as expenditures when paid. The amounts expected to be liquidated with available financial resources are reported as expenditures and fund liabilities under GAAP. The long-term portion of this liability is recorded in the General Long-Term Obligation Account Group on a GAAP basis.

Compensated Absences – Employees are granted vacation and sick leave in varying amounts based on collective bargaining agreements and state laws. Upon retirement, termination or death, certain employees are compensated for unused vacation and sick leave (subject to certain limitations) at their then-current rate of pay. Vacation and sick leave are recorded as expenditures when paid.

Lottery Revenue and Prizes – Ticket revenues and prizes awarded by the Massachusetts Lottery Commission are recognized as drawings are held. For certain prizes payable in installments, the Commonwealth purchases annuities, "principal only" and "interest only" treasury strips in the Commonwealth's name, which are recorded as annuity contracts and prizes payable in the Agency Funds on a GAAP basis. The Commonwealth retains the risk related to such annuities.

Fund Balances – The Commonwealth reports fund balances as reserved where legally restricted for a specific future use. Otherwise, these balances are considered unreserved.

Fund balance has been reserved as follows:

"Reserved for continuing appropriations" – are unexpended amounts in appropriations which the Legislature has specifically authorized to be carried into the next fiscal year.

"Reserved for Commonwealth stabilization" – are amounts set aside in the Commonwealth Stabilization Fund in accordance with 5C of Chapter 29 of Massachusetts General Laws, as amended by Chapter 88 of the Acts of 1997, Chapter 175 of the Acts of 1998 and Chapter 87 and 236, Section 79 of the Acts of 2000.

"Reserved for tax reduction" - is the amount set aside in the Tax Reduction Fund according to Section 6 of Chapter 29B of the Massachusetts General Laws.

"Reserved for transitional escrow" – are reserves set aside until December 31, 1999 under Section 46 of Chapter 68, Acts of 1999.

"Reserved for debt service" – are amounts held by fiscal agents or the Commonwealth to fund future debt service obligations.

"Reserved for employees' pension benefits" – are the net assets of the Commonwealth's public employee retirement systems which cannot be used for any other purpose.

"Reserved for unemployment benefits" – are amounts reserved for payment of unemployment compensation.

"Reserved for capital projects" - are amounts reserved for capital projects.

Unreserved fund balance is segregated into two components:

"Designated for specific purpose" – are all unreserved fund balances for which the Legislature or Executive Branch has evidenced an intention to restrict for a specific purpose.

"Undesignated" – consists of cumulative surpluses or deficits of the Governmental Fund Types not otherwise designated.

Reclassification – Certain reclassifications have been made to the fiscal year 1999 account balances to conform to the presentation used in fiscal year 2000.

3. BUDGETARY CONTROL

State finance law requires that a balanced budget be approved by the Governor and the Legislature. The Governor presents an annual budget to the Legislature which includes estimates of revenues and other financing sources and recommended expenditures and other financing uses. The Legislature, which has full authority to amend the budget, adopts an expenditure budget by appropriating monies at the individual appropriation account level in an annual appropriations act.

Before signing the appropriations act, the Governor may veto or reduce any specific item, subject to legislative override. Further changes to the budget established in the annual appropriations act may be made via supplemental appropriations acts or other legislative acts. These must also be signed by the Governor and are subject to the line item veto.

In addition, Massachusetts General Laws authorize the Secretary of Administration and Finance, with the approval of the Governor, upon determination that available revenues will be insufficient to meet authorized expenditures, to withhold allotments of appropriated funds which effectively reduce the account's expenditure budget.

The majority of the Commonwealth's appropriations are non-continuing accounts which lapse at the end of each fiscal year. Others are continuing accounts for which the Legislature has authorized that an unspent balance from the prior year be carried forward and made available for spending in the current fiscal year. In addition, the Legislature may direct that certain revenues be retained and made available for spending within an appropriation. Fringe benefits and other costs which are mandated by state finance law are not itemized in the appropriation

process and are not separately budgeted.

The original fiscal year 2000 appropriations act was Chapter 127, Acts of 1999. This appropriation act authorized $19,931,438,000 in direct appropriations. In addition, the act contained $902,377,000 in authorizations to retain and expend certain non-tax revenues of which $884,250,000 were estimated to be collected and expended. The Act also included $112,994,000 in interagency chargebacks. Chapter 127 included estimates of $14,787,000,000 in tax revenues and approximately $6,107,752,000 in non-tax revenues. With these revenues (exclusive of chargebacks) projected to total approximately $20,894,752,000 and with unreserved balances of approximately $386,893,000 carried forward from the fiscal year 1999, the budget as presented in this original appropriation act was considered to be in balance.

During fiscal year 2000, the Legislature also passed and the Governor signed, with some modification through veto, Chapters 101, 175, 176 and 177 of the Acts of 1999 and Chapters 1, 34, 82 and 111 of the Acts of 2000, which included numerous supplemental budgetary appropriations. These supplements added $429,292,000 indirect appropriations and $117,000 in retained revenue authorizations.

Subsequent to June 30, 2000, the Legislature passed and the Governor signed Chapters 150 and 236 of the Acts of 2000, which included $255,779,000 in additional supplemental appropriations and $92,950,000 in additional retained revenue authorizations. The cumulative fiscal year 2000 appropriations, retained revenues and interagency chargebacks totals $21,725,000,000. Appropriations continued from fiscal year 1999 totaled approximately $212,166,000 and certain interfund transfers directed by statute totaled approximately $1,343,425,000.

Because revenue budgets are not updated subsequent to the original appropriation act, the comparison of the initial revenue budget to the subsequent, and often modified, expenditure budget can be misleading. Also, these financial statements portray fund accounting with gross inflows and outflows, thus creating a discrepancy to separately published budget documents. In conducting the budget process, the Commonwealth excludes those interfund transactions that by their nature have no impact on the combined fund balance of the budgeted funds.

Generally, expenditures may not exceed the level of spending authorized for an appropriation account. However, the Commonwealth is statutorily required to pay debt service, regardless of whether such amounts are appropriated. In addition, certain interfund assessments to allocate fringe benefits and other costs which are mandated by state finance law are not itemized in the appropriation process or separately budgeted.

The following table identifies this interfund activity from the budgeted sources and uses to align more clearly forecasts prepared during the budget process to the detailed fund accounting of the Commonwealth's statutory financial statements (amounts in thousands):

	Revenues and Other Financing Sources	Expenditures and Other Financing Uses
Actual as presented in the combined budget and actual statement - statutory basis	$ 26,221,102	$ 26,048,122
Adjustments to revenues and expenditures		
Municipal transit assessments	(15,821)	(15,821)
Transfer to the Intragovernmental Service Fund Revenues	(99,663)	(99,663)
Adjustments to other financing sources and uses:		
MBTA subsidy transfer	(154,430)	(154,430)
Fringe benefit cost assessments	(23,916)	(23,916)
Transfer from the Intragovernmental Service Fund to the General Fund	(3,547)	(3,547)
Transfer from the Revenue Maximization Fund to the General Fund	(19,464)	(19,464)
RMV License Plates	(3,447)	(3,447)
Stabilization transfers	(114,871)	(114,871)
Transfer to Transitional Escrow Fund	(75,200)	(75,200)
Collective Bargaining Reserve Fund	(54,168)	(54,168)
Transfer to close Commonwealth Cost Relief Fund	(3,837)	(3,837)
Transfer to Clean Election Fund	(10,000)	(10,000)
Transfer for MBTA Debt Service	(10,540)	(10,540)
Transfer to Children's and Senior's Health Fund	(36,952)	(36,952)
MWRA Debt Service Reimbursement	(4,435)	(4,435)
Transfer to Inland Fisheries and Game Fund	(94)	(94)
Fund deficit elimination Highway	(388,205)	(388,205)
Fund deficit elimination Local Aid	(2,591,577)	(2,591,577)
Chapter 34B County Pensions	(1,756)	(1,756)
Transfer to Caseload Mitigation Fund	(22,091)	(22,091)
Actual as presented on budgetary documents	$ 22,587,088	$ 22,414,108

Please see the section divider for the budgeted funds to review the list of budgeted funds grouped by categories.

The Office of the Comptroller has the responsibility to ensure that budgetary control is maintained on an individual appropriation account basis. Budgetary control is exercised through the state accounting system, Massachusetts Management Accounting and Reporting System (MMARS). Encumbrances and expenditures are not allowed to exceed the appropriation account's spending authorization.

4. DEPOSITS AND INVESTMENTS

The Commonwealth maintains a cash and short-term investment pool that is available for use by all funds. Each fund type's net equity in this pool is displayed on the combined balance sheet as either "Cash and short-term investments" or "Deficiency in cash and short-term investments." The investments of the Pension Trust Funds are held in a trust.

The Office of the Treasurer and Receiver-General (Treasury) manages the Commonwealth's short-term investment pool. Statutes authorize investment in obligations of the U.S. Treasury, authorized bonds of all states, banker's acceptances, certificates of deposit, commercial paper rated within the three highest classifications established by Standard & Poor's Corporation and Moody's Commercial Paper Record and repurchase agreements that any of these obligations secure. Such investments are carried at cost, which approximates fair value.

The pooled cash and short-term investments at June 30, 2000 are as follows (amounts in thousands):

	Carrying Value
Cash and Certificates of deposit	$ 597,666
Short-term investments:	
Commercial paper	588,939
Short-term investment pool	3,176,920
Repurchase agreements	330,485
Money market investments	982,243
Total	$ 5,676,253

Pooled cash and short-term investments include the following:

Cash and short-term investments	$ 6,102,030
Cash with fiscal agent	76,033
Deficiency in cash and short-term investments	(501,810)
Total	$ 5,676,253

The Pension Trust Funds have invested a significant portion of their portfolios into a trust, which pools assets for investment purposes and allocates returns on these investments in proportion to each fund's share of the pool.

The investments are carried at fair value. At June 30, 2000, they are as follows (amounts in thousands):

	Amount
Investments:	
Equity securities	$ 13,518,608
U.S. government and government agency securities	4,011,549
Fixed income securities	3,405,437
Real estate	1,594,548
Alternative investments	1,822,599
International investments	6,927,555
Total	$ 31,280,296

Financial Instruments with Off-Balance Sheet Risk - Certain investments of the Commonwealth may involve a degree of risk not accounted for on the respective financial statements. A description of such "off-balance sheet risks" are as follows:

Forward Currency Contracts - The Pension Trust Funds enter into forward currency contracts to hedge the exposure to change in foreign currency exchange rates on foreign portfolio holdings. The market value of the contract will fluctuate with changes in currency exchange rates. Risks may arise upon entering these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of a foreign currency relative to the U.S. dollar.

When the contract is closed, the Pension Trust Funds record a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed. Fluctuations in the value of forward currency contracts are recorded as unrealized gains or losses by the Pension Trust Funds.

Future Contracts - The Pension Trust Funds may purchase and sell financial futures contracts to hedge against changes in the values of securities the fund owes or expects to purchase. Upon entering such contracts, they must pledge to the broker an amount of cash or securities equal to a percentage of the contract amount.

The potential risk is that the change in the value of futures contracts primarily corresponds with the value of underlying instruments which may correspond to the change in value of the hedged instruments. In addition, there is a risk that PRIT may not be able to close out its future positions due to a non-liquid secondary market. Risks may arise from the potential inability of a counter-party to meet the terms of a contract and from unanticipated movements in the value of a foreign

currency relative to the U.S. dollar. The Pension Trust Funds may also invest in financial futures contracts for non-hedging purposes.

Payments are made or received by the Pension Trust Funds each day, depending on the daily fluctuations in the value of the underlying security and are recorded as unrealized gains or losses. When the contracts are closed, the Pension Trust Funds recognize a realized gain or loss.

Options - PRIT is also engaged in selling or "writing" options. The Pension Trust Funds, as writers of options, may have no control over whether the underlying securities may be sold (call) or purchased (put) and, as a result, bears the market risk of an unfavorable change in the price of the security underlying the written option. As of June 30, 2000, there were no material options outstanding.

5. SHORT-TERM FINANCING AND CREDIT AGREEMENTS

Massachusetts General Laws authorize the Treasurer to issue temporary notes in anticipation of revenue or bond financing. When this short-term debt does not meet long-term financing criteria, it is classified among fund liabilities.

General Fund – Through June 30, 2000 the Commonwealth was authorized by Massachusetts General Laws to issue short-term notes to finance working capital advances to the MBTA. There were no such notes outstanding at June 30, 2000.

The balance of revenue anticipation notes (RANs) outstanding fluctuates during the fiscal year, but must be reduced to zero at June 30. During fiscal year 2000, there were no RANs issued or outstanding.

Capital Projects Funds – The Commonwealth may issue bond anticipation notes (BANs) to temporarily finance its capital projects. On December 22, 1999, the Commonwealth issued $175,000,000 in commercial paper in anticipation of issuance of long-term debt. The proceeds of the issuance were deposited in the Capital Projects Funds. On February 29, 2000, as part of a long-term debt issuance, the Commonwealth retired this commercial paper from the bond proceeds and paid an additional $1,301,000 in interest costs. No commercial paper or other BANs were outstanding at June 30, 2000.

On September 7, 2000, the Commonwealth sold General Obligation Bond Notes, Series 2000 A, in the aggregate principal amount of $400,000,000 with an interest rate of 5%. The notes mature on September 6, 2001. The notes are issued as BANs to finance costs associated with the development of convention centers in Boston and Worcester. The notes may also be used to pay other capital costs of the Commonwealth.

On September 27, 2000, the Commonwealth issued $220,000,000 in commercial paper in anticipation of the final $600,000,000 authorization for Grant Anticipation Notes (GANS) to be sold in November, 2000, partially financing the Central Artery / Tunnel Project.

Letter-of-Credit Agreements – During fiscal year 2000, the Commonwealth maintained a letter-of-credit agreement with a bank in order to provide credit and liquidity support for its commercial paper program. The letter of credit was available to secure up to $200,000,000 of Commonwealth commercial paper plus interest thereon. Advances were available, subject to certain limitations and bearing interest at the bank rate as defined, in anticipation of revenue or bond proceeds and repayable by the following June 30, subject to extension in certain circumstances, at the Commonwealth's option. No such advances were drawn during the fiscal year ended June 30, 2000, or subsequent thereto. The existing letter of credit agreement expires on October 31, 2000. The average costs are approximately .09% on both unutilized and utilized amounts

Line-of-Credit Agreement – During fiscal year 2000, the Commonwealth maintained a line-of-credit agreement to provide liquidity support for commercial paper notes. On September 28, 1999, the Commonwealth entered into line-of-credit agreements with two banks to provide a total of $400,000,000 in liquidity support for the Commonwealth's commercial paper program. These agreements expire in September of 2001 and 2002, respectively. The costs of these facilities average approximately .08% on unutilized amounts and .095% on utilized amounts.

6. LONG-TERM DEBT

Under the Constitution of the Commonwealth of Massachusetts, the Commonwealth may borrow money (a) for defense, (b) in anticipation of receipts from taxes or other sources, any such loan to be paid out of the revenue of the year in which the loan is made, or (c) by a two-thirds vote of the members of each house of the Legislature present and voting thereon. The Constitution further provides that borrowed money shall not be expended for any other purpose than that for which it

was borrowed or for the reduction or discharge of the principal of the loan. In addition, the Commonwealth may give, loan or pledge its credit by a two-thirds vote of the members of each house of the Legislature present and voting thereon, but such credit may not in any manner be given or loaned to or in aid of any individual, or of any private association, or of any corporation which is privately owned or managed.

The Commonwealth has waived its sovereign immunity and consented to be sued on contractual obligations, including bonds and notes issued by it and all claims with respect thereto. However, the property of the Commonwealth is not subject to attachment or levy to pay a judgment, and the satisfaction of any judgment generally requires legislative appropriation. Enforcement of a claim for the payment of principal or interest on bonds and notes of the Commonwealth may also be subject to the provisions of federal or Commonwealth statutes, if any, enacted to extend the time for payment or impose other constraints upon enforcement.

As of June 30, 2000, the Commonwealth had three types of long-term debt outstanding: general obligation bonds, special obligation bonds and grant anticipation notes.

The general obligation bonds are authorized and issued primarily to provide funds for Commonwealth-owned capital projects and local government improvements. They are backed by the full faith and credit of the Commonwealth and paid from the Governmental Funds, in which debt service principal and interest payments are appropriated. Massachusetts General Laws provide for the allocation of bond proceeds to these authorizations in arrears, as expenditures are made, unless the proceeds are allocated at the time of issuance.

Some Commonwealth general obligation debt is issued as College Opportunity Bonds (COBs) as authorized by the Massachusetts General Laws. Such bonds were initially issued in fiscal year 1996, and continued through fiscal year 2000 in amounts totaling $95,439,000, with maturity ranging from 2000 through 2019. COBs have an accreting interest component payable at maturity. The annual accretion rate of each COB's maturity is a variable rate equal to the change in annual Consumer Price Index (CPI) plus 2.0%. Assuming the CPI averages 3.5% during the life of the outstanding COBs the payments due at maturities of the COBs will total $165,878,000. In addition, COBs pay current interest in the amount of 0.5% per year of the initial amount still outstanding. These bonds are backed by the full faith and credit of the Commonwealth.

On August 1, 2000 the Commonwealth issued approximately $6,626,000 in additional College Opportunity Bonds, with maturities of 2005 to 2020. The terms and conditions of these bonds are the same as those issued in fiscal years 1996 through 2000.

Chapter 38 of the Acts of 1997 and Chapter 300 of the Acts of 1998 abolished several Massachusetts counties on various effective dates. As part of these provisions, the Commonwealth assumed the outstanding debt of Middlesex County on July 11, 1997, of Hampden and Worcester Counties on July 1, 1998 and that of Essex County on July 1, 1999. The county debt assumed has become general obligation debt of the Commonwealth. As of June 30, 2000, $2,105,000 of these obligations remain outstanding.

The Commonwealth also issues special obligation revenue bonds as authorized by Massachusetts General Laws. Such bonds may be secured by all or a portion of revenues credited to the Highway Fund and are not general obligations of the Commonwealth. At June 30, 2000, the Commonwealth had outstanding $564,485,000 of such special obligation bonds, secured by a pledge of 6.86 cents of the 21.00 cent motor fuel excise tax imposed on gasoline. No new special obligation bonds were issued during the fiscal year.

The Commonwealth also issues Federal Highway GANS to finance current cash flow for the Central Artery/Tunnel Project in anticipation of future federal reimbursements. Section 9 through 10D of Chapter 11 of the Acts of 1997, as amended by Chapter 121 of the Acts of 1998, authorizes the Commonwealth to sell up to $1,500,000,000 in GANS. All Federal Highway Construction reimbursements and reimbursements from the federal highway construction trust funds are pledged to the repayment of the GANS. Up to $900,000,000 of said notes may be paid off through the issuance of authorized general obligation bonds of the Commonwealth in the event federal financial assistance is not available. At June 30, 2000, the Commonwealth has $921,720,000 of GANS outstanding, including accrued interest on capital appreciation bonds with maturity dates ranging from 2005 to 2015. These notes are secured by the pledge of Federal Highway Construction Reimbursements without a general obligation pledge.

For financial reporting purposes, long-term debt is carried at its face value, which includes discount and any issuance costs financed. The outstanding amount represents the total principal to be repaid. For capital appreciation bonds, the outstanding amount represents

total principal and interest to be repaid. When short-term debt has been refinanced on a long-term basis, it is reported as outstanding at its face amount.

The amount of long-term debt authorized but unissued is measured in accordance with the statutory basis of accounting. Only the net proceeds (exclusive of discount and costs of issuance) are deducted from the total authorized by the Legislature.

Long-term debt outstanding (including discount and issuance cost) and debt authorized-unissued at June 30, 2000 as follows (amounts in thousands):

Purpose	Bonds Outstanding	Maturities	Authorized and Unissued
GANS	$ 921,720	2005-2015	$ 600,009
Capital Projects:			
General	4,837,004	2000-2025	3,748,601
Highway	5,144,276	2000-2018	6,255,614
Local Aid	1,403,153	2000-2017	210,136
Other	76,948	2000-2025	771,346
	11,461,381		10,985,697
Total	$ 12,383,101		$ 11,585,706

Interest rates on the Commonwealth's debt outstanding at the end of fiscal year 2000 ranged from 0.1% to 8.0%.

Changes in long-term debt outstanding (including discount and issuance cost) and bonds authorized - unissued for the year ended June 30, 2000 are as follows (amounts in thousands):

	Bonds Outstanding	Authorized and Unissued
Balance July 1, 1999	$ 11,808,461	$ 12,004,017
General and special obligation bonds:		
Principal, less discount and issuance costs	1,761,620	(1,761,620)
Discount and issuance costs	(3,478)	-
County debt:		
Principal of bonds assumed	525	-
Defeased Debt:		
Principal on Defeased Debt	(247,840)	-
Discount on Defeased Debt	(264,723)	-
Increase in bonds authorized	-	4,116,541
Contributions in lieu of bonds	-	(5,453)
Bonds retired	(671,464)	-
Deauthorized	-	(2,562,153)
Reversions	-	(205,626)
Balance June 30, 2000	$ 12,383,101	$ 11,585,706

At June 30, 2000, debt service requirements to maturity for principal (including discount, capital appreciation and
issuance costs) and interest are as follows (amounts in thousands):

Fiscal year ending June 30,	Principal	Interest	Total
2001	$ 734,015	$ 605,013	$ 1,339,028
2002	707,106	567,855	1,274,961
2003	723,861	535,463	1,259,324
2004	731,159	503,522	1,234,681
2005	742,212	470,530	1,212,742
2006 and thereafter	8,744,748	2,583,320	11,328,068
Total	$ 12,383,101	$5,265,703	$ 17,648,804

The Commonwealth issued bonds and notes through negotiated contracts during fiscal year 2000. The costs for legal counsel and underwriting fees for negotiated bond sale were $248,000 and $8,872,000 respectively. In addition, the Commonwealth paid $117,000 for disclosure counsel services.

Advance Refunding and Bonds Defeased – During fiscal year 2000, as authorized by the Massachusetts General Laws, the Commonwealth defeased certain general obligation bonds through the use of $400,000,000 of FY99 operating surplus. For the fiscal year, proceeds totaling approximately $400,000,000 were used to purchase U. S. Government securities which were deposited in irrevocable trusts with an escrow agent to provide for all future debt service payments of the bonds. As a result, the bonds are considered to be defeased, and the liabilities therefore have been removed from the General Long-term Obligations Account Group. Through this action, the Commonwealth decreased debt service payments by approximately $578,922,000 over the next 9 years. At June 30, 2000, approximately $508,450,000 of the bonds refunded remain outstanding.

At the end of fiscal year 2000, pursuant to the provisions of Chapter 87 of the Acts of 2000, the Commonwealth set aside $650,000,000 of surplus funds in the debt defeasance fund, attributable to fiscal year 2000 and prior years, to defease additional debt of the Commonwealth. On July 28, 2000, the State Treasurer expended approximately $182,000,000 from the Debt Defeasance Trust Fund to purchase securities and establish a sinking fund to provide for the payment of certain Commonwealth general obligation bonds maturing on August 1, 2000. On August 9, 2000, the State Treasurer expended in addition, approximately $217,700,000 from the Debt Defeasance Trust Fund to purchase securities and establish a sinking fund to provide for the payment of additional Commonwealth general obligation bonds maturing on various dates through February 1, 2001.

The securities purchased on August 9, 2000 consisted of certain obligations issued by the Federal Home Loan

Mortgage Corporation and the Federal National Mortgage Association which are being held by a third-party trustee in an irrevocable trust. The approximate principal amount of Commonwealth general obligation bonds defeased pursuant to the July 28, 2000 and August 9, 2000 transactions is $392,300,000. The amounts that would have been expended for debt service on such bonds in fiscal 2001 (approximately $404,000,000) will be deposited in the Central Artery and Statewide Road and Bridge Infrastructure Fund.

In prior years, the Commonwealth also defeased certain general obligation and other bonds by placing the proceeds of refunding bonds in irrevocable trusts to provide for all future debt service payments on the refunded bonds. Accordingly, the trust account assets and the liabilities for the defeased bonds are not included in the financial statements. At June 30, 2000, approximately $2,371,261,000 of bonds outstanding from advance refunding in prior fiscal years are considered defeased.

Statutory Debt Limit –The Massachusetts General Laws establish limits on the amount of direct debt outstanding. By statutorily limiting the Commonwealth's ability to issue direct debt, this limit provides a control on annual capital spending. The direct debt limit for fiscal year 2000 was approximately $10,549,032,000. Outstanding debt subject to the limit at June 30, 2000 was approximately $10,120,971,000. The limit increases 5% per year.

For purposes of determining compliance with the limit, outstanding direct debt is defined to include general obligation bonds and minibonds at the amount of their original net proceeds. It excludes BANs and discount and issuance costs, if any, financed by these bonds. It also excludes special obligation bonds, GANs, refunded bonds, certain refunding bonds, debt issued by counties, and debt issued in conjunction with the MBTA forward funding.

The amounts excluded from the debt limit are as follows (amounts in thousands):

	Debt Outstanding
Balance June 30, 2000	$ 12,383,101
Less amounts excluded:	
Discount and issuance cost	(358,938)
Chapter 5 of the Acts of 1992 Refunding	(114,761)
Special Obligation Principal	(561,335)
GANs Principal	(899,991)
County Debt Assumed	(2,105)
MBTA Forward Funding	(325,000)
Outstanding Direct Debt	$ 10,120,971

7. LEASES

In order to finance the acquisition of equipment, the Commonwealth has entered into various lease/purchase agreements, including tax-exempt lease purchase (TELP) agreements, which are accounted for as capital leases. Lease agreements are for various terms and contain clauses indicating that their continuation is subject to appropriation by the Legislature. For the fiscal year ended June 30, 2000, capital lease/purchase expenditures totaled approximately $86,469,000. At June 30, 2000, the Commonwealth's aggregate outstanding liability under capital leases, the present value of the net minimum lease payments, totals approximately $123,654,000. This liability is reported in the General Long-Term Obligations Account Group. Equipment acquired under capital leases and included in the General Fixed Assets Account Group totaled approximately $180,172,000.

The Commonwealth has numerous operating lease agreements for real property and equipment with varying terms. These agreements contain provisions indicating that continuation is subject to appropriation by the Legislature. Operating lease expenditures for the fiscal year ended June 30, 2000 was approximately $127,254,000.

The following is a schedule of future minimum payments under non-cancelable leases as of June 30,2000 (amounts in thousands):

Fiscal Year Ending June 30,	Capital Leases	Operating Leases
2001	$ 41,401	$104,106
2002	33,306	85,026
2003	25,089	71,432
2004	16,274	41,580
2005	11,599	18,890
2006 and thereafter	20,861	3,644
Total	148,530	324,678
Less interest	(24,876)	-
Present value	$ 123,654	$324,678

8. INDIVIDUAL FUND DEFICITS

Certain Budgeted, Non-Budgeted Special Revenue and Capital Projects Funds included in the combined totals have individual fund deficits at June 30, 2000, as follows (amounts in thousands):

Budgeted Funds:	
Mosquito and Greenhead Fly Control Fund	$ 1,001
Environmental Challenge Fund	5,087
Toxic Use Reduction Fund	5,949
Environmental Permitting and Compliance Assurance Fund	34,474
Environmental Law Enforcement Fund	2,914
Public Access Fund	283
Harbors and Inland Waters Maintenance Fund	4,537
Marine Fisheries Fund	4,359
Low-Level Radioactive Waste Management Fund	501
Clean Air Act Compliance Fund	496
Second Century Fund	4,843
Anti-trust Law Enforcement Fund	2,519
Victim and Witness Assistance Fund	7,484
Intercity Bus Capital Assistance Fund	6,470
Ponkapoag Recreational Fund	100
Leo J. Martin Recreation Fund	195
Local Consumer Inspection Fund	574
Total Budgeted Funds	81,786
Non-Budgeted Special Revenue:	
Other:	
Government Land Bank Fund	35,097
Motor Vehicle Safety Inspection Trust Fund	9,498
Grant Anticipation Note Trust Fund	158,569
Total Non - Budgeted Funds	203,164
Capital Projects:	
General Capital Projects Fund	43,280
Boston Convention and Exhibition Center Fund	29,802
Capital Expenditure Reserve Fund	42,154
Local Capital Project Grant Fund	10,021
Highway Capital Projects Fund	567,185
Government Land Bank Fund	13,880
Intercity Bus Fund	3,531
Total Capital Projects Funds	709,853
Total	$ 994,803

In order to resolve the deficits in the budgeted funds, the Comptroller has recommended authorization of transfers from other budgeted funds with surplus balances or a plan of fund consolidation. If these changes are adopted by the Legislature, the deficiencies will be resolved. For the Non-Budgeted Special Revenue Funds, the Comptroller has recommended similar budgeted transfers to subsidize and resolve the deficits or their consolidation into budgeted funds. Such steps require legislative action.

In the Capital Project Funds, approximately $97,103,000 of the deficit reflects the time lag between capital expenditures and the receipt or allocation of proceeds from the sale of related bonds. $612,750,000 of this deficit is due to the cost related to forward funding the MBTA. The Legislature has established a 20-year amortization of this deficit.

9. MEDICAID COSTS

The Commonwealth provides medical care for low-income, elderly and other residents who qualify for such assistance under the federally-sponsored Medical Assistance Program (Medicaid). The Commonwealth pays the full cost of care and is reimbursed by the federal government for 50% of that cost. For the fiscal year ended June 30, 2000, the General Fund and Children's and Seniors' Health Fund include $4,269,991,000 in expenditures for Medicaid claims processed for payment.

The combined financial statements – statutory basis include Medicaid claims processed but unpaid at June 30, 2000, as accounts payable of approximately $49,733,000. The Commonwealth estimates its total liability, as determined in accordance with GAAP, at $659,600,000 including the amounts reported as accounts payable at June 30, 2000. This amount includes estimates of both the cost of care provided as of June 30, 2000, for which claims have not been processed and other costs. Of this amount, $387,200,000 is expected to be reimbursed by the federal government.

10. TOBACCO SETTLEMENT

On November 23, 1998, the Commonwealth joined a multi-state agreement known as the Master Settlement Agreement (MSA) which resolved Massachusetts' and other states' litigation against the cigarette industry. Under the MSA, there are both "annual payments" and "initial payments." The annual payments are made to each settling state, including the Commonwealth, in perpetuity. There are five initial payments to be paid

annually between 1999 and 2003. Each payment is expressed in the MSA as a "base amount," subject to adjustments, reductions or offsets that might be applicable each year under the MSA. The initial adjustment will be upward by 3% or the prior year's percentage increase in the Consumer Price Index, whichever is greater. Downward adjustments could occur based on a decrease in domestic cigarette sales volume or if funding made available to the states under qualifying federal legislation.

Massachusetts' allocable share of the base amounts payable under the MSA is 4.0389790%. The Commonwealth has estimated its allocable share of the MSA base amounts over the next 25 years to be approximately $7.6 billion. This estimate does not, however, consider the effect of the annual adjustments, reductions or offsets for inflation and other factors mandated by the MSA. Generally, the calculation of these adjustments requires information that is not available until the end of the calendar year prior to the year a payment is due.

On December 14, 1999, the Commonwealth received the 1999 initial payment of approximately $99,700,000. On December 31, 1999, the Commonwealth received the 2000 initial payment of approximately $87,000,000. In April 2000, the Commonwealth received the first annual payment of approximately $139,000,000.

Massachusetts was also awarded $414,000,000 from a separate Strategic Contribution Fund established under the MSA to reward a state's particular contribution to the national tobacco litigation effort. This additional amount is payable in equal annual installments during the years 2008 through 2017.

The amounts that might be payable, if any, by the Commonwealth for legal costs in relation to the tobacco litigation cannot be determined at this time. The outside attorneys for the Commonwealth were awarded approximately $775,000,000 in fees to be paid over time by the tobacco companies and, therefore, were not to be paid out of the Commonwealth award. The outside attorneys have notified the Attorney General that they reserve their right to submit a claim to the Commonwealth for the difference between the $775,000,000 and 25% of the Commonwealth's settlement payments.

During fiscal year 2000, the Legislature enacted two related laws to provide for disposition of the tobacco settlement payments. The new legislation created a Health Care Security Trust (Trust) into which the Commonwealth's annual tobacco settlement payments are to be deposited. The Trust was established for "the purpose of financing improved health status for all citizens of the Commonwealth." Among other things, the Trust is to be credited "any monies received by the Commonwealth pursuant to the master settlement agreement in the tobacco action, other than payments for attorney fees…." The new legislation also created a separate Tobacco Settlement Fund (Fund). Prescribed amounts are transferred annually by the Comptroller from the Trust to the Fund. Amounts credited to the Fund "shall be expended, subject to appropriation, to supplement existing levels of funding for… health related services and programs [including] services and programs intended to control or reduce the use of tobacco in the commonwealth." In each fiscal year from 2000 – 2004, specific amounts are to be transferred from the Trust to the Fund. In later fiscal years, the Comptroller is to transfer to the Fund 30% of that year's tobacco settlement payment and 30% of the earnings generated that year on Trust principal.

11. RETIREMENT SYSTEMS

Primary Government – The Commonwealth is statutorily responsible for the pension benefits for Commonwealth employees (members of the State Employees' Retirement System) and for teachers of the cities, towns, regional school districts throughout the Commonwealth and Quincy College (members of the Teachers' Retirement System, except for teachers in the Boston public schools, who are members of the State-Boston Retirement System but whose pensions are also the responsibility of the Commonwealth).

The members of the retirement systems do not participate in the Social Security System. The Commonwealth has assumed responsibility for payment of cost-of-living adjustments (COLA) for the separate (non-teacher) retirement systems of its cities, towns and counties, granted in fiscal year 1997 and prior. The Commonwealth is statutorily required to have an actuarial valuation once every three years and every two years on a GAAP basis.

Certain Commonwealth employees and current retirees employed prior to the establishment of the State Employees' Retirement System are covered on a "pay-as-you-go" basis. During the year ended June 30, 2000, the Commonwealth's pension expenditure included payments totaling $18,362,444 to current retirees

employed prior to the establishment of the current plans and the non-contributory plans.

Plan Descriptions –

State Employees' Retirement System (SERS) is a single employer defined benefit public employee retirement system (PERS), covering substantially all employees of the Commonwealth and certain employees of the independent authorities and agencies, including the state police officers at the Massachusetts Port Authority and the Massachusetts Turnpike Authority. The SERS is administered by the Commonwealth and is part of the reporting entity and does not issue a stand alone financial report.

Teachers' Retirement System (TRS) is an agent multiple employer defined benefit PERS with 104 participating employers. The Commonwealth is a non-employer contributor and is responsible for all contributions and future benefit requirements of the TRS. The TRS covers certified teachers in cities (except the City of Boston), towns, regional school districts and Quincy College. The TRS is administered by the Commonwealth and is part of the reporting entity and does not issue a stand-alone financial report.

State – Boston Retirement System (SBRS) is hybrid multiple employer defined benefit PERS. SBRS provides pension benefits to all full-time employees upon commencement of employment with any of the various government agencies covered by SBRS. The Commonwealth is a non-employer contributor and is only responsible for the actual cost of pension benefits for SBRS participants who serve in the City of Boston's School Department in a teaching capacity. The cost of pension benefits of the other participants is the responsibility of the City of Boston. SBRS is not administered by the Commonwealth and is not part of the reporting entity and a stand-alone financial report is not available.

The policy for postretirement benefit increases for all retirees of the SERS, TRS, SBRS and COLA of local governments are subject to legislative approval.

Membership – Membership in SERS, TRS and SBRS as of January 1, 2000, the date of the most recent valuation, is as follows:

	SERS	TRS	SBRS
Retirees and beneficiaries currently receiving benefits	43,737	31,746	2,241
Terminated employees entitled to benefits but not yet receiving them	2,986	-	307
Subtotal	46,723	31,746	2,548
Current employees:			
Vested	45,584	33,132	1,054
Non-vested	39,988	49,110	4,074
Subtotal	85,572	82,242	5,128
Total	132,295	113,988	7,676

During fiscal year 1998 and 1999, the counties of Franklin, Middlesex, Worcester, Hampden and Hampshire and in fiscal year 2000 Berkshire County were abolished. The pension liability of all active employees who transferred to the Commonwealth was assumed by SERS.

Benefit Provisions – Massachusetts General Laws established uniform benefit and contribution requirements for all contributory PERS. These requirements provide for retirement allowance benefits up to a maximum of 80% of a member's highest three-year average annual rate of regular compensation. Benefit payments are based upon a member's age, length of creditable service, and group classification. The authority for amending these provisions is with the Legislature.

Retirement allowance consists of two parts: an annuity and a pension. A member's accumulated total deductions and a portion of interest they generate constitute the annuity. The differential between the total retirement benefit and the annuity is the pension. Average retirement benefit is approximately 80-85% pension and 15-20% annuity.

Members become vested after ten years of creditable service. A superannuation retirement allowance may be received upon the completion of twenty years of service or upon reaching the age of 55 with ten years of service. Normal retirement for most employees occurs at age 65; for certain hazardous duty and public safety positions, normal retirement is at age 55.

Funding Progress - The SERS, TRS and SBRS actuarial determined contributions were computed as part of the actuarial valuation as of January 1, 2000. The Commonwealth has revised one actuarial assumption used in the calculation of contribution requirements and Unfunded Actuarial Liability (UAL). The

Commonwealth is transitioning its UAL from a market value of assets to an actuarial valuation of assets. In the second year of transition the Commonwealth's 2000 actuarial valuation used a market value of assets of 91% compared to 97% in the 1998 valuation. This change results in a $1,800,000,000 increase in UAL. Other significant assumptions used are (a) projected salary increases of 6% per year, (b) cost of living (inflation rate) increases of 3% per year on the first $12,000 of the retirees total allowance, and (c) interest rate credited to the annuity savings fund of 5.5% per year. These calculations use a level dollar amortization method over 20-years closed period.

The following table presents the schedule of funding progress as presented in the six most recent actuarial valuations at the dates indicated (amounts in thousands):

Actuarial Valuation as of January 1	Actuarial Value of Plan Assets	Actuarial Accrued Liability	Unfunded Actuarial Liability (UAL)	Funded Ratio %	Annual Covered Payroll *	UAL as a % of Covered Payroll
State Employees' Retirement System						
2000**	$ 13,364,000	$ 14,138,000	$ 773,000	94.5 %	$ 3,472,000	22.3 %
1998**	9,914,000	11,361,000	1,447,000	87.3	3,111,000	46.5
1996	7,366,000	9,441,000	2,075,000	78.0	2,989,000	69.4
1995	5,879,000	8,602,000	2,723,000	68.3	2,992,000	91.0
1993	5,071,000	8,738,000	3,667,000	58.0	2,919,000	125.6
1992	4,699,000	7,303,000	2,604,000	64.3	2,638,000	98.7
Teachers' Retirement System						
2000**	13,681,000	16,420,000	2,739,000	83.3	3,704,000	73.9
1998**	10,170,000	13,095,000	2,925,000	77.7	3,175,000	92.1
1996	7,553,000	10,252,000	2,699,000	73.7	2,810,000	96.0
1995	6,014,000	9,712,000	3,698,000	61.9	2,667,000	138.7
1993	5,142,000	8,921,000	3,779,000	57.6	2,428,000	155.6
1992	4,784,000	8,706,000	3,922,000	55.0	2,032,000	193.0
State - Boston Retirement System						
2000**	860,000	1,381,000	521,000	62.3	285,000	182.8
1998**	699,000	1,219,000	520,000	57.3	285,000	182.5
1996	549,000	1,025,000	476,000	53.6	274,000	173.7
1995	438,000	833,000	395,000	52.6	232,000	170.3
1993	370,000	743,000	373,000	49.8	206,000	181.1
1992	342,000	759,000	417,000	45.1	184,000	226.6

* - The covered payroll amounts approximate the employer payroll.
** - Revised actuarial assumptions

Pension Actuarial Valuation – While completing the January 1, 1998 Commonwealth actuarial valuation report, the Public Employee Retirement Administration Commission (PERAC) entered into an agreement to lease a new actuarial valuation system. The new system replaced a system that had been in place since the mid-1980's. During the testing and implementation of the new system, the January 1, 1998 valuation was rerun using the new software. The new system calculated an actuarial accrued liability of $28.6 billion as of January 1, 1998 that was 7% or $2.0 billion higher than originally reported. All actuarial assumptions used in the

calculations were unchanged. The Commonwealth believes there are several factors that account for the variance. The first factor is the reasonable inherent risk associated with using two different software applications; certain variations in the results of an actuarial valuation are expected when changing actuarial software. The second is the high number of calculations required in a valuation of this magnitude coupled with the allocation of plan liabilities between normal cost and accrued liability. The third factor is the old system and new system calculated retirement benefits differently as compared to ancillary benefits, which include death and disability benefits as well as benefits of employees who leave service. PERAC performed quality control checks on the data, and validated the software with six outside actuaries. All test results were within an acceptable actuarial range and the new software is being used to perform the valuation as of January 1, 2000.

The Commonwealth was financially responsible for the COLA granted to participants in the 104 retirement systems of cities, towns and counties in fiscal year 1997 and prior fiscal years. Chapter 17 of the Acts of 1997 effective for fiscal year 1998 transferred the responsibility for funding COLAs for separate (non-teacher) retirement systems of cities and towns to the respective system. Any future COLA granted by the Legislature to employees of these plans will be the responsibility of the individual system. The individual employer governments are also responsible for the basic pension benefits. The retirement systems are not administered by the Commonwealth and are not part of the reporting entity. The actuarial accrued liability for COLA as of January 1, 2000 was $803,000,000.

Contributions Required and Contributions Made – The retirement systems' funding policies have been established by Chapter 32 of the Massachusetts General Laws. The Legislature has the authority to amend these policies. The annuity portion of the SERS, TRS and SBRS retirement allowance is funded by employees, who contribute a percentage of their regular compensation – 5% for those hired before January 1, 1975, 7% for those hired from January 1, 1975, through December 31, 1983 and 8% for those hired on or after January 1, 1984, plus an additional 2% of compensation above $30,000 per year for those hired on or after January 1, 1979. Regular employees and state police hired after June 30, 1996 are required to contribute 9% and 12% respectively of their regular compensation plus an additional 2% of compensation above $30,000 per year. Costs of administering the plan are funded out of plan assets.

The Commonwealth's contribution for the pension benefit portion of the retirement allowance of SERS and TRS and required payments to cover SBRS and COLA contributions were originally established on a "pay-as-you-go" basis. As a result, amounts were appropriated each year to pay current benefits, without a systematic provision to fully fund future liabilities already incurred. Beginning in fiscal year 1988, the Commonwealth enacted the Pension Reform Act of 1987 and addressed the unfunded liability of SERS, TRS and its participation in SBRS and its COLA obligation. Chapter 32, Section 22C of General Laws enacted in 1998 calls for the payment of normal cost plus an amortization payment of UAL such that the UAL is reduced to zero by June 30, 2018.

This legislation also directs the Secretary of Administration and Finance to prepare a funding schedule to meet these requirements, and to update this funding schedule every three years on the basis of new actuarial valuation reports prepared under the Secretary's direction. Any such schedule is subject to legislative approval. If a schedule is not so approved, payments are to be made in accordance with the most recently approved schedule. The current legislatively approved funding schedule, a valuation as of January 1, 1999, was filed by the Secretary of Administration and Finance on March 1, 2000 has been deemed approved by the Legislature. Under the current schedule the amortization payments are designed to eliminate the unfunded liability by fiscal year 2018. Based on the previous funding schedule required contributions by the Commonwealth of $910,024,000 were made during the fiscal year ended June 30, 2000. Of this amount $124,494,000 represents payments for COLA granted to participants in retirement systems of cities, towns and counties.

GAAP requires that pension expenditures (costs) be based on an acceptable actuarial cost method and that they be not less than:

- Normal cost plus amortization of net pension obligation cost
- Interest and amortization on any unfunded prior service costs

The funding schedule discussed above follows an acceptable actuarial funding methodology to compute normal cost and the unfunded accrued actuarial liability.
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The following table presents the schedule of employer contributions (amounts in thousands):

Actuarial Valuation as of January 1	Annual Required Contribution (ARC)	Interest on NPO	Amortization of NPO	Pension Cost	Actual Contribution Made	Net Pension (Obligation) Asset (NPO)	% of ARC Contributed	% of Pension Cost Contributed
State Employees' Retirement System								
2000	$ 352,084	$ (108,400)	$ 107,190	$ 350,873	$ 367,000	$ 1,330,071	104 %	105 %
1999	319,454	(103,188)	98,556	314,822	378,000	1,313,944	118	120
1998	261,255	(83,446)	77,180	254,989	494,289	1,250,766	189	194
1997	246,037	(65,478)	41,889	222,448	463,590	1,011,466	188	208
1996	232,158	(46,918)	29,523	214,763	433,114	770,324	187	202
1995	249,640	(31,639)	19,614	237,615	417,361	551,973	167	176
1994	266,564	(18,448)	9,152	257,268	398,900	372,227	150	155
1993	243,587	(5,539)	2,694	240,742	402,100	230,595	165	167
1992	252,687	136	(65)	252,758	323,700	69,237	128	128
1991	282,682	2,335	(1,094)	283,923	311,400	(1,705)	110	110
Teachers' Retirement System								
2000	480,873	(79,487)	78,599	479,985	468,000	951,489	97	98
1999	373,777	(70,312)	67,155	370,620	481,826	963,474	129	130
1998	315,474	(59,126)	54,686	311,034	446,619	852,267	142	144
1997	245,426	(44,832)	28,681	229,275	418,519	716,682	171	183
1996	232,403	(30,311)	19,073	221,165	392,003	527,439	169	177
1995	277,343	(24,002)	14,880	268,221	342,441	356,601	123	128
1994	247,460	(15,975)	7,925	239,410	322,100	282,381	130	135
1993	225,838	(9,946)	4,837	220,729	296,100	199,691	131	134
1992	223,041	(4,996)	2,384	220,429	282,300	124,320	127	128
1991	249,436	(3,452)	1,617	247,601	266,900	62,449	107	108
State-Boston Retirement System								
2000	58,266	448	(443)	58,271	45,000	18,697	77	77
1999	53,453	(989)	944	53,409	36,000	5,426	67	67
1998	48,795	(2,114)	1,995	48,636	35,000	11,983	72	72
1997	34,621	(2,082)	1,332	33,871	35,000	25,619	101	103
1996	32,908	(1,860)	1,171	32,219	34,822	24,490	106	108
1995	28,168	(1,816)	1,126	27,478	28,000	21,887	99	102
1994	22,448	(1,216)	603	21,835	28,000	21,365	125	128
1993	20,463	(650)	316	20,129	27,200	15,200	133	135
1992	26,530	(634)	303	26,199	26,400	8,129	100	101
1991	23,149	(413)	193	22,929	25,700	7,928	111	112

The total contributions required for SERS, TRS and SBRS are based on the entry age normal cost method using the same actuarial assumptions used to compute the net pension obligation.

Post-retirement Health Care and Life Insurance Benefits – In addition to providing pension benefits, under Chapter 32A of the Massachusetts General Laws, the Commonwealth is required to provide certain health care and life insurance benefits for retired employees of the Commonwealth, housing authorities, redevelopment authorities, and certain other governmental agencies. Substantially all of the Commonwealth's employees may become eligible for these benefits if they reach retirement age while working for the Commonwealth. Eligible retirees are required to contribute a specified percentage of the health care benefit costs which is comparable to contributions required from employees. The Commonwealth is reimbursed for the cost of benefits to retirees of the eligible authorities and non-state agencies. The Commonwealth recognizes its share of the costs of providing these benefits when paid. These payments totaled approximately $198,746,000 for the fiscal year ended June 30, 2000. There are approximately 45,700 participants eligible to receive benefits at June 30, 2000.

12. COMMITMENTS

Under Chapter 161B of the General Laws, the Commonwealth has been obligated to provide annual subsidies to certain regional transit authorities for contract assistance, debt service assistance and their net cost of service deficiencies. The Commonwealth recovers a portion of these payments through assessments to the cities and towns served. During fiscal year 2000, net expenditures were $40,192,000. In addition, for FY01, the Commonwealth appropriated $41,196,000 to the regional transit authorities to cover net costs of service for the calendar year ended December 31, 1999.

The Commonwealth was also obligated to provide contract assistance to the MBTA until June 30, 2000. Such assistance totaled $277,951,019 through fiscal year 2000. The Commonwealth will continue to guarantee MBTA debt outstanding at June 30, 2000, which totaled $3,602,360,000, but will no longer provide contract assistance.

The MBTA's forward funding legislation provides for the MBTA to issue general obligation, revenue or other debt secured by a pledge or conveyance of all or a portion of revenues, receipts or other assets or funds of the MBTA. This debt is not backed by the full faith and credit of the Commonwealth. Finally, the MBTA will not receive any principal or interest subsidies from the Commonwealth for the repayment of either the prior debt or new debt of the MBTA beyond the pledged revenues discussed in note two.

In addition to the MBTA, the Commonwealth guarantees debt of a number of Public Authorities. At June 30, 2000, the aggregate outstanding debt for which the Commonwealth is obligated to provide contract assistance support totaled approximately $291,299,000 long-term and $77,012,000 short-term.

In addition, the Commonwealth guarantees the debt of certain local governments and public higher education building authorities but does not provide contract assistance. The guaranteed long-term debt outstanding at June 30, 2000 was approximately $212,451,000.

On June 1, 2000 the Town of Foxborough, acting by and through the Foxborough Industrial Development Financing Authority, issued $69,810,000 of its Foxboro Stadium Infrastructure Improvement Bonds payable from Commonwealth contract assistance. The bonds are Commonwealth supported debt.

At June 30, 2000, the Commonwealth had commitments of approximately $1,845,373,000 related to ongoing construction projects. The majority relate to construction funding for the Central Artery/Tunnel Project. The Central Artery/Tunnel Project continues to anticipate federal participation and payments from the Massachusetts Turnpike Authority (MTA) and the Massachusetts Port Authority (MassPort).

On August 17, 2000, the Route 3 North Transportation Improvements Association issued its Commonwealth of Massachusetts Lease Revenue Bonds, Series 2000, in the aggregate principal amount of $394,305,000, payable from lease payments to be appropriated annually by the Commonwealth through fiscal 2033. The bonds are an indirect obligation of the Commonwealth.

Saltonstall Building **-** On July 19, 2000, after reviewing proposals received from various development teams to redevelop the Saltonstall State Office Building, the Governor filed legislation that would authorize the Massachusetts Development Finance Agency (MDFA) to undertake the redevelopment. The provisions of the Governor's bill were added to the bond authorization legislation approved August 10, 2000 relating to preservation and management of the Commonwealth's real property assets. Under the provisions relating to the

Saltonstall Building, the building is to be leased by the MDFA for a lease term of up to 50 years, with extension terms permitted for an aggregate of 30 more years). The MDFA will renovate the building and lease half of it back to the Commonwealth for office space and related parking (for a comparable lease term). The remainder of the building is to be redeveloped as private office space, as well as private housing units and retail establishments.

Central Artery / Tunnel Project – The Central Artery / Tunnel Project is the largest single component of the Commonwealth's capital program. During fiscal 2000, the MTA, manager of the Central Artery / Tunnel Project filed various financial plan updates with the Federal Highway Administration. As of the finance plan filed as of October 1, 2000, the current cost estimate for the project, is $14.075 billion, which includes a maximum obligation of $8.549 billion from the federal government. The finance plan is currently under review.

In connection with the Central Artery / Tunnel Project, on May 8, 2000, the State Treasurer's office was advised that the staff of the Securities and Exchange Commission (SEC) is conducting a formal investigation in the matter of "Certain Municipal Securities/Massachusetts Central Artery (B-1610.)" This is pursuant to a formal order of private investigation issued by the SEC. The attorneys on behalf of the Commonwealth believe that the likelihood of loss by the Commonwealth is remote.

During fiscal year 2000, the Commonwealth received payments from MTA and MassPort pursuant to three separate memoranda of understandings dated September 12, 1997 and August 13, 1998 and February 19, 1999 respectively. The MTA and MassPort made payments to the Commonwealth to finance portion of the Central Artery/Tunnel Project in the amount of $100,000,000 and $52,438,000 respectively.

The remaining future payments are as follows:
(Amounts in thousands)

Fiscal Year	MTA	MassPort
2001	$ 204,000	$ 65,000
2002	-	-
2003	-	105,000
2004	-	50,000
2005	-	50,000
2006	-	-
Total	$ 204,000	$ 270,000

13. CONTINGENCIES

A number of lawsuits are pending or threatened against the Commonwealth, which arise from the ordinary course of operations. These include claims for property damage and personal injury, breaches of contract, condemnation proceedings and other alleged violations of law. For those cases in which it is probable that a loss will be incurred and the amount of the potential judgment can be reasonably estimated or a settlement or judgment has been reached but not paid, the Attorney General estimates the liability to be approximately $32,000,000 to be paid during FY01. No accrual has been made for this amount in the combined financial statements – statutory basis.

Under the statutory basis of accounting, workers' compensation costs are recognized when claims are presented and paid. The Commonwealth's outstanding liability for such claims at June 30, 2000, is estimated to be $255,100,000, of which approximately $36,100,000 is expected to be paid during fiscal year 2001. No accrual has been made for these amounts in the combined financial statements – statutory basis.

The Commonwealth receives significant financial assistance from the federal government. Entitlement to these resources is generally contingent upon compliance with terms and conditions of the grant or reimbursement agreements and with applicable federal regulations, including the expenditure of the resources for eligible purposes. Substantially all federal financial assistance is subject to financial and compliance audits. Any disallowances become liabilities of the fund which received the assistance. At June 30, 2000, the Commonwealth estimated that liabilities, if any, which may result from such audits are not material.

Chapter 200A of the Massachusetts General Laws, the Commonwealth's Abandoned Property Law, requires deposit of certain unclaimed assets into a managed Fiduciary Fund. These unclaimed assets, less $6,549,000, which is expected to be reclaimed and paid in fiscal year 2001, are to be remitted to the General Fund each June 30, where it is included as miscellaneous revenue. Amounts remitted during fiscal year 2000 totaled approximately $60,406,000. Since inception, approximately $882,022,000 has been remitted. A portion of this amount represents a contingency, because claims for refunds can be made by the owners of the property.

14. NON-TAX REVENUE INITIATIVES

Chapter 653, Acts of 1989, amended Chapter 29 of the Massachusetts General Laws by adding Sections 29D and 29E, which authorize certain non-tax revenue initiatives and require reporting thereon, as follows.

Debt Collection Pursuant to Massachusetts General Laws Chapter 29, Section 29D, Chapter 7A Section 8, allows private debt collection agencies to engage in debt collection for the Commonwealth. The fees paid are contingency based from the proceeds collected. Collections and fees paid during fiscal year 2000 were:

Department Collectors	Collections	Fees
Allen Daniel Associates	$ 85,240	$ 13,957
Collection Company of America	309,302	71,048
Gragil Associates	76,558	18,316
OSI	552,439	134,037
Walker Associates	483,917	70,566
Windham Professionals	1,006,950	613,912
Total	$ 2,514,406	$ 921,836

Under a similar program for the Commonwealth's public institutions of higher education, the following amounts were collected and fees paid:

Department Collectors	Collections	Fees
Allen Daniel Associates	$ 810,445	$ 137,645
Collection Company of America	2,733,050	701,019
Glenn Associates	484,541	97,076
Gragil Associates	6,482	1,818
NCO	4,117	587
OSI	624,608	145,821
Windham Professionals	212,265	38,557
Total	$ 4,875,508	$ 1,122,523

Revenue Maximization – Pursuant to Massachusetts General Law Chapter 29 Section 29E and Chapter 127 Section 230 of the fiscal year 2000 Budget, contractors were engaged on a contingent fee basis to assist several of the Commonwealth's departments in the identification and collection of federal and other revenues. During fiscal year 2000, approximately $117,884,790 was collected through such efforts. After contractor programs and fees of $22,556,053 were paid on a contingent basis, the Commonwealth received approximately $95,328,737.

Revenue Optimization – Pursuant to Massachusetts General Law Chapter 29 Section 29E and Chapter 127 Section 230 of the fiscal year 2000 Budget, contractors were engaged on a contingent fee basis to assist several of the Commonwealth's departments in the identification and collection of federal and other revenues. During fiscal year 2000, approximately $23,089,000 was collected through such efforts. After contractor payments of $72,000, department incentives of $2,500,000, and fund splits of $552,000, the Commonwealth had a net revenue of $19,964,000 to the General Fund.

Cost Avoidance – Pursuant to Chapter 127 of Section 233 of the fiscal year 2000 Budget, the Comptroller's Office is authorized to engage vendors for the purpose of identification and pursuit of cost savings/avoidance opportunities. For fiscal year 2000 there was one department engaged in a Section 233 procurement/project. In fiscal year 2000, estimated total cost avoidance based on actuarial calculations was approximately $81,768,000 and fees paid to outside consultants were $2,453,000. The Commonwealth had a savings of $79,315,000.

Utility Audits – Massachusetts General Law, Chapter 20 Section 29G, authorizes the Department of Procurement and General Services to solicit services and enter into contingent contracts on behalf of governmental entities for the potential of recoupment of overcharges associated with utility expenses. During fiscal year 2000, approximately $55,346 was recouped and $27,289 was paid or payable to the Cost Control Associates and the Utility Management Group, resulting in a net benefit to the Commonwealth of approximately $28,057. As of June 30, 2000, there were seven reviews for municipalities that have taken advantage of the master service agreement negotiated by Procurement and General Services.

15. SUBSEQUENT EVENTS

County **-** Subsequent to year-end, one additional county was abolished. The county of Berkshire was transferred on July 1, 2000. The Commonwealth will include in its audited financial statements the financial activity of abolished counties in the fiscal year the actual transfers occur.

Combining and Individual Fund Financial Statements - Statutory Basis

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Individual Budgeted Funds

GENERAL FUND:

The General Fund is the Commonwealth's primary Governmental Fund. All governmental activities not specifically directed to another fund are accounted for in the General Fund. As a result, most budgeted expenditures of the Executive secretariats, the Legislature, constitutional offices, Judiciary, institutions of higher education and independent commissions are paid for from the General Fund. It similarly receives a significant portion of sales, individual income and corporate taxes, and the full amount of most other governmental taxes.

HIGHWAY FUND:

The Highway Fund accounts for highway user taxes including the gas tax and fees; used to finance highway maintenance and safety services, and provide matching funds for federally sponsored highway projects as required.

Infrastructure Fund (Subfund of Highway Fund) details specific components of revenue and expenditure related to the Highway Fund segregated per instructions in Section 2 O of Chapter 29 of the General Laws.

LOCAL AID FUND:

The Local Aid Fund accounts for revenue from sales, income, and other corporate taxes and lottery profits, which have been earmarked for distribution to cities and towns or are used to finance programs that benefit local communities.

COMMONWEALTH STABILIZATION FUND:

The Commonwealth Stabilization Fund accounts for amounts calculated in accordance with state finance law and maintain a reserve to enhance the Commonwealth's fiscal stability.

ADMINISTRATIVE CONTROL FUNDS:

To account for the revenues generated by certain administrative functions of government, for which the Legislature has required that separate funds be established.

Tax Reduction Fund accounts for the maintenance of a reserve which shall be used only to reduce personal income taxes.

Intragovernmental Service Fund accounts for the charges of any state agency for services provided by another state agency, for example, charges levied by the public employee retirement administration for worker's compensation chargeback.

Revenue Maximization Fund accounts for increased collections as a result of special initiatives; these revenues become available for expenditure by the various state agencies.

Collective Bargaining Reserve Fund accounts for transfers from the general fund which may be used to fund negotiated contracts for state employees.

Transitional Escrow Fund accounts for funds set aside to be held until December 31, 1999 as a reserve per section 46 of Chapter 68 of the Acts of 1999.

Tax Exemption Escrow Trust Fund accounts for a reserve to partly fund the permanent personal income tax cuts enacted by Chapter 175 of the Acts of 1998.

ENVIRONMENTAL FUNDS:

These funds account for a variety of revenues, which finance programs to preserve, protect and enhance the environment.

Natural Heritage and Endangered Species Fund accounts for revenues from public and private sources and/or the federal government as reimbursements, grants, donations or other receipts; used to acquire by purchase, lease, easement or license land critical to nongame wildlife and endangered species for purposes of protecting and enhancing nongame wildlife.

Mosquito and Greenhead Fly Control Fund accounts for assessments to cities and towns of various mosquito control districts; appropriated to support activities designed to control mosquitoes and/or greenhead flies.

Inland Fisheries and Game Fund accounts for revenues from license and permit fees for inland fishing, hunting, trapping, and sporting licenses and revenue producing stamps or the sales of land, rights and properties, gifts, interest, and federal grant reimbursements; used for developing, maintaining and operating the division of fisheries.

Environmental Challenge Fund accounts for inappropriate disposal of hazardous waste and other environmental infractions; used for cleanup, control or response actions for oil and hazardous materials, and to reduce the production of hazardous waste.

Toxic Use Reduction Fund accounts for the fees, penalties, and other financial charges collected by the Toxic Use Reduction Institute including grants or gifts collected. Appropriations are for the specific purpose of cleaning up and reducing toxic waste.

Clean Environment Fund accounts for programs for recycling compost, solid waste source reduction and other environmental programs which are financed through unclaimed bottle deposits escheated to the Commonwealth.

Environmental Permitting and Compliance Assurance Fund accounts for revenues from the issuance of permits for the removal of hazardous materials and certain other fees; used to fund the cost of monitoring, discharge sampling and analysis, inspection, technical assistance, and enforcement activities necessary to ensure compliance by persons holding permits.

Underground Storage Tank Petroleum Product Cleanup Fund accounts for fees, penalties, grants, gifts or other contributions used to provide reimbursements for cleanup and other expenditures incurred as a result of damage caused by underground storage tanks and systems.

Environmental Law Enforcement Fund accounts for revenues from certain gas taxes, grants, and revenue from law enforcement coverage details throughout the Commonwealth; used for operating the division of law enforcement.

Public Access Fund accounts for revenues from certain gas taxes and federal reimbursements; used for the cost of acquisition, construction, maintenance operation and improvement of public access to state waterways.

Harbors and Inland Waters Maintenance Fund accounts for certain gas taxes, fines, permits and federal reimbursements used for maintenance, dredging and cleaning of harbors, inland waters and great ponds.

Marine Fisheries Fund accounts for revenues from certain gas taxes, licenses, and fees; used to manage the division of marine fisheries.

Watershed Management Fund accounts for revenues from the sale of wood products harvested on watershed lands, and assessments from the Massachusetts Water Resource Authority; used to maintain and operate the MDC Watershed Division.

Low Level Radioactive Waste Management Fund accounts for assessments on persons licensed or registered to receive, possess, use, transfer or acquire radioactive material; used for the expenses of the Low Level Radioactive Waste Management Board to carry out its duties.

Asbestos Cost Recovery Fund accounts for revenues from court judgments/settlements relative to the removal of asbestos; used for operations, maintenance, encapsulation and removal of asbestos.

Clean Air Act Compliance Fund accounts for revenues from permit applications and grants; used for the implementation, administration, monitoring and analysis of permitting compliance and enforcement of technical assistance programs.

Solid Waste Disposal Fund accounts for monies received relative to solid waste disposal including assessments from cities and towns to be appropriated for the purpose of management, maintenance and operation of solid waste disposal facilities.

Second Century Fund accounts for fees or charges for use of the Commonwealth's system of parks, forests or other natural resources subject to the oversight of the department of environmental management pursuant to section two of chapter twenty-one; and expenditure for the enhancement, improvement and maintenance of forest and parks systems.

Safe Drinking Water Fund accounts for drinking water assessments to end suppliers engaged in the distribution of water and used for the administration of monitoring federal safe drinking water act.

OTHER FUNDS:

To account for a variety of miscellaneous taxes, fees, fines and other revenues which are restricted to the financing of specific Commonwealth programs.

Child Support Penalty Fee Fund accounts for penalties, fees or interest assessed by IV-D agency to establish the enforcement of child support authorized under Title IV of the Social Security Act.

Workforce Training Fund accounts for revenues from new unemployment surcharge of .075% of unemployment taxable wages on employers; to provide grants to employers and labor groups to provide education and training to new and existing employees.

Brownfields Revitalization Fund accounts for transfers from General Fund and related interest or investment earnings; amount appropriated for financial assistance to project sites located within Federal Empowerment Zones or Enterprise communities.

Firearms Records Keeping Fund accounts for revenues from firearms registration fees for the purpose of implementing, enhancing and maintaining a state firearms information system.

Clean Election Fund accounts for revenues from the voluntary tax return check off on personal tax returns; for the purpose of payment to eligible candidates for public financing of campaigns for statewide elective office.

Tobacco Settlement Fund accounts for the transfer of all designated schedule of payments received by the Commonwealth pursuant to the Master Tobacco Settlement; amounts appropriated for funding health related services and programs intended to control or reduce the use of tobacco in the Commonwealth.

Antitrust Law Enforcement Fund accounts for fines, penalties received and expenses paid related to actions brought by the Attorney General in connection with antitrust actions.

Victim and Witness Assistance Fund accounts for assessments imposed on individuals convicted of crimes; used to make grants to District Attorney's Offices and the Parole Board for programs serving crime victims and witnesses.

Intercity Bus Capital Assistance Fund accounts for the acquisition of vehicles for inter-city transportation and the revenues and costs associated with their operation.

Motorcycle Safety Fund accounts for motorcycle registration fees collected to administer motorcycle safety programs.

Drug Analysis Fund accounts for certain revenues received by the courts resulting from fines; used for the cost of analysis of controlled substances.

Trust Fund for the Head Injury Treatment Services Fund accounts for revenues from a surcharge on fines resulting from DUI convictions; funds the Massachusetts Rehabilitation Commission's statewide head injury program to develop and maintain non-residential rehabilitation services for head injured persons.

Massachusetts Tourism Fund accounts for revenues received from hotel taxes; used to fund the Office of Travel and Tourism promotions and the Massachusetts Convention Center Authority.

Ponkapoag Recreational Fund accounts for a portion of golf course revenues; used for the capital improvement, purchase of equipment, and maintenance of the golf course.

Leo J. Martin Recreation Fund accounts for a portion of golf course revenues; used for the capital improvement, purchase of equipment and maintenance of the golf course.

Division of Insurance Fund accounts for revenues collected from agent licenses used to fund the cost related to accreditation from the National Association of Insurance Commissioners.

Health Protection Fund accounts for a portion of the cigarette tax, penalties, forfeitures, interest, settlements of lawsuits and fines collected in connection with sales of cigarettes; used to supplement existing funding for school health education programs, workplace and community smoking prevention and cessation programs, public service advertising, and for support of community health centers and their programs of prenatal and maternal care.

State Building Management Fund accounts for revenue rentals and commissions, such as parking fees and expenditures for the maintenance and operation of the Massachusetts Information Technology Center, the Springfield State Office Building, the State Transportation Building and other facilities.

Reggie Lewis Track and Athletic Center Fund accounts for revenues from user fees, concession stand commissions and other fees; used for equipment repair, maintenance and nonpayroll operating expenses.

Assisted Living Administration Fund accounts for certification fees; used for operating expenses associated with the regulation of Elder Affairs Assisted Living.

Commonwealth Economic Development Fund accounts for monies transferred from the federal loan interest fund; used to promote employee and worker training, education and the general economic development of the Commonwealth.

Commonwealth Cost Relief Fund accounts for transfers from other funds; used for subsidies and other assistance for water pollution abatement projects, mitigation of sewer rate increases, and for extraordinary expenditures of the Commonwealth.

Children's and Senior's Health Fund accounts for a portion of the cigarette and smokeless tobacco tax, inventory tax and related investment income; to be appropriated for the provision of medical benefits to expansion beneficiaries and a five year pilot program of pharmacy assistance.

Diversity Awareness Education Trust Fund accounts for fines and related interest or investment earnings from the trial courts from assault and battery cases with the intent to intimidate based on race, color, religion, sexual orientation, nationality or disability; to be appropriated for the purpose of developing and maintaining diversity awareness educational programs and courses for persons convicted of such crimes.

Child Care Fund accounts for monies transferred from Transitional Aid to Needy Families Fund; used for the administration of child care programs under the Office of Child Care Services.

Transitional Aid to Needy Families Fund accounts for all federal revenues and reimbursements received by the Commonwealth pursuant to the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, effectively ending Aid to Families with Dependent Children (AFDC) and replacing it with Transitional Aid to Needy Families (TANF) block grants.

Social Services Program Fund accounts for monies transferred from Transitional Aid to Needy Families Fund, used for the operation of the Department of Social Services.

Local Consumer Inspection Fund accounts for all amounts generated from item pricing fines, appropriated to provide financial assistance to eligible local or regional agencies.

Caseload Increase Mitigation Fund accounts for revenues or other financing sources directed by budget to be appropriated for increased costs due to excessive welfare cases or to accomodate for fluctuations in federal funding for the Department of Transitional Assistance.

Boston Convention and Exhibition Center Fund accounts for surcharges imposed on tourist tickets, such as cruise and for any land-based sightseeing located in the Commonwealth to finance the construction of a new Boston Convention Center.

Voting Equipment Loan Fund accounts for transfers from General Fund; loans to municipalities to replace punch card voting systems which shall be repaid to the Commonwealth no later than ten years after such loan is made.

The following funds were closed in fiscal 1999:

Re-Employment and Job Placement Fund accounts for the excise on employer contributions and activities authorized under Title III and Title IX of the Social Security Act and Title V of the Job Training Partnership Act.

Health Care Access Fund accounts for a portion of the cigarette tax fees assessed from certain programs, and federal reimbursements associated with the uncompensated care pool; used for establishing a program of preventive pediatric health care services, universal immunizations and managed care community health centers.

The following funds have been enacted in legislation but are inactive for fiscal 2000:

Rate Payer Parity Trust Fund accounts for all personal and corporate tax revenues attributable to the sale of assets relative to electric companies and penalties and fees collected for the purpose of providing extraordinary assistance in achieving the required electricity rate reduction.

Danvers State Hospital Reuse accounts for first $100,000 proceeds of sale, lease or other disposition of the Danvers State Hospital Disposition sites and is available for the needs of mental health clients formerly served by the Danvers State Hospital.

University of Massachusetts Lowell Wannalancit Complex Building Management Fund (inactive) accounts for revenues from leasing, operation, granting of concession or other use of the Wannalancit Complex; used to meet obligations related to operation and ownership of the complex .

Budgeted Funds
Combining Balance Sheet - Statutory Basis

June 30, 2000 and 1999
(Amounts in thousands)

	General	Highway	Local Aid
ASSETS			
Cash and short-term investments	$ 743,032	$ 36,064	$ 239,349
Cash with fiscal agent	-	26,060	-
Advances to related entity	-	-	-
Receivables, net of allowance for uncollectibles:			
Taxes	3,021	-	-
Due from federal government	132,939	-	-
Other receivables	10,077	-	-
Due from cities and towns	4,766	-	495
Due from other funds	-	141	-
Total assets	$ 893,835	$ 62,265	$ 239,844
LIABILITIES AND FUND BALANCES			
Liabilities:			
Deficiency in cash and short-term investments	$ -	$ -	$ -
Accounts payable	548,756	21,353	213,826
Accrued payroll	87,616	10,513	17,656
Total liabilities	636,372	31,866	231,482
Fund balances (deficits):			
Reserved for:			
Continuing appropriations	178,952	4,339	8,362
Commonwealth stabilization	-	-	-
Tax reduction	-	-	-
Transitional escrow	-	-	-
Debt service	-	26,060	-
Unreserved:			
Undesignated	78,511	-	-
Total fund balances (deficits)	257,463	30,399	8,362
Total liabilities and fund balances	$ 893,835	$ 62,265	$ 239,844

Commonwealth Stabilization	Administrative Control	Environmental	Other	Totals (Memorandum only) 2000	Totals (Memorandum only) 1999
$ 1,608,382	$ 25,828	$ -	$ 388,201	$ 3,040,856	$ 4,741,334
-	-	-	-	26,060	26,061
-	-	-	-	-	255,224
-	-	-	-	3,021	4,749
-	-	-	113,669	246,608	292,504
-	-	7,686	-	17,763	16,839
-	-	-	-	5,261	147,004
-	-	-	-	141	1,812
$ 1,608,382	$ 25,828	$ 7,686	$ 501,870	$ 3,339,710	$ 5,485,527
$ -	$ -	$ 31,626	$ -	$ 31,626	$ 2,592,112
-	13,190	14,541	92,803	904,469	742,560
-	243	1,960	186	118,174	38,394
-	13,433	48,127	92,989	1,054,269	3,373,066
-	5,192	3,760	51,861	252,466	212,166
1,608,382	-	-	-	1,608,382	1,388,523
-	7,203	-	-	7,203	6,818
-	-	-	-	-	92,000
-	-	-	-	26,060	26,061
-	-	(44,201)	357,020	391,330	386,893
1,608,382	12,395	(40,441)	408,881	2,285,441	2,112,461
$ 1,608,382	$ 25,828	$ 7,686	$ 501,870	$ 3,339,710	$ 5,485,527

Budgeted Funds

Combining Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis

Fiscal Years Ended June 30, 2000 and 1999
(Amounts in thousands)

	General	Highway	Local Aid	Commonwealth Stabilization
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 9,341,792	$ 558,135	$ 5,493,959	$ -
Assessments	76,109	10,851	-	-
Federal grants and reimbursements	2,807,999	535	-	-
Departmental	596,844	305,616	878	-
Miscellaneous	145,136	1,947	350	79,788
Total revenues	12,967,880	877,084	5,495,187	79,788
Other financing sources:				
Fringe benefit cost recovery	124,303	-	-	-
Lottery reimbursements	80,757	-	-	-
Lottery distributions	1,000	-	836,314	-
Transfer for MBTA contract assistance	154,430	-	-	-
MBTA forward funding transfer	612,750	-	-	-
Caseload mitigation	-	-	-	-
Tobacco settlement transfer	-	-	-	-
Operating transfers in	160,144	5,700	1,756	-
Collective bargaining reserve	54,168	-	-	-
Transfer for transitional escrow	-	50,000	-	25,200
Stabilization transfer	-	-	-	114,871
Fund deficit elimination	-	388,205	2,591,577	-
Federal reimbursement transfer in	-	2,431	-	-
Transfer for tax reduction	-	-	-	-
Total other financing sources	1,187,552	446,336	3,429,647	140,071
Total revenues and other financing sources	14,155,432	1,323,420	8,924,834	219,859
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Legislature	51,932	-	-	-
Judiciary	534,691	-	-	-
Inspector General	2,429	-	-	-
Governor and Lieutenant Governor	5,514	-	-	-
Secretary of the Commonwealth	40,419	-	-	-
Treasurer and Receiver-General	107,457	1,143	6,125	-
Auditor of the Commonwealth	14,141	-	733	-
Attorney General	26,048	12	804	-
Ethics Commission	711	-	714	-
District Attorney	64,046	-	-	-
Office of Campaign & Political Finance	443	-	444	-
Sheriff's Departments	172,162	267	166	-
Disabled Persons Protection Commission	1,558	-	-	-
Board of Library Commissioners	4,395	-	2,866	-
Comptroller	7,148	-	-	-
Administration and finance	914,861	6,764	149,640	-
Environmental affairs	65,716	27,101	31,800	-
Communities and development	99,686	-	35,618	-
Health and human services	3,283,867	-	1,573	-
Transportation and construction	991,819	232,416	134,213	-
Education	17,116	-	315,963	-
Higher education	976,409	-	-	-
Public safety	450,518	210,448	144,065	-
Economic development	11,247	-	800	-
Elder affairs	176,981	-	11,423	-
Consumer affairs	39,840	2,066	-	-
Labor	43,854	-	268	-
Direct local aid	1,372	43,467	4,629,103	-
Medicaid	3,850,824	-	-	-
Pension	381,509	66,970	536,914	-
Debt service:				
Principal retirement	411,742	198,762	60,487	-
Interest and fiscal charges	244,053	206,981	71,289	-
Total expenditures	12,994,508	996,397	6,135,008	-
Other financing uses:				
Fringe benefit cost assessment	-	-	-	-
Transfer for MBTA contract assistance	-	51,477	102,953	-
Operating transfers out	174,788	14,561	879	-
Sewer rate relief	-	-	50,323	-
Collective bargaining reserve	-	-	-	-
Caseload mitigation	1,508	-	-	-
Transfer for capital projects funds	78,977	50,000	-	-
Surplus transfer for capital projects	76,581	-	-	-
Stabilization transfer	68,923	-	45,948	-
Fund deficit elimination	2,979,782	-	-	-
Transfer for transitional escrow	-	-	-	-
Transfer for debt defeasance	500,000	-	-	-
Transfer for tax reduction	-	-	-	-
Total other financing uses	3,880,559	116,038	200,103	-
Total expenditures and other financing uses	16,875,067	1,112,435	6,335,111	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(2,719,635)	210,985	2,589,723	219,859
Fund balances (deficit) at beginning of year	2,977,098	(180,586)	(2,581,361)	1,388,523
Fund balances (deficit) at end of year	$ 257,463	$ 30,399	$ 8,362	$ 1,608,382

Administrative Control	Environmental	Other	Totals (Memorandum only) 2000	1999
$ -	$ 8,023	$ 286,707	$ 15,688,616	$ 14,291,463
-	22,114	-	109,074	264,295
22,600	5,077	809,339	3,645,550	3,442,929
98,658	52,150	42,242	1,096,388	1,073,427
385	32,267	10,006	269,879	217,002
121,643	119,631	1,148,294	20,809,507	19,289,116
-	-	-	124,303	121,376
-	-	-	80,757	75,949
-	-	-	837,314	809,095
-	-	-	154,430	135,343
-	-	-	612,750	-
-	-	22,091	22,091	3,461
-	-	83,597	83,597	-
7,837	512	93,952	269,901	406,866
-	-	-	54,168	86,000
-	-	-	75,200	92,000
-	-	-	114,871	165,622
-	-	-	2,979,782	-
-	-	-	2,431	2,345
-	-	-	-	379,818
7,837	512	199,640	5,411,595	2,277,875
129,480	120,143	1,347,934	26,221,102	21,566,991
-	-	-	51,932	51,259
13,154	-	-	547,845	507,599
-	-	-	2,429	2,136
-	-	-	5,514	5,368
125	-	-	40,544	31,765
-	6	750	115,481	113,392
-	-	-	14,874	13,826
-	98	1,045	28,007	26,585
-	-	-	1,425	1,383
-	-	8,105	72,151	69,675
-	-	-	887	753
-	-	74	172,669	129,703
-	-	-	1,558	1,500
-	-	-	7,261	7,194
470	-	-	7,618	7,517
85,189	21,248	58,808	1,236,510	1,124,289
950	91,717	1,073	218,357	210,226
3	-	2,791	138,098	136,304
23,428	-	665,025	3,973,893	3,792,766
476	49	1,100	1,360,073	821,690
47	-	24,050	357,176	286,715
17,150	1,776	697	996,032	929,849
13,099	163	6,495	824,788	845,285
-	-	23,404	35,451	56,291
-	-	1,356	189,760	170,407
15	-	4,372	46,293	43,339
17	-	11,461	55,600	44,449
-	-	-	4,673,942	4,310,169
-	-	419,166	4,269,990	3,856,453
-	910	-	986,303	990,211
-	-	12	671,003	658,018
-	-	3	522,326	515,797
154,123	115,967	1,229,787	21,625,790	19,761,913
1,171	12,531	10,214	23,916	23,309
-	-	-	154,430	135,343
23,018	4,504	3,852	221,602	307,335
-	-	3,591	53,914	53,914
54,168	-	-	54,168	86,000
-	-	20,583	22,091	3,461
-	-	-	128,977	118,638
-	-	-	76,581	110,414
-	-	-	114,871	165,622
-	-	-	2,979,782	-
92,000	-	-	92,000	92,000
-	-	-	500,000	408,889
-	-	-	-	379,818
170,357	17,035	38,240	4,422,332	1,884,743
324,480	133,002	1,268,027	26,048,122	21,646,656
(195,000)	(12,859)	79,907	172,980	(79,665)
207,395	(27,582)	328,974	2,112,461	2,192,126
$ 12,395	$ (40,441)	$ 408,881	$ 2,285,441	$ 2,112,461

Budgeted Funds

Combining Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis - Budget And Actual

Fiscal Year Ended June 30, 2000

(Amounts in thousands)

	General			Highway		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES AND OTHER FINANCING SOURCES						
Revenues:						
Taxes	$ 8,905,200	$ 9,341,792	$ 436,592	$ 546,400	$ 558,135	$ 11,735
Assessments	-	76,109	76,109	-	10,851	10,851
Federal grants and reimbursements	2,713,100	2,807,999	94,899	3,000	535	(2,465)
Departmental	870,200	596,844	(273,356)	262,100	305,616	43,516
Miscellaneous	-	145,136	145,136	-	1,947	1,947
Total revenues	12,488,500	12,967,880	479,380	811,500	877,084	65,584
Other financing sources:						
Fringe benefit cost recovery	-	124,303	124,303	-	-	-
Lottery reimbursements	87,012	80,757	(6,255)	-	-	-
Lottery distributions	1,000	1,000	-	-	-	-
Transfer for MBTA contract assistance	-	154,430	154,430	-	-	-
MBTA forward funding transfer	-	612,750	612,750	-	-	-
Caseload mitigation	-	-	-	-	-	-
Tobacco settlement transfer	-	-	-	-	-	-
Operating transfers in	207,788	160,144	(47,644)	-	5,700	5,700
Collective bargaining reserve	-	54,168	54,168	-	-	-
Transfer for transitional escrow	-	-	-	50,000	50,000	-
Stabilization transfer	-	-	-	-	-	-
Fund deficit elimination	-	-	-	-	388,205	388,205
Federal reimbursement transfer in	-	-	-	-	2,431	2,431
Total other financing sources	295,800	1,187,552	891,752	50,000	446,336	396,336
Total revenues and other financing sources	12,784,300	14,155,432	1,371,132	861,500	1,323,420	461,920
EXPENDITURES AND OTHER FINANCING USES						
Expenditures:						
Legislature	76,422	51,932	24,490	-	-	-
Judiciary	545,742	534,691	11,051	-	-	-
Inspector General	2,435	2,429	6	-	-	-
Governor and Lieutenant Governor	6,115	5,514	601	-	-	-
Secretary of the Commonwealth	41,533	40,419	1,114	-	-	-
Treasurer and Receiver-General	148,937	107,457	41,480	1,190	1,143	47
Auditor of the Commonwealth	14,182	14,141	41	-	-	-
Attorney General	29,322	26,048	3,274	13	12	1
Ethics Commission	749	711	38	-	-	-
District Attorney	64,609	64,046	563	-	-	-
Office of Campaign & Political Finance	445	443	2	-	-	-
Sheriff's departments	177,931	172,162	5,769	285	267	18
Disabled Persons Protection Commission	1,600	1,558	42	-	-	-
Board of Library Commissioners	4,395	4,395	-	-	-	-
Comptroller	7,175	7,148	27	-	-	-
Administration and finance	1,011,123	914,861	96,262	11,362	6,764	4,598
Environmental affairs	82,297	65,716	16,581	28,078	27,101	977
Communities and development	117,523	99,686	17,837	-	-	-
Health and human services	3,375,187	3,283,867	91,320	-	-	-
Transportation and construction	993,863	991,819	2,044	235,574	232,416	3,158
Education	19,037	17,116	1,921	-	-	-
Higher education	989,555	976,409	13,146	-	-	-
Public safety	469,383	450,518	18,865	214,802	210,448	4,354
Economic development	13,055	11,247	1,808	-	-	-
Elder affairs	185,029	176,981	8,048	-	-	-
Consumer affairs	41,900	39,840	2,060	2,389	2,066	323
Labor	49,637	43,854	5,783	-	-	-
Direct local aid	1,480	1,372	108	43,472	43,467	5
Medicaid	3,857,248	3,850,824	6,424	-	-	-
Pension	382,389	381,509	880	67,161	66,970	191
Debt service:						
Principal retirement	414,832	411,742	3,090	200,253	198,762	1,491
Interest and fiscal charges	246,852	244,053	2,799	208,534	206,981	1,553
Total expenditures	13,371,982	12,994,508	377,474	1,013,113	996,397	16,716
Other financing uses:						
Fringe benefit cost assessment	-	-	-	-	-	-
Transfer for MBTA contract assistance	-	-	-	51,477	51,477	-
Operating transfers out	174,788	174,788	-	14,561	14,561	-
Sewer rate relief	-	-	-	-	-	-
Collective bargaining reserve	-	-	-	-	-	-
Caseload mitigation	1,508	1,508	-	-	-	-
Transfer for capital projects funds	78,977	78,977	-	50,000	50,000	-
Surplus transfer for capital projects	-	76,581	(76,581)	-	-	-
Stabilization transfer	-	68,923	(68,923)	-	-	-
Fund deficit elimination	-	2,979,782	(2,979,782)	-	-	-
Transfer for transitional escrow	-	-	-	-	-	-
Transfer for debt defeasance	250,000	500,000	(250,000)	-	-	-
Total other financing uses	505,273	3,880,559	(3,375,286)	116,038	116,038	-
Total expenditures and other financing uses	13,877,255	16,875,067	(2,997,812)	1,129,151	1,112,435	16,716
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,092,955)	(2,719,635)	(1,626,680)	(267,651)	210,985	478,636
Fund balances (deficit) at beginning of year	2,977,098	2,977,098	-	(180,586)	(180,586)	-
Fund balances (deficit) at end of year	$ 1,884,143	$ 257,463	$ (1,626,680)	$ (448,237)	$ 30,399	$ 478,636

Local Aid			Commonwealth Stabilization			Administrative Control		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
$ 5,071,900	$ 5,493,959	$ 422,059	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	22,600	22,600
6,300	878	(5,422)	-	-	-	4,793	98,658	93,865
-	350	350	68,220	79,788	11,568	-	385	385
5,078,200	5,495,187	416,987	68,220	79,788	11,568	4,793	121,643	116,850
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
694,100	836,314	142,214	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	1,756	1,756	-	-	-	-	7,837	7,837
-	-	-	-	-	-	-	-	-
-	-	-	-	25,200	25,200	-	-	-
-	-	-	-	114,871	114,871	-	-	-
-	2,591,577	2,591,577	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
694,100	3,429,647	2,735,547	-	140,071	140,071	-	7,837	7,837
5,772,300	8,924,834	3,152,534	68,220	219,859	151,639	4,793	129,480	124,687
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	13,154	13,154	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	125	125	-
6,453	6,125	328	-	-	-	-	-	-
736	733	3	-	-	-	-	-	-
810	804	6	-	-	-	-	-	-
752	714	38	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
446	444	2	-	-	-	-	-	-
1,384	166	1,218	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
2,866	2,866	-	-	-	-	-	-	-
-	-	-	-	-	-	471	470	1
161,344	149,640	11,704	-	-	-	102,163	85,189	16,974
32,516	31,800	716	-	-	-	990	950	40
36,199	35,618	581	-	-	-	3	3	-
1,605	1,573	32	-	-	-	24,541	23,428	1,113
136,067	134,213	1,854	-	-	-	486	476	10
333,587	315,963	17,624	-	-	-	47	47	-
-	-	-	-	-	-	17,150	17,150	-
145,246	144,065	1,181	-	-	-	13,165	13,099	66
800	800	-	-	-	-	-	-	-
11,580	11,423	157	-	-	-	-	-	-
-	-	-	-	-	-	15	15	-
268	268	-	-	-	-	17	17	-
4,641,537	4,629,103	12,434	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
536,914	536,914	-	-	-	-	-	-	-
60,961	60,487	474		-		-	-	-
71,796	71,289	507	-	-	-	-	-	-
6,183,867	6,135,008	48,859	-	-	-	172,327	154,123	18,204
-	-	-	-	-	-	-	1,171	(1,171)
102,953	102,953	-	-	-	-	-	-	-
879	879	-	-	-	-	23,018	23,018	-
50,323	50,323	-	-	-	-	-	-	-
-	-	-	-	-	-	54,168	54,168	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	45,948	(45,948)	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	92,000	92,000	-
-	-	-	-	-	-	-	-	-
154,155	200,103	(45,948)	-	-	-	169,186	170,357	(1,171)
6,338,022	6,335,111	2,911	-	-	-	341,513	324,480	17,033
(565,724)	2,589,723	3,155,447	68,220	219,859	151,639	(336,720)	(195,000)	141,720
(2,581,361)	(2,581,361)	-	1,388,523	1,388,523	-	207,395	207,395	-
$ (3,147,085)	$ 8,362	$ 3,155,447	$ 1,456,743	$ 1,608,382	$ 151,639	$ (129,325)	$ 12,395	$ 141,720

Budgeted Funds

Combining Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis - Budget And Actual

Fiscal Year Ended June 30, 2000

(Amounts in thousands)

	Environmental			Other		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES AND OTHER FINANCING SOURCES						
Revenues:						
Taxes	$ 9,200	$ 8,023	$ (1,177)	$ 254,300	$ 286,707	$ 32,407
Assessments	23,426	22,114	(1,312)	-	-	-
Federal grants and reimbursements	3,774	5,077	1,303	876,226	809,339	(66,887)
Departmental	54,327	52,150	(2,177)	164,851	42,242	(122,609)
Miscellaneous	22,683	32,267	9,584	-	10,006	10,006
Total revenues	113,410	119,631	6,221	1,295,377	1,148,294	(147,083)
Other financing sources:						
Fringe benefit cost recovery	-	-	-	-	-	-
Lottery reimbursements	-	-	-	-	-	-
Lottery distributions	-	-	-	-	-	-
Transfer for MBTA contract assistance	-	-	-	-	-	-
MBTA forward funding transfer	-	-	-	-	-	-
Caseload mitigation	-	-	-	-	22,091	22,091
Tobacco settlement transfer	-	-	-	-	83,597	83,597
Operating transfers in	104	512	408	83,952	93,952	10,000
Collective bargaining reserve	-	-	-	-	-	-
Transfer for transitional escrow	-	-	-	-	-	-
Stabilization transfer	-	-	-	-	-	-
Fund deficit elimination	-	-	-	-	-	-
Federal reimbursement transfer in	-	-	-	-	-	-
Total other financing sources	104	512	408	83,952	199,640	115,688
Total revenues and other financing sources	113,514	120,143	6,629	1,379,329	1,347,934	(31,395)
EXPENDITURES AND OTHER FINANCING USES						
Expenditures:						
Legislature	-	-	-	-	-	-
Judiciary	-	-	-	-	-	-
Inspector General	-	-	-	-	-	-
Governor and Lieutenant Governor	-	-	-	-	-	-
Secretary of the Commonwealth	-	-	-	-	-	-
Treasurer and Receiver-General	6	6	-	845	750	95
Auditor of the Commonwealth	-	-	-	-	-	-
Attorney General	109	98	11	1,092	1,045	47
Ethics Commission	-	-	-	-	-	-
District Attorney	-	-	-	8,236	8,105	131
Office of Campaign & Political Finance	-	-	-	-	-	-
Sherriff's Departments	-	-	-	90	74	16
Disabled Persons Protection Commission	-	-	-	-	-	-
Board of Library Commissioners	-	-	-	-	-	-
Comptroller	-	-	-	-	-	-
Administration and finance	25,942	21,248	4,694	74,255	58,808	15,447
Environmental affairs	97,875	91,717	6,158	1,182	1,073	109
Communities and development	-	-	-	2,846	2,791	55
Health and human services	-	-	-	741,815	665,025	76,790
Transportation and construction	57	49	8	1,186	1,100	86
Education	-	-	-	24,619	24,050	569
Higher education	1,805	1,776	29	717	697	20
Public safety	164	163	1	6,626	6,495	131
Economic development	-	-	-	47,630	23,404	24,226
Elder affairs	-	-	-	1,619	1,356	263
Consumer affairs	-	-	-	5,064	4,372	692
Labor	-	-	-	26,327	11,461	14,866
Direct local aid	-	-	-	-	-	-
Medicaid	-	-	-	467,345	419,166	48,179
Pension	910	910	-	-	-	-
Debt service:						
Principal retirement	-	-	-	12	12	-
Interest and fiscal charges	-	-	-	3	3	-
Total expenditures	126,868	115,967	10,901	1,411,509	1,229,787	181,722
Other financing uses:						
Fringe benefit cost assessment	-	12,531	(12,531)	-	10,214	(10,214)
Transfer for MBTA contract assistance	-	-	-	-	-	-
Operating transfers out	4,504	4,504	-	3,852	3,852	-
Sewer rate relief	-	-	-	3,591	3,591	-
Collective bargaining reserve	-	-	-	-	-	-
Caseload mitigation	-	-	-	20,583	20,583	-
Transfer for capital projects funds	-	-	-	-	-	-
Surplus transfer for capital projects	-	-	-	-	-	-
Stabilization transfer	-	-	-	-	-	-
Fund deficit elimination	-	-	-	-	-	-
Transfer for transitional escrow	-	-	-	-	-	-
Transfer for debt defeasance	-	-	-	-	-	-
Total other financing uses	4,504	17,035	(12,531)	28,026	38,240	(10,214)
Total expenditures and other financing uses	131,372	133,002	(1,630)	1,439,535	1,268,027	171,508
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(17,858)	(12,859)	4,999	(60,206)	79,907	140,113
Fund balances (deficit) at beginning of year	(27,582)	(27,582)	-	328,974	328,974	-
Fund balances (deficit) at end of year	$ (45,440)	$ (40,441)	$ 4,999	$ 268,768	$ 408,881	$ 140,113

Totals (Memorandum only)		
Budget	Actual	Variance Favorable (Unfavorable)
$ 14,787,000	$ 15,688,616	$ 901,616
23,426	109,074	85,648
3,596,100	3,645,550	49,450
1,362,571	1,096,388	(266,183)
90,903	269,879	178,976
19,860,000	20,809,507	949,507
-	124,303	124,303
87,012	80,757	(6,255)
695,100	837,314	142,214
-	154,430	154,430
-	612,750	612,750
-	22,091	22,091
-	83,597	83,597
291,844	269,901	(21,943)
-	54,168	54,168
50,000	75,200	25,200
-	114,871	114,871
-	2,979,782	2,979,782
-	2,431	2,431
1,123,956	5,411,595	4,287,639
20,983,956	26,221,102	5,237,146
76,422	51,932	24,490
558,896	547,845	11,051
2,435	2,429	6
6,115	5,514	601
41,658	40,544	1,114
157,431	115,481	41,950
14,918	14,874	44
31,346	28,007	3,339
1,501	1,425	76
72,845	72,151	694
891	887	4
179,690	172,669	7,021
1,600	1,558	42
7,261	7,261	-
7,646	7,618	28
1,386,189	1,236,510	149,679
242,938	218,357	24,581
156,571	138,098	18,473
4,143,148	3,973,893	169,255
1,367,233	1,360,073	7,160
377,290	357,176	20,114
1,009,227	996,032	13,195
849,386	824,788	24,598
61,485	35,451	26,034
198,228	189,760	8,468
49,368	46,293	3,075
76,249	55,600	20,649
4,710,178	4,673,942	36,236
4,324,593	4,269,990	54,603
987,374	986,303	1,071
-		
676,058	671,003	5,055
527,185	522,326	4,859
22,303,355	21,625,790	677,565
-	23,916	(23,916)
154,430	154,430	-
221,602	221,602	-
53,914	53,914	-
54,168	54,168	-
22,091	22,091	-
128,977	128,977	-
-	76,581	(76,581)
-	114,871	(114,871)
-	2,979,782	(2,979,782)
92,000	92,000	-
250,000	500,000	(250,000)
977,182	4,422,332	(3,445,150)
23,280,537	26,048,122	(2,767,585)
(2,296,581)	172,980	2,469,561
2,112,461	2,112,461	-
$ (184,120)	$ 2,285,441	$ 2,469,561

General Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 743,032	$ 2,874,405
Advances to related entity	-	255,224
Receivables, net of allowance for uncollectibles:		
Taxes	3,021	4,749
Due from federal government	132,939	172,546
Other receivables	10,077	6,077
Due from cities and towns	4,766	146,509
Due from other funds	-	1,672
Total assets	$ 893,835	$ 3,461,182
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 548,756	$ 449,631
Accrued payroll	87,616	34,453
Total liabilities	636,372	484,084
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	178,952	94,851
Unreserved fund balance (deficit):		
Undesignated	78,511	2,882,247
Total fund balance (deficit)	257,463	2,977,098
Total liabilities and fund balance	$ 893,835	$ 3,461,182

General Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 8,905,200	$ 9,341,792	$ 436,592	$ 8,545,797
Assessments	-	76,109	76,109	236,420
Federal grants and reimbursements	2,713,100	2,807,999	94,899	2,640,527
Departmental	870,200	596,844	(273,356)	576,852
Miscellaneous	-	145,136	145,136	99,219
Total revenues	12,488,500	12,967,880	479,380	12,098,815
Other financing sources:				
Fringe benefit cost recovery	-	124,303	124,303	121,376
Lottery reimbursements	87,012	80,757	(6,255)	75,949
Lottery distributions	1,000	1,000	-	1,000
Transfer for MBTA contract assistance	-	154,430	154,430	135,343
MBTA forward funding transfer	-	612,750	612,750	-
Collective bargaining reserve	-	54,168	54,168	-
Transfer for tax reduction	-	-	-	296,298
Operating transfers in	207,788	160,144	(47,644)	200,077
Total other financing sources	295,800	1,187,552	891,752	830,043
Total revenues and other financing sources	12,784,300	14,155,432	1,371,132	12,928,858
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Legislature	76,422	51,932	24,490	51,259
Judiciary	545,742	534,691	11,051	52,011
Inspector General	2,435	2,429	6	2,136
Governor and Lieutenant Governor	6,115	5,514	601	5,368
Secretary of the Commonwealth	41,533	40,419	1,114	23,258
Treasurer and Receiver-General	148,937	107,457	41,480	108,207
Auditor of the Commonwealth	14,182	14,141	41	13,086
Attorney General	29,322	26,048	3,274	24,747
Ethics Commission	749	711	38	690
District Attorney	64,609	64,046	563	242
Office of Campaign and Political Finance	445	443	2	376
Sheriff's Departments	177,931	172,162	5,769	124,576
Disabled Persons Protection Commission	1,600	1,558	42	1,500
Board of Library Commissioners	4,395	4,395	-	4,395
Comptroller	7,175	7,148	27	7,068

General Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
Expenditures (continued):				
Administration and finance	1,011,123	914,861	96,262	829,615
Environmental affairs	82,297	65,716	16,581	67,318
Communities and development	117,523	99,686	17,837	100,099
Health and human services	3,375,187	3,283,867	91,320	3,116,383
Transportation and construction	993,863	991,819	2,044	515,424
Education	19,037	17,116	1,921	14,102
Higher education	989,555	976,409	13,146	911,620
Public safety	469,383	450,518	18,865	418,042
Economic development	13,055	11,247	1,808	11,588
Elder affairs	185,029	176,981	8,048	158,617
Consumer affairs	41,900	39,840	2,060	37,730
Labor	49,637	43,854	5,783	38,891
Direct local aid	1,480	1,372	108	740
Medicaid	3,857,248	3,850,824	6,424	3,549,050
Pension	382,389	381,509	880	348,761
Debt service:				
Principal retirement	414,832	411,742	3,090	426,320
Interest and fiscal charges	246,852	244,053	2,799	250,958
Total expenditures	13,371,982	12,994,508	377,474	11,214,177
Other financing uses:				
Collective bargaining reserve	-	-	-	86,000
Caseload mitigation	1,508	1,508	-	2,816
Transfer for capital projects funds	78,977	78,977	-	118,638
Surplus transfer for capital projects	-	76,581	(76,581)	110,414
Transfer for transitional escrow	-	-	-	92,000
Transfer for debt defeasance	250,000	500,000	(250,000)	54,500
Operating transfers out	174,788	174,788	-	106,409
Stabilization transfer	-	68,923	(68,923)	99,373
Fund deficit elimination	-	2,979,782	(2,979,782)	-
Total other financing uses	505,273	3,880,559	(3,375,286)	670,150
Total expenditures and other financing uses	13,877,255	16,875,067	(2,997,812)	11,884,327
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,092,955)	(2,719,635)	(1,626,680)	1,044,531
Fund balance (deficit) at beginning of year	2,977,098	2,977,098	-	1,932,567
Fund balance (deficit) at end of year	$ 1,884,143	$ 257,463	$ (1,626,680)	$ 2,977,098

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Highway Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 36,064	$ -
Cash with fiscal agent	26,060	26,061
Due from other funds	141	140
Total assets	$ 62,265	$ 26,201
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ -	$ 188,880
Accounts payable	21,353	15,300
Accrued payroll	10,513	2,607
Total liabilities	31,866	206,787
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	4,339	4,247
Reserved for debt service	26,060	26,061
Unreserved fund balance (deficit):		
Undesignated	-	(210,894)
Total fund balance (deficit)	30,399	(180,586)
Total liabilities and fund balance	$ 62,265	$ 26,201

Highway Fund

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 546,400	$ 558,135	$ 11,735	$ 543,847
Assessments	-	10,851	10,851	10,680
Federal grants and reimbursements	3,000	535	(2,465)	-
Departmental	262,100	305,616	43,516	303,207
Miscellaneous	-	1,947	1,947	2,024
Total revenues	811,500	877,084	65,584	859,758
Other financing sources:				
Federal reimbursement transfer in	-	2,431	2,431	2,345
Fund deficit elimination	-	388,205	388,205	-
Transfer for transitional escrow	50,000	50,000	-	-
Operating transfer in	-	5,700	5,700	-
Total other financing sources	50,000	446,336	396,336	2,345
Total revenues and other financing sources	861,500	1,323,420	461,920	862,103
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Treasurer and Receiver-General	1,190	1,143	47	701
Attorney General	13	12	1	7
Sheriff's departments	285	267	18	192
Administration and finance	11,362	6,764	4,598	6,101
Environmental affairs	28,078	27,101	977	27,272
Transportation and construction	235,574	232,416	3,158	180,787
Public safety	214,802	210,448	4,354	211,571
Consumer affairs	2,389	2,066	323	2,089
Direct local aid	43,472	43,467	5	43,407
Pension	67,161	66,970	191	70,934
Debt service:				
Principal retirement	200,253	198,762	1,491	166,683
Interest and fiscal charges	208,534	206,981	1,553	191,673
Total expenditures	1,013,113	996,397	16,716	901,417
Other financing uses:				
Transfer for MBTA contract assistance	51,477	51,477	-	45,115
Transfer for capital projects funds	50,000	50,000	-	-
Transfer for debt defeasance	-	-	-	354,389
Operating transfers out	14,561	14,561	-	2,525
Total other financing uses	116,038	116,038	-	402,029
Total expenditures and other financing uses	1,129,151	1,112,435	16,716	1,303,446
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(267,651)	210,985	478,636	(441,343)
Fund balance (deficit) at beginning of year	(180,586)	(180,586)	-	260,757
Fund balance (deficit) at end of year	$ (448,237)	$ 30,399	$ 478,636	$ (180,586)

Infrastructure Fund (Subfund Of Highway Fund)

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 855,005	$ 718,071
Cash with fiscal agent	26,060	26,061
Total assets	$ 881,065	$ 744,132
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Reserved fund balance:		
Reserved for debt service	26,060	26,061
Unreserved fund balance (deficit):		
Undesignated	855,005	718,071
Total fund balance (deficit)	881,065	744,132
Total liabilities and fund balance	$ 881,065	$ 744,132

Note: The Infrastructure Fund was established by Section 16 of Chapter 121, Acts of 1990 as a subfund of the Highway Fund, and it is a component of, not an addition to, that fund. The entire Highway Fund, including this subfund, is presented in the preceding financial statements labeled Highway Fund.

Infrastructure Fund (Subfund Of Highway Fund)

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 187,208	$ 187,208	$ -	$ 183,771
Miscellaneous	-	1,847	1,847	1,601
Total revenues	187,208	189,055	1,847	185,372
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	187,208	189,055	1,847	185,372
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Debt service:				
Principal retirement	21,245	21,245	-	20,275
Interest and fiscal charges	30,877	30,877	-	31,842
Total expenditures	52,122	52,122	-	52,117
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	52,122	52,122	-	52,117
Excess (deficiency) of revenues and other financing over expenditures and other financing uses	135,086	136,933	1,847	133,255
Fund balance (deficit) at beginning of year	744,132	744,132	-	610,877
Fund balance (deficit) at end of year	$ 879,218	$ 881,065	$ 1,847	$ 744,132

Note: The Infrastructure Fund was established by Section 16 of Chapter 121, Acts of 1990 as a subfund of the Highway Fund, and it is a component of, not an addition to, that fund. The entire Highway Fund, including this subfund, is presented in the preceding financial statements labeled Highway Fund.

Local Aid Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 239,349	$ -
Due from cities and towns	495	495
Total assets	$ 239,844	$ 495
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ -	$ 2,375,075
Accounts payable	213,826	206,243
Accrued payroll	17,656	538
Total liabilities	231,482	2,581,856
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	8,362	18,471
Unreserved fund balance (deficit):		
Undesignated	-	(2,599,832)
Total fund balance (deficit)	8,362	(2,581,361)
Total liabilities and fund balance	$ 239,844	$ 495

Local Aid Fund

Statement of Revenues, Expenditures And Changes in Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 5,071,900	$ 5,493,959	$ 422,059	$ 4,925,633
Departmental	6,300	878	(5,422)	1,476
Miscellaneous	-	350	350	292
Total revenues	5,078,200	5,495,187	416,987	4,927,401
Other financing sources:				
Lottery distributions	694,100	836,314	142,214	808,095
Fund deficit elimination	-	2,591,577	2,591,577	-
Transfers for tax reduction	-	-	-	83,520
Operating transfer in	-	1,756	1,756	-
Total other financing sources	694,100	3,429,647	2,735,547	891,615
Total revenues and other financing sources	5,772,300	8,924,834	3,152,534	5,819,016
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Judiciary	-	-	-	438,648
Secretary of the Commonwealth	-	-	-	8,382
Treasurer and Receiver-General	6,453	6,125	328	3,171
Auditor of the Commonwealth	736	733	3	740
Attorney General	810	804	6	749
Ethics Commission	752	714	38	693
District Attorney	-	-	-	61,571
Office of Campaign and Political Finance	446	444	2	377
Sheriff's Departments	1,384	166	1,218	1,456
Board of Library Commissioners	2,866	2,866	-	2,799
Administration and finance	161,344	149,640	11,704	144,751
Environmental affairs	32,516	31,800	716	31,694
Communities and development	36,199	35,618	581	33,728
Health and human services	1,605	1,573	32	3,455
Transportation and construction	136,067	134,213	1,854	125,438
Education	333,587	315,963	17,624	248,672
Higher education	-	-	-	92

Local Aid Fund

Statement of Revenues, Expenditures And Changes in Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
Expenditures (continued):				
Public safety	145,246	144,065	1,181	163,617
Economic development	800	800	-	249
Elder affairs	11,580	11,423	157	10,908
Labor	268	268	-	187
Direct local aid	4,641,537	4,629,103	12,434	4,266,022
Pension	536,914	536,914	-	569,551
Debt service:				
Principal retirement	60,961	60,487	474	62,950
Interest and fiscal charges	71,796	71,289	507	73,080
Total expenditures	6,183,867	6,135,008	48,859	6,252,980
Other financing uses:				
Transfer for MBTA contract assistance	102,953	102,953	-	90,228
Operating transfers out	879	879	-	842
Sewer rate relief	50,323	50,323	-	50,323
Stabilization transfer	-	45,948	(45,948)	66,249
Total other financing uses	154,155	200,103	(45,948)	207,642
Total expenditures and other financing uses	6,338,022	6,335,111	2,911	6,460,622
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(565,722)	2,589,723	(3,155,445)	(641,606)
Fund balance (deficit) at beginning of year	(2,581,361)	(2,581,361)	-	(1,939,755)
Fund balance (deficit) at end of year	$ (3,147,083)	$ 8,362	$ (3,155,445)	$ (2,581,361)

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Commonwealth Stabilization Fund

Balance Sheet- Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 1,608,382	$1,388,523
Total assets	$ 1,608,382	$1,388,523
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Reserved fund balance (deficit):		
Reserved for stabilization	1,608,382	1,388,523
Total fund balance (deficit)	1,608,382	1,388,523
Total liabilities and fund balance	$ 1,608,382	$1,388,523

Commonwealth Stabilization Fund

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Miscellaneous	$ 68,220	$ 79,788	$ 11,568	$ 63,313
Total revenues	68,220	79,788	11,568	63,313
Other financing sources:				
Transfer for transitional escrow	-	25,200	25,200	-
Stabilization transfer	-	114,871	114,871	165,622
Total other financing sources	-	140,071	140,071	165,622
Total revenues and other financing sources	68,220	219,859	151,639	228,935
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Transfers for tax reduction	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	68,220	219,859	151,639	228,935
Fund balance (deficit) at beginning of year	1,388,523	1,388,523	-	1,159,588
Fund balance (deficit) at end of year	$ 1,456,743	$ 1,608,382	$ 151,639	$ 1,388,523

Tax Reduction Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 7,203	$ 6,818
Total assets	$ 7,203	$ 6,818
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Reserved for:		
Tax reduction	7,203	6,818
Total fund balance (deficit)	7,203	6,818
Total liabilities and fund balance	$ 7,203	$ 6,818

Tax Reduction Fund

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Miscellaneous	$ -	$ 385	$ 385	$ 10,455
Total revenues	-	385	385	10,455
Other financing sources:				
Transfers for tax reduction	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	-	385	385	10,455
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Transfers for tax reduction	-	-	-	208,800
Total other financing uses	-	-	-	208,800
Total expenditures and other financing uses	-	-	-	208,800
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	385	385	(198,345)
Fund balance (deficit) at beginning of year	6,818	6,818	-	205,163
Fund balance (deficit) at end of year	$ 6,818	$ 7,203	$ 385	$ 6,818

Intragovernmental Service Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 13,023	$ 10,720
Total assets	$ 13,023	$ 10,720
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 12,129	$ 10,671
Accrued payroll	233	49
Total liabilities	12,362	10,720
Fund balance:		
Reserved fund balance (deficit):		
Reserved for continuing appropriations	661	-
Total fund balance (deficit)	661	-
Total liabilities and fund balance	$ 13,023	$ 10,720

Intragovernmental Service Fund
Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ -	$ 98,169	$ 98,169	$ 95,304
Total revenues	-	98,169	98,169	95,304
Other financing sources:				
Operating transfers in	-	7,837	7,837	8,170
Total other financing sources	-	7,837	7,837	8,170
Total revenues and other financing sources	-	106,006	106,006	103,474
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Secretary of the Commonwealth	125	125	-	125
Administration and finance	86,632	83,878	2,754	83,395
Environmental affairs	389	351	38	362
Health and human services	8,104	8,067	37	8,002
Transportation and construction	264	254	10	26
Public safety	8,093	8,028	65	8,147
Total expenditures	103,607	100,703	2,904	100,057
Other financing uses:				
Fringe benefit cost assessment	-	1,088	(1,088)	896
Operating transfers out	3,554	3,554	-	2,521
Total other financing uses	3,554	4,642	(1,088)	3,417
Total expenditures and other financing uses	107,161	105,345	1,816	103,474
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(107,161)	661	107,822	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	$(107,161)	$ 661	$ 107,822	$ -

Revenue Maximization Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 5,588	$ 7,522
Total assets	$ 5,588	$ 7,522
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 1,057	$ 548
Total liabilities	1,057	548
Fund balance:		
Reserved fund balance (deficit):		
Reserved for continuing appropriations	4,531	6,974
Total fund balance (deficit)	4,531	6,974
Total liabilities and fund balance	$ 5,588	$ 7,522

Revenue Maximization Fund

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ -	$ -	$ -	$ 163
Federal grants and reimbursements	-	22,600	22,600	53,649
Departmental	4,793	489	(4,304)	114
Total revenues	4,793	23,089	18,296	53,926
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	4,793	23,089	18,296	53,926
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Comptroller	471	470	1	449
Administration and finance	3,525	72	3,453	107
Environmental affairs	8	6	2	-
Health and human services	5,174	4,099	1,075	1,298
Transportation and construction	13	13	-	7
Higher Education	25	25	-	-
Public Safety	1,302	1,300	2	-
Total expenditures	10,518	5,985	4,533	1,861
Other financing uses:				
Fringe benefit cost assessment	-	83	(83)	82
Operating transfers out	19,464	19,464	-	49,809
Total other financing uses	19,464	19,547	(83)	49,891
Total expenditures and other financing uses	29,982	25,532	4,450	51,752
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(25,189)	(2,443)	22,746	2,174
Fund balance (deficit) at beginning of year	6,974	6,974	-	4,800
Fund balance (deficit) at end of year	$ (18,215)	$ 4,531	$ 22,746	$ 6,974

Tax Exemption Escrow Trust Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Reserved for:		
Tax reduction	-	-
Total fund balance (deficit)	-	-
Total liabilities and fund balance	$ -	$ -

Tax Exemption Escrow Trust Fund

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Miscellaneous	$ -	$ -	$ -	$ 8,518
Total revenues	-	-	-	8,518
Other financing sources:				
Transfers for tax reduction	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	-	-	-	8,518
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Transfer for tax reduction	-	-	-	171,018
Total other financing uses	-	-	-	171,018
Total expenditures and other financing uses	-	-	-	171,018
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	-	-	(162,500)
Fund balance (deficit) at beginning of year	-	-	-	162,500
Fund balance (deficit) at end of year	$ -	$ -	$ -	$ -

Collective Bargaining Reserve Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 14	$ 101,847
Total assets	$ 14	$ 101,847
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 4	$ 241
Accrued payroll	10	3
Total liabilities	14	244
Fund balance:		
Reserved fund balance (deficit):		
Reserved for continuing appropriations	-	30,171
Unreserved fund balance:		
Undesignated	-	71,432
Total fund balance (deficit)	-	101,603
Total liabilities and fund balance	$ 14	$ 101,847

Collective Bargaining Reserve Fund

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000

(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Other financing sources:				
Collective bargaining reserve	-	-	-	86,000
Total other financing sources	-	-	-	86,000
Total revenues and other financing sources	-	-	-	86,000
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Judiciary	13,154	13,154	-	16,940
Sheriff's Departments	-	-	-	3,449
Administration and finance	12,006	1,239	10,767	652
Environmental affairs	593	593	-	124
Communities and development	3	3	-	-
Health and human services	11,263	11,262	1	15,777
Transportation & Construction	209	209	-	3
Education	47	47	-	-
Higher education	17,125	17,125	-	15,833
Public safety	3,771	3,771	-	38,190
Consumer affairs	15	15	-	69
Labor	17	17	-	-
Total expenditures	58,203	47,435	10,768	91,037
Other financing uses:				
Collective bargaining reserve	54,168	54,168	-	-
Fringe benefit cost assessment	-	-	-	54
Total other financing uses	54,168	54,168	-	54
Total expenditures and other financing uses	112,371	101,603	10,768	91,091
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(112,371)	(101,603)	10,768	(5,091)
Fund balance (deficit) at beginning of year	101,603	101,603	-	106,694
Fund balance (deficit) at end of year	$ (10,768)	$ -	$ 10,768	$ 101,603

Transitional Escrow Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ 92,000
Total assets	$ -	$ 92,000
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Reserved for:		
Transitional escrow fund	-	92,000
Total fund balance (deficit)	-	92,000
Total liabilities and fund balance	$ -	$ 92,000

Transitional Escrow Fund

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Miscellaneous	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Other financing sources:				
Transfers for transitional escrow	-	-	-	92,000
Total other financing sources	-	-	-	92,000
Total revenues and other financing sources	-	-	-	92,000
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Transfers for transitional escrow	92,000	92,000	-	-
Total other financing uses	92,000	92,000	-	-
Total expenditures and other financing uses	92,000	92,000	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(92,000)	(92,000)	-	92,000
Fund balance (deficit) at beginning of year	92,000	92,000	-	-
Fund balance (deficit) at end of year	$ -	$ -	$ -	$ 92,000

Natural Heritage And Endangered Species Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 2	$ 36
Total assets	$ 2	$ 36
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	2	36
Total fund balance (deficit)	2	36
Total liabilities and fund balance	$ 2	$ 36

Natural Heritage And Endangered Species Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Federal grants and reimbursements	$ 47	$ 49	$ 2	$ -
Departmental	23	23	-	3
Miscellaneous	179	200	21	233
Total revenues	249	272	23	236
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	249	272	23	236
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	288	269	19	256
Total expenditures	288	269	19	256
Other financing uses:				
Fringe benefit cost assessment	-	37	(37)	35
Total other financing uses	-	37	(37)	35
Total expenditures and other financing uses	288	306	(18)	291
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(39)	(34)	5	(55)
Fund balance (deficit) at beginning of year	36	36	-	91
Fund balance (deficit) at end of year	$ (3)	$ 2	$ 5	$ 36

Mosquito And Greenhead Fly Control Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 508	$ 1,738
Accounts payable	364	79
Accrued payroll	129	31
Total liabilities	1,001	1,848
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	468	315
Unreserved fund balance (deficit):		
Undesignated	(1,469)	(2,163)
Total fund balance (deficit)	(1,001)	(1,848)
Total liabilities and fund balance	$ -	$ -

Mosquito And Greenhead Fly Control Fund

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Assessments	$ 5,115	$ 5,803	$ 688	$ 4,550
Miscellaneous	-	484	484	444
Total revenues	5,115	6,287	1,172	4,994
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	5,115	6,287	1,172	4,994
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	50	13	37	-
Environmental affairs	5,873	5,421	452	4,871
Total expenditures	5,923	5,434	489	4,871
Other financing uses:				
Fringe benefit cost assessment	-	-	-	664
Operating transfers out	6	6	-	6
Total other financing uses	6	6	-	670
Total expenditures and other financing uses	5,929	5,440	489	5,541
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(814)	847	1,661	(547)
Fund balance (deficit) at beginning of year	(1,848)	(1,848)	-	(1,301)
Fund balance (deficit) at end of year	$ (2,662)	$ (1,001)	$ 1,661	$(1,848)

Inland Fisheries And Game Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 5,922	$ 3,616
Total assets	$ 5,922	$ 3,616
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 308	$ 473
Accrued payroll	223	63
Total liabilities	531	536
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	5,391	3,080
Total fund balance (deficit)	5,391	3,080
Total liabilities and fund balance	$ 5,922	$ 3,616

Inland Fisheries And Game Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 986	$ 860	$ (126)	$ 844
Federal grants and reimbursements	2,098	4,144	2,046	2,572
Departmental	7,825	7,321	(504)	7,270
Miscellaneous	-	291	291	237
Total revenues	10,909	12,616	1,707	10,923
Other financing sources:				
Operating transfers in	104	94	(10)	97
Total other financing sources	104	94	(10)	97
Total revenues and other financing sources	11,013	12,710	1,697	11,020
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Attorney General	15	4	11	-
Environmental affairs	9,516	9,096	420	9,001
Pension	910	910	-	965
Total expenditures	10,441	10,010	431	9,966
Other financing uses				
Fringe benefit cost assessment	-	378	(378)	253
Operating transfers out	11	11	-	11
Total other financing uses	11	389	(378)	264
Total expenditures and other financing uses	10,452	10,399	53	10,230
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	561	2,311	1,750	790
Fund balance (deficit) at beginning of year	3,080	3,080	-	2,290
Fund balance (deficit) at end of year	$ 3,641	$ 5,391	$ 1,750	$ 3,080

Environmental Challenge Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 5,064	$ 4,147
Accounts payable	18	26
Accrued payroll	5	3
Total liabilities	5,087	4,176
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(5,087)	(4,176)
Total fund balance (deficit)	(5,087)	(4,176)
Total liabilities and fund balance	$ -	$ -

Environmental Challenge Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 5,191	$ 6,811	$ 1,620	$ 8,056
Total revenues	5,191	6,811	1,620	8,056
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	5,191	6,811	1,620	8,056
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	6,440	6,366	74	6,294
Total expenditures	6,440	6,366	74	6,294
Other financing uses:				
Fringe benefit cost assessment	-	1,356	(1,356)	1,344
Total other financing uses	-	1,356	(1,356)	1,344
Total expenditures and other financing uses	6,440	7,722	(1,282)	7,638
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,249)	(911)	338	418
Fund balance (deficit) at beginning of year	(4,176)	(4,176)	-	(4,594)
Fund balance (deficit) at end of year	$ (5,425)	$ (5,087)	$ 338	$ (4,176)

Toxic Use Reduction Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 5,545	$ 4,205
Accounts payable	304	331
Accrued payroll	100	72
Total liabilities	5,949	4,608
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(5,949)	(4,608)
Total fund balance (deficit)	(5,949)	(4,608)
Total liabilities and fund balance	$ -	$ -

Toxic Use Reduction Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 4,501	$ 3,871	$ (630)	$ 2,615
Total revenues	4,501	3,871	(630)	2,615
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	4,501	3,871	(630)	2,615
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	2,849	2,735	114	2,880
Higher education	1,805	1,776	29	1,818
Total expenditures	4,654	4,511	143	4,698
Other financing uses:				
Fringe benefit cost assessment	-	693	(693)	671
Operating transfers out	8	8	-	4
Total other financing uses	8	701	(693)	675
Total expenditures and other financing uses	4,662	5,212	(550)	5,373
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(161)	(1,341)	(1,180)	(2,758)
Fund balance (deficit) at beginning of year	(4,608)	(4,608)	-	(1,850)
Fund balance (deficit) at end of year	$ (4,769)	$ (5,949)	$ (1,180)	$ (4,608)

Clean Environment Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 19,052	$ 13,632
Total assets	$ 19,052	$ 13,632
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 3,928	$ 2,134
Accrued payroll	570	165
Total liabilities	4,498	2,299
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	11	-
Unreserved fund balance (deficit):		
Undesignated	14,543	11,333
Total fund balance (deficit)	14,554	11,333
Total liabilities and fund balance	$ 19,052	$ 13,632

Clean Environment Fund

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Miscellaneous	$ 21,504	$ 29,691	$ 8,187	$ 25,684
Total revenues	21,504	29,691	8,187	25,684
Other financing sources:				
Other sources	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	21,504	29,691	8,187	25,684
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	224	213	11	144
Environmental affairs	23,634	23,303	331	16,663
Transportation and construction	57	49	8	5
Total expenditures	23,915	23,565	350	16,812
Other financing uses:				
Fringe benefit cost assessment	-	2,902	(2,902)	2,147
Operating transfers out	3	3	-	2
Total other financing uses	3	2,905	(2,902)	2,149
Total expenditures and other financing uses	23,918	26,470	(2,552)	18,961
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(2,414)	3,221	5,635	6,723
Fund balance (deficit) at beginning of year	11,333	11,333	-	4,610
Fund balance (deficit) at end of year	$ 8,919	$ 14,554	$ 5,635	$ 11,333

Environmental Permitting And Compliance Assurance Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 34,471	$ 26,940
Accounts payable	3	7
Total liabilities	34,474	26,947
Fund balance:		
Reserved fund balance:		
reserved for continuing appropriations	18	-
Unreserved fund balance (deficit):		
Undesignated	(34,492)	(26,947)
Total fund balance (deficit)	(34,474)	(26,947)
Total liabilities and fund balance	$ -	$ -

Environmental Permitting And Compliance Assurance Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 6,027	$ 5,696	$ (331)	$ 5,843
Miscellaneous	-	179	179	206
Total revenues	6,027	5,875	(152)	6,049
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	6,027	5,875	(152)	6,049
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	11,420	11,346	74	9,318
Total expenditures	11,420	11,346	74	9,318
Other financing uses:				
Fringe benefit cost assessment	-	2,056	(2,056)	1,978
Total other financing uses	-	2,056	(2,056)	1,978
Total expenditures and other financing uses	11,420	13,402	(1,982)	11,296
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(5,393)	(7,527)	(2,134)	(5,247)
Fund balance (deficit) at beginning of year	(26,947)	(26,947)	-	(21,700)
Fund balance (deficit) at end of year	$ (32,340)	$ (34,474)	$ (2,134)	$ (26,947)

Underground Storage Tank Petroleum Product Cleanup Fund

Balance Sheet - Statutory Basis

June 30, 2000

(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 6,252	$ 6,231
Total assets	$ 6,252	$ 6,231
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 5,547	$ 2,660
Accrued payroll	27	8
Total liabilities	5,574	2,668
Fund equity:		
Unreserved fund balance (deficit):		
Undesignated	678	3,563
Total fund balance (deficit)	678	3,563
Total liabilities and fund balance	$ 6,252	$ 6,231

Underground Storage Tank Petroleum Product Cleanup Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 19,504	$ 17,331	$ (2,173)	$ 16,477
Miscellaneous	-	404	404	2,059
Total revenues	19,504	17,735	(1,769)	18,536
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	19,504	17,735	(1,769)	18,536
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	22,801	19,521	3,280	22,368
Environmental affairs	640	637	3	628
Public safety	164	163	1	161
Total expenditures	23,605	20,321	3,284	23,157
Other financing uses:				
Fringe benefit cost assessment	-	297	(297)	286
Operating transfers out	2	2	-	2
Total other financing uses	2	299	(297)	288
Total expenditures and other financing uses	23,607	20,620	2,987	23,445
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(4,103)	(2,885)	1,218	(4,909)
Fund balance (deficit) at beginning of year	3,563	3,563	-	8,472
Fund balance (deficit) at end of year	$ (540)	$ 678	$ 1,218	$ 3,563

Environmental Law Enforcement Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency cash and short-term investments	$ 2,402	$ 1,297
Accounts payable	218	492
Accrued payroll	294	83
Total liabilities	2,914	1,872
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	13	-
Unreserved fund balance (deficit):		
Undesignated	(2,927)	(1,872)
Total fund balance (deficit)	(2,914)	(1,872)
Total liabilities and fund balance	$ -	$ -

Environmental Law Enforcement Fund

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 1,971	$ 1,719	$ (252)	$ 1,688
Departmental	3,597	3,603	6	3,435
Miscellaneous	-	9	9	-
Total revenues	5,568	5,331	(237)	5,123
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	5,568	5,331	(237)	5,123
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	5,280	5,122	(158)	4,808
Public safety	-	-	-	13
Total expenditures	5,280	5,122	(158)	4,821
Other financing uses:				
Fringe benefit cost assessment	-	1,236	1,236	848
Operating transfers out	15	15	-	15
Total other financing uses	15	1,251	1,236	863
Total expenditures and other financing uses	5,295	6,373	1,078	5,684
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	273	(1,042)	(1,315)	(561)
Fund balance (deficit) at beginning of year	(1,872)	(1,872)	-	(1,311)
Fund balance (deficit) at end of year	$ (1,599)	$ (2,914)	$ (1,315)	$(1,872)

Public Access Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 4	$ 152
Accounts payable	256	139
Accrued payroll	23	7
Total liabilities	283	298
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	619	-
Unreserved fund balance (deficit):		
Undesignated	(902)	(298)
Total fund balance (deficit)	(283)	(298)
Total liabilities and fund balance	$ -	$ -

Public Access Fund

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 986	$ 860	$ (126)	$ 843
Federal grants and reimbursements	450	-	(450)	-
Departmental	-	-	-	1
Total revenues	1,436	860	(576)	844
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	1,436	860	(576)	844
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	1,560	732	828	987
Total expenditures	1,560	732	828	987
Other financing uses:				
Fringe benefit cost assessment	-	112	(112)	110
Operating transfers out	1	1	-	1
Total other financing uses	1	113	(112)	111
Total expenditures and other financing uses	1,561	845	716	1,098
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(125)	15	140	(254)
Fund balance (deficit) at beginning of year	(298)	(298)	-	(44)
Fund balance (deficit) at end of year	$ (423)	$ (283)	$ 140	$ (298)

Harbors And Inland Waters Maintenance Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 3,118	$ 1,037
Accounts payable	1,389	1,036
Accrued payroll	30	48
Total liabilities	4,537	2,121
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	1,265	4,747
Unreserved fund balance (deficit):		
Undesignated	(5,802)	(6,868)
Total fund balance (deficit)	(4,537)	(2,121)
Total liabilities and fund balance	$ -	$ -

Harbors And Inland Waters Maintenance Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 3,286	$ 2,865	$ (421)	$ 2,813
Miscellaneous	-	51	51	22
Total revenues	3,286	2,916	(370)	2,835
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	3,286	2,916	(370)	2,835
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	7,310	5,189	2,121	5,068
Total expenditures	7,310	5,189	2,121	5,068
Other financing uses:				
Fringe benefit cost assessment	-	142	(142)	157
Operating transfers out	1	1	-	1
Total other financing uses	1	143	(142)	158
Total expenditures and other financing uses	7,311	5,332	1,979	5,226
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(4,025)	(2,416)	1,609	(2,391)
Fund balance (deficit) at beginning of year	(2,121)	(2,121)	-	270
Fund balance (deficit) at end of year	$ (6,146)	$ (4,537)	$ 1,609	$(2,121)

Marine Fisheries Fund

Balance Sheet- Statutory Basis

June 30, 2000

(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 3,976	$ 3,586
Accounts payable	246	186
Accrued payroll	137	42
Total liabilities	4,359	3,814
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(4,359)	(3,814)
Total fund balance (deficit)	(4,359)	(3,814)
Total liabilities and fund balance	$ -	$ -

Marine Fisheries Fund

Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 1,971	$ 1,719	$ (252)	$ 1,688
Federal grants and reimbursements	1,179	884	(295)	-
Departmental	2,035	2,836	801	2,721
Miscellaneous	-	3	3	5
Total revenues	5,185	5,442	257	4,414
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	5,185	5,442	257	4,414
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	5,277	5,117	160	4,656
Total expenditures	5,277	5,117	160	4,656
Other financing uses:				
Fringe benefit cost assessment	-	863	(863)	826
Operating transfers out	7	7	-	7
Total other financing uses	7	870	(863)	833
Total expenditures and other financing uses	5,284	5,987	(703)	5,489
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(99)	(545)	(446)	(1,075)
Fund balance (deficit) at beginning of year	(3,814)	(3,814)	-	(2,739)
Fund balance (deficit) at end of year	$ (3,913)	$ (4,359)	$ (446)	$ (3,814)

Watershed Management Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Receivables, net of allowance for uncollectibles:		
Other receivables	$ 7,686	$ 10,762
Total assets	$ 7,686	$ 10,762
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 6,761	$ 9,609
Accounts payable	593	774
Accrued payroll	284	87
Total liabilities	7,638	10,470
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	48	292
Total fund balance (deficit)	48	292
Total liabilities and fund balance	$ 7,686	$ 10,762

Watershed Management Fund

Statement of Revenues, Expenditures And Change In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Assessments	$ 15,891	$ 14,099	$ (1,792)	$ 10,298
Departmental	1,310	1,310	-	5,693
Miscellaneous	-	523	523	314
Total revenues	17,201	15,932	(1,269)	16,305
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	17,201	15,932	(1,269)	16,305
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	8	8	-	-
Environmental affairs	11,144	10,135	1,009	10,328
Total expenditures	11,152	10,143	1,009	10,328
Other financing uses:				
Fringe benefit cost assessment	-	1,583	(1,583)	1,514
Operating transfers out	4,450	4,450	-	4,449
Total other financing uses	4,450	6,033	(1,583)	5,963
Total expenditures and other financing uses	15,602	16,176	(574)	16,291
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,599	(244)	(1,843)	14
Fund balance (deficit) at beginning of year	292	292	-	278
Fund balance (deficit) at end of year	$ 1,891	$ 48	$ (1,843)	$ 292

Low Level Radioactive Waste Management Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 490	$ 304
Accounts payable	6	2
Accrued payroll	5	1
Total liabilities	501	307
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(501)	(307)
Total fund balance (deficit)	(501)	(307)
Total liabilities and fund balance	$ -	$ -

Low Level Radioactive Waste Management Fund

Statements Of Revenues, Expenditures And Changes In Fund Equity - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Assessments	$ 201	$ 11	$ (190)	$ 158
Total revenues	201	11	(190)	158
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	201	11	(190)	158
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	200	176	24	206
Total expenditures	200	176	24	206
Other financing uses:				
Fringe benefit cost assessment	-	29	(29)	38
Total other financing uses	-	29	(29)	38
Total expenditures and other financing uses	200	205	(5)	244
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1	(194)	(195)	(86)
Fund balance (deficit) at beginning of year	(307)	(307)	-	(221)
Fund balance (deficit) at end of year	$ (306)	$ (501)	$ (195)	$ (307)

Asbestos Cost Recovery Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 3,172	$ 4,271
Total assets	$ 3,172	$ 4,271
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ 18
Total liabilities	-	18
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	1,366	1,934
Unreserved fund balance (deficit):		
Undesignated	1,806	2,319
Total fund balance (deficit)	3,172	4,253
Total liabilities and fund balance	$ 3,172	$ 4,271

Asbestos Cost Recovery Fund

Statement Of Revenues, Expenditures And Change In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Miscellaneous	$ 1,000	$ 412	$ (588)	$ 2,649
Total revenues	1,000	412	(588)	2,649
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	1,000	412	(588)	2,649
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	2,859	1,493	1,366	273
Total expenditures	2,859	1,493	1,366	273
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	2,859	1,493	1,366	273
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,859)	(1,081)	778	2,376
Fund balance (deficit) at beginning of year	4,253	4,253	-	1,877
Fund balance (deficit) at end of year	$ 2,394	$ 3,172	$ 778	$ 4,253

Clean Air Act Compliance Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 365	$ 50
Accounts payable	56	31
Accrued payroll	75	23
Total liabilities	496	104
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(496)	(104)
Total fund balance (deficit)	(496)	(104)
Total liabilities and fund balance	$ -	$ -

Clean Air Act Compliance Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 2,225	$ 1,819	$ (406)	$ 2,909
Total revenues	2,225	1,819	(406)	2,909
Other financing sources:				
Operating transfers in	-	418	418	467
Total other financing sources	-	418	418	467
Total revenues and other financing sources	2,225	2,237	12	3,376
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	2,226	2,160	66	2,317
Total expenditures	2,226	2,160	66	2,317
Other financing uses:				
Fringe benefit cost assessment	-	469	(469)	454
Total other financing uses	-	469	(469)	454
Total expenditures and other financing uses	2,226	2,629	(403)	2,771
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1)	(392)	(391)	605
Fund balance (deficit) at beginning of year	(104)	(104)	-	(709)
Fund balance (deficit) at end of year	$ (105)	$ (496)	$ (391)	$ (104)

Solid Waste Disposal Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 2	$ 2
Total assets	$ 2	$ 2
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	2	2
Total fund balance (deficit)	2	2
Total liabilities and fund balance	$ 2	$ 2

Solid Waste Disposal Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	-	-	-	-
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	-	-	-
Fund balance (deficit) at beginning of year	2	2	-	2
Fund balance (deficit) at end of year	$ 2	$ 2	$ -	$ 2

Second Century Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 3,586	$ 3,031
Accounts payable	1,257	1,091
Accrued payroll	-	2
Total liabilities	4,843	4,124
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(4,843)	(4,124)
Total fund balance (deficit)	(4,843)	(4,124)
Total liabilities and fund balance	$ -	$ -

Second Century Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 2,089	$ 1,529	$ (560)	$ 1,642
Miscellaneous	-	20	20	1
Total revenues	2,089	1,549	(540)	1,643
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	2,089	1,549	(540)	1,643
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Treasurer and Receiver-General	6	6	-	6
Environmental affairs	2,494	2,262	232	2,394
Total expenditures	2,500	2,268	232	2,400
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	2,500	2,268	232	2,400
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(411)	(719)	(308)	(757)
Fund balance (deficit) at beginning of year	(4,124)	(4,124)	-	(3,367)
Fund balance (deficit) at end of year	$ (4,535)	$ (4,843)	$ (308)	$ (4,124)

Safe Drinking Water Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 262	$ 151
Total assets	$ 262	$ 151
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 48	$ 54
Accrued payroll	58	19
Total liabilities	106	73
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	156	78
Total fund balance (deficit)	156	78
Total liabilities and fund balance	$ 262	$ 151

Safe Drinking Water Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Assessments	$ 2,219	$ 2,201	$ (18)	$ 2,190
Total revenues	2,219	2,201	(18)	2,190
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	2,219	2,201	(18)	2,190
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Attorney General	94	94	-	87
Environmental affairs	1,725	1,651	74	1,649
Total expenditures	1,819	1,745	74	1,736
Other financing uses:				
Fringe benefit cost assessment	-	378	(378)	363
Total other financing uses	-	378	(378)	363
Total expenditures and other financing uses	1,819	2,123	(304)	2,099
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	400	78	(322)	91
Fund balance (deficit) at beginning of year	78	78	-	(13)
Fu Fund balance (deficit) at end of year	$ 478	$ 156	$ (322)	$ 78

Child Support Penalty Fee Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 1,069	$ 506
Total assets	$ 1,069	$ 506
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	1,069	506
Total fund balance (deficit)	1,069	506
Total liabilities and fund balance	$ 1,069	$ 506

Child Support Penalty Fee Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ -	$ 563	$ 563	$ 506
Total revenues	-	563	563	506
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	-	563	563	506
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Fringe benefit cost assessment	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	563	563	506
Fund balance (deficit) at beginning of year	506	506	-	-
Fund balance (deficit) at end of year	$ 506	$ 1,069	$ 563	$ 506

Workforce Training Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 25,920	$ 10,804
Total assets	$ 25,920	$ 10,804
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 2,555	$ 454
Accrued payroll	14	3
Total liabilities	2,569	457
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	10,320	8,186
Unreserved fund balance (deficit):		
Undesignated	13,031	2,161
Total fund balance (deficit)	23,351	10,347
Total liabilities and fund balance	$ 25,920	$ 10,804

Workforce Training Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ -	$ 20,435	$ 20,435	$ 11,200
Departmental	20,104	-	(20,104)	-
Total revenues	20,104	20,435	331	11,200
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	20,104	20,435	331	11,200
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Labor	22,200	7,320	14,880	812
Total expenditures	22,200	7,320	14,880	812
Other financing uses:				
Fringe benefit cost assessment	-	110	(110)	40
Operating transfers out	1	1	-	1
Total other financing uses	1	111	(110)	41
Total expenditures and other financing uses	22,201	7,431	14,770	853
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(2,097)	13,004	15,101	10,347
Fund balance (deficit) at beginning of year	10,347	10,347	-	-
Fund balance (deficit) at end of year	$ 8,250	$ 23,351	$ 15,101	$ 10,347

Brownfields Revitalization Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 24,886	$ 22,758
Total assets	$ 24,886	$ 22,758
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 17	$ 5
Accrued payroll	5	2
Total liabilities	22	7
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	22,980	22,755
Unreserved fund balance (deficit):		
Undesignated	1,884	(4)
Total fund balance (deficit)	24,864	22,751
Total liabilities and fund balance	$ 24,886	$ 22,758

Brownfields Revitalization Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Miscellaneous	$ -	$ 2,332	$ 2,332	$ -
Total revenues	-	2,332	2,332	-
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	-	2,332	2,332	-
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Economic development	23,165	185	22,980	22,245
Total expenditures	23,165	185	22,980	22,245
Other financing uses:				
Fringe benefit cost assessment	-	34	(34)	4
Total other financing uses	-	34	(34)	4
Total expenditures and other financing uses	23,165	219	22,946	22,249
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(23,165)	2,113	25,278	(22,249)
Fund balance (deficit) at beginning of year	22,751	22,751	-	45,000
Fund balance (deficit) at end of year	$ (414)	$ 24,864	$ 25,278	$ 22,751

Firearms Records Keeping Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 850	$ 351
Total assets	$ 850	$ 351
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	850	351
Total fund balance (deficit)	850	351
Total liabilities and fund balance	$ 850	$ 351

Firearms Records Keeping Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ -	$ 1,138	$ 1,138	$ 351
Total revenues	-	1,138	1,138	351
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	-	1,138	1,138	351
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Public safety	650	639	11	-
Total expenditures	650	639	11	-
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	650	639	11	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(650)	499	1,149	351
Fund balance (deficit) at beginning of year	351	351	-	-
Fund balance (deficit) at end of year	$ (299)	$ 850	$ 1,149	$ 351

Clean Election Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 11,381	$ 513
Total assets	$ 11,381	$ 513
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	11,381	513
Total fund balance (deficit)	11,381	513
Total liabilities and fund balance	$ 11,381	$ 513

Clean Election Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ -	$ 426	$ 426	$ 318
Miscellaneous	-	442	442	8
Total revenues	-	868	868	326
Other financing sources:				
Operating transfers in	-	10,000	10,000	187
Total other financing sources	-	10,000	10,000	187
Total revenues and other financing sources	-	10,868	10,868	513
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Office of Campaign & Political Finance	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	10,868	10,868	513
Fund balance (deficit) at beginning of year	513	513	-	-
Fund balance (deficit) at end of year	$ 513	$ 11,381	$ 10,868	$ 513

Tobacco Settlement Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 64,199	$ -
Total assets	$ 64,199	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 24,335	$ -
Accrued payroll	16	-
Total liabilities	24,351	-
Fund balance:		
Reserved fund balance (deficit):		
Reserved for continuing appropriations	16,262	-
Unreserved fund balance (deficit):		
Undesignated	23,586	-
Total fund balance (deficit)	39,848	-
Total liabilities and fund balance	$ 64,199	$ -

Tobacco Settlement Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 96,319	$ -	$ (96,319)	$ -
Miscellaneous	-	2,627	2,627	-
Total revenues	96,319	2,627	(93,692)	-
Other financing sources:				
Tobacco settlement transfer	-	83,597	83,597	-
Total other financing sources	-	83,597	83,597	-
Total revenues and other financing sources	96,319	86,224	(10,095)	-
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Sheriff's departments	16	7	9	-
Administration and finance	11,000	-	11,000	-
Health and human services	71,891	45,844	26,047	-
Higher education	157	148	9	-
Public safety	183	133	50	-
Elder affairs	253	187	66	-
Medicaid	10,000	-	10,000	-
Total expenditures	93,500	46,319	47,181	-
Other financing uses:				
Fringe benefit cost assessment	-	57	(57)	-
Total other financing uses	-	57	(57)	-
Total expenditures and other financing uses	93,500	46,376	47,124	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	2,819	39,848	37,029	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	$ 2,819	$ 39,848	$ 37,029	$ -

Antitrust Law Enforcement Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 2,519	$ 2,188
Total liabilities	2,519	2,188
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(2,519)	(2,188)
Total fund balance (deficit)	(2,519)	(2,188)
Total liabilities and fund balance	$ -	$ -

Antitrust Law Enforcement Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 60	$ 116	$ 56	$ -
Total revenues	60	116	56	-
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	60	116	56	-
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Attorney General	380	379	1	353
Total expenditures	380	379	1	353
Other financing uses:				
Fringe benefit cost assessment	-	68	(68)	64
Total other financing uses	-	68	(68)	64
Total expenditures and other financing uses	380	447	(67)	417
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(320)	(331)	(11)	(417)
Fund balance (deficit) at beginning of year	(2,188)	(2,188)	-	(1,771)
Fund balance (deficit) at end of year	$ (2,508)	$ (2,519)	$ (11)	$ (2,188)

Victim and Witness Assistance Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 7,445	$ 5,638
Accounts payable	23	13
Accrued payroll	16	2
Total liabilities	7,484	5,653
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	21	-
Unreserved fund balance (deficit):		
Undesignated	(7,505)	(5,653)
Total fund balance (deficit)	(7,484)	(5,653)
Total liabilities and fund balance	$ -	$ -

Victim and Witness Assistance Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 8,697	$ 8,464	$ (233)	$ 8,260
Miscellaneous	-	119	119	138
Total revenues	8,697	8,583	(114)	8,398
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	8,697	8,583	(114)	8,398
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Treasurer and Receiver-General	479	385	94	479
Attorney General	507	504	3	472
District attorney	7,810	7,719	91	7,461
Sheriff's department	1	1	-	1
Public safety	219	217	2	211
Total expenditures	9,016	8,826	190	8,624
Other financing uses:				
Fringe benefit cost assessment	-	1,587	(1,587)	1,532
Operating transfers out	1	1	-	1
Total other financing uses	1	1,588	(1,587)	1,533
Total expenditures and other financing uses	9,017	10,414	(1,397)	10,157
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(320)	(1,831)	(1,511)	(1,759)
Fund balance (deficit) at beginning of year	(5,653)	(5,653)	-	(3,894)
Fund balance (deficit) at end of year	$ (5,973)	$ (7,484)	$ (1,511)	$ (5,653)

Intercity Bus Capital Assistance Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 6,470	$ 7,084
Total liabilities	6,470	7,084
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(6,470)	(7,084)
Total fund balance (deficit)	(6,470)	(7,084)
Total liabilities and fund balance	$ -	$ -

Intercity Bus Capital Assistance Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 670	$ 629	$ (41)	$ 1,455
Total revenues	670	629	(41)	1,455
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	670	629	(41)	1,455
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Debt service:				
Principal retirement	12	12	-	2,065
Interest and fiscal charges	3	3	-	86
Total expenditures	15	15	-	2,151
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	15	15	-	2,151
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	655	614	(41)	(696)
Fund balance (deficit) at beginning of year	(7,084)	(7,084)	-	(6,388)
Fund balance (deficit) at end of year	$ (6,429)	$ (6,470)	$ (41)	$ (7,084)

Motorcycle Safety Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 238	$ 193
Total assets	$ 238	$ 193
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 15	$ 20
Accrued payroll	-	1
Total liabilities	15	21
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	223	172
Total fund balance (deficit)	223	172
Total liabilities and fund balance	$ 238	$ 193

Motorcycle Safety Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 190	$ 228	$ 38	$ 211
Total revenues	190	228	38	211
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	190	228	38	211
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Public safety	181	166	15	171
Total expenditures	181	166	15	171
Other financing uses:				
Fringe benefit cost assessment	-	11	(11)	14
Total other financing uses	-	11	(11)	14
Total expenditures and other financing uses	181	177	4	185
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	9	51	42	26
Fund balance (deficit) at beginning of year	172	172	-	146
Fund balance (deficit) at end of year	$ 181	$ 223	$ 42	$ 172

Drug Analysis Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 371	$ 503
Total assets	$ 371	$ 503
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 73	$ 232
Total liabilities	73	232
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	298	271
Total fund balance (deficit)	298	271
Total liabilities and fund balance	$ 371	$ 503

Drug Analysis Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 125	$ 124	(1)	$ 129
Total revenues	125	124	(1)	129
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	125	124	(1)	129
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Health and human services	100	97	3	719
Total expenditures	100	97	3	719
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	100	97	3	719
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses.	25	27	2	(590)
Fund balance (deficit) at beginning of year	271	271	-	861
Fund balance (deficit) at end of year	$ 296	$ 298	$ 2	$ 271

Re-Employment and Job Placement Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	-	-
Total fund balance (deficit)	-	-
Total liabilities and fund balance	$ -	$ -

Re-Employment and Job Placement Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	-	-	-	-
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Labor	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Operating transfers out	-	-	-	2,539
Total other financing uses	-	-	-	2,539
Total expenditures and other financing uses	-	-	-	2,539
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	-	-	(2,539)
Fund balance (deficit) at beginning of year	-	-	-	2,539
Fund balance (deficit) at end of year	$ -	$ -	$ -	$ -

Trust Fund For The Head Injury Treatment Services Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 2,270	$ 904
Total assets	$ 2,270	$ 904
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 351	$ 126
Total liabilities	351	126
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	1,919	778
Total fund balance (deficit)	1,919	778
Total liabilities and fund balance	$ 2,270	$ 904

Trust Fund For The Head Injury Treatment Services Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Federal grants & reimbursements	$ 1,998	$ -	$ (1,998)	$ -
Departmental	470	2,035	1,565	464
Miscellaneous	-	39	39	33
Total revenues	2,468	2,074	(394)	497
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	2,468	2,074	(394)	497
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Health and human services	1,998	933	1,065	572
Total expenditures	1,998	933	1,065	572
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	1,998	933	1,065	572
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	470	1,141	671	(75)
Fund balance (deficit) at beginning of year	778	778	-	853
Fund balance (deficit) at end of year	$ 1,248	$ 1,919	$ 671	$ 778

Massachusetts Tourism Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 7,150	$ 7,251
Total assets	$ 7,150	$ 7,251
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 5,621	$ 5,920
Accrued payroll	63	21
Total liabilities	5,684	5,941
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	1,714	1,500
Unreserved fund balance (deficit):		
Undesignated	(248)	(190)
Total fund balance (deficit)	1,466	1,310
Total liabilities and fund balance	$ 7,150	$ 7,251

Massachusetts Tourism Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 32,700	$ 38,338	$ 5,638	$ 33,864
Total revenues	32,700	38,338	5,638	33,864
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	32,700	38,338	5,638	33,864
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	15,345	14,099	1,246	14,156
Transportations and construction	500	475	25	-
Economic development	24,466	23,219	1,247	22,209
Total expenditures	40,311	37,793	2,518	36,365
Other financing uses:				
Fringe benefit cost assessment	-	386	(386)	369
Operating transfers out	3	3	-	3
Total other financing uses	3	389	(386)	372
Total expenditures and other financing uses	40,314	38,182	2,132	36,737
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(7,614)	156	7,770	(2,873)
Fund balance (deficit) at beginning of year	1,310	1,310	-	4,183
Fund balance (deficit) at end of year	$ (6,304)	$ 1,466	$ 7,770	$ 1,310

Health Care Access Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	-	-
Total fund balance (deficit)	-	-
Total liabilities and fund balance	$ -	$ -

Health Care Access Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Other financing sources:				
Operating transfers in	-	-	-	23,105
Total other financing sources	-	-	-	23,105
Total revenues and other financing sources	-	-	-	23,105
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Health and human services	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Fringe benefit cost assessment	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	-	-	23,105
Fund balance (deficit) at beginning of year	-	-	-	(23,105)
Fund balance (deficit) at end of year	$ -	$ -	$ -	$ -

Ponkapoag Recreational Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 98	$ 46
Total assets	$ 98	$ 46
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 187	$ 118
Accrued payroll	11	5
Total liabilities	198	123
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(100)	(77)
Total fund balance (deficit)	(100)	(77)
Total liabilities and fund balance	$ 98	$ 46

Ponkapoag Recreational Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 700	$ 700	$ -	$ 700
Total revenues	700	700	-	700
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	700	700	-	700
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	717	667	50	690
Total expenditures	717	667	50	690
Other financing uses:				
Fringe benefit cost assessment	-	55	(55)	56
Operating transfers out	1	1	-	1
Total other financing uses	1	56	(55)	57
Total expenditures and other financing uses	718	723	(5)	747
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(18)	(23)	(5)	(47)
Fund balance (deficit) at beginning of year	(77)	(77)	-	(30)
Fund balance (deficit) at end of year	$ (95)	$ (100)	$ (5)	$ (77)

Leo J. Martin Recreation Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 136	$ 167
Accounts payable	48	24
Accrued payroll	11	3
Total liabilities	195	194
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(195)	(194)
Total fund balance (deficit)	(195)	(194)
Total liabilities and fund balance	$ -	$ -

Leo J. Martin Recreation Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 450	$ 450	$ -	$ 450
Total revenues	450	450	-	450
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	450	450	-	450
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	465	406	59	442
Total expenditures	465	406	59	442
Other financing uses:				
Fringe benefit cost assessment	-	45	(45)	46
Total other financing uses	-	45	(45)	46
Total expenditures and other financing uses	465	451	14	488
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(15)	(1)	14	(38)
Fund balance (deficit) at beginning of year	(194)	(194)	-	(156)
Fund balance (deficit) at end of year	$ (209)	$ (195)	$ 14	$ (194)

Division of Insurance Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 111	$ -
Total assets	$ 111	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ -	$ 58
Accounts payable	-	569
Accrued payroll	-	24
Total liabilities	-	651
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	532	-
Unreserved fund balance (deficit):		
Undesignated	(421)	(651)
Total fund balance (deficit)	111	(651)
Total liabilities and fund balance	$ 111	$ -

Division of Insurance Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 4,228	$ 5,226	$ 998	$ 3,000
Total revenues	4,228	5,226	998	3,000
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	4,228	5,226	998	3,000
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Consumer affairs	4,760	4,116	644	3,153
Total expenditures	4,760	4,116	644	3,153
Other financing uses:				
Fringe benefits cost assessment	-	348	(348)	268
Operating transfers out	-	-	-	13
Total other financing uses	-	348	(348)	281
Total expenditures and other financing uses	4,760	4,464	296	3,434
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(532)	762	1,294	(434)
Fund balance (deficit) at beginning of year	(651)	(651)	-	(217)
Fund balance (deficit) at end of year	$ (1,183)	$ 111	$ 1,294	$ (651)

Health Protection Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 34,666	$ 28,011
Total assets	$ 34,666	$ 28,011
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 16,087	$ 11,098
Accrued payroll	36	20
Total liabilities	16,123	11,118
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	18,543	16,893
Total fund balance (deficit)	18,543	16,893
Total liabilities and fund balance	$ 34,666	$ 28,011

Health Protection Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 98,300	$ 91,326	$ (6,974)	$ 92,783
Departmental	150	-	(150)	-
Miscellaneous	-	11	11	208
Total revenues	98,450	91,337	(7,113)	92,991
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	98,450	91,337	(7,113)	92,991
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Attorney General	200	158	42	165
District Attorney	11	11	-	12
Sheriff's department	73	66	7	29
Administration and finance	-	-	-	9
Health and human services	62,086	59,441	2,645	59,840
Education	24,619	24,050	569	23,941
Higher education	113	108	5	42
Public safety	5,391	5,340	51	5,161
Total expenditures	92,493	89,174	3,319	89,199
Other financing uses:				
Fringe benefit cost assessment	-	505	(505)	481
Operating transfers out	8	8	-	6
Total other financing uses	8	513	(505)	487
Total expenditures and other financing uses	92,501	89,687	2,814	89,686
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses.	5,949	1,650	(4,299)	3,305
Fund balance (deficit) at beginning of year	16,893	16,893	-	13,588
Fund balance (deficit) at end of year	$ 22,842	$ 18,543	$ (4,299)	$ 16,893

State Building Management Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 8,334	$ 9,114
Total assets	$ 8,334	$ 9,114
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 183	$ 350
Total liabilities	183	350
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	8,151	8,764
Total fund balance (deficit)	8,151	8,764
Total liabilities and fund balance	$ 8,334	$ 9,114

State Building Management Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 17,374	$ 18,149	$ 775	$ 17,245
Miscellaneous	-	161	161	940
Total revenues	17,374	18,310	936	18,185
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	17,374	18,310	936	18,185
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	21,065	18,923	2,142	18,016
Total expenditures	21,065	18,923	2,142	18,016
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	21,065	18,923	2,142	18,016
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(3,691)	(613)	3,078	169
Fund balance (deficit) at beginning of year	8,764	8,764	-	8,595
Fund balance (deficit) at end of year	$ 5,073	$ 8,151	$ 3,078	$ 8,764

Reggie Lewis Track and Athletic Center Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 362	$ 253
Total assets	$ 362	$ 253
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 50	$ 14
Accrued payroll	-	7
Total liabilities	50	21
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	312	232
Total fund balance (deficit)	312	232
Total liabilities and fund balance	$ 362	$ 253

Reggie Lewis Track and Athletic Center Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 300	$ 325	$ 25	$ 332
Total revenues	300	325	25	332
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	300	325	25	332
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Higher education	247	245	2	247
Total expenditures	247	245	2	247
Other financing uses:				
Fringe benefit cost assessment	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	247	245	2	247
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	53	80	27	85
Fund balance (deficit) at beginning of year	232	232	-	147
Fund balance (deficit) at end of year	$ 285	$ 312	$ 27	$ 232

Assisted Living Administration Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 922	$ 460
Total assets	$ 922	$ 460
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 11	$ 9
Accrued payroll	6	2
Total liabilities	17	11
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	905	449
Total fund balance (deficit)	905	449
Total liabilities and fund balance	$ 922	$ 460

Assisted Living Administration Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ -	$ 456	$ 456	$ 463
Total revenues	-	456	456	463
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	-	456	456	463
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Elder affairs	-	-	-	198
Total expenditures	-	-	-	198
Other financing uses:				
Fringe benefit cost assessment	-	-	-	38
Total other financing uses	-	-	-	38
Total expenditures and other financing uses	-	-	-	236
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	456	456	227
Fund balance (deficit) at beginning of year	449	449	-	222
Fund balance (deficit) at end of year	$ 449	$ 905	$ 456	$ 449

Commonwealth Economic Development Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	-	-
Total fund balance (deficit)	-	-
Total liabilities and fund balance	$ -	$ -

Commonwealth Economic Development Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	-	-	-	-
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Labor	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Fringe benefit cost assessment	-	-	-	-
Operating transfers out	-	-	-	355
Total other financing uses	-	-	-	355
Total expenditures and other financing uses	-	-	-	355
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	-	-	(355)
Fund balance (deficit) at beginning of year	-	-	-	355
Fund balance (deficit) at end of year	$ -	$ -	$ -	$ -

Commonwealth Cost Relief Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ 13,446
Total assets	$ -	$ 13,446
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	-	13,446
Total fund balance (deficit)	-	13,446
Total liabilities and fund balance	$ -	$ 13,446

Commonwealth Cost Relief Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	-	-	-	-
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	7,064	6,018	1,046	4,633
Total expenditures	7,064	6,018	1,046	4,633
Other financing uses:				
Sewer rate relief	3,591	3,591	-	3,591
Operating transfers out	3,837	3,837	-	-
Total other financing uses	7,428	7,428	-	3,591
Total expenditures and other financing uses	14,492	13,446	1,046	8,224
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(14,492)	(13,446)	1,046	(8,224)
Fund balance (deficit) at beginning of year	13,446	13,446	-	21,670
Fund balance (deficit) at end of year	$ (1,046)	$ -	$ 1,046	$ 13,446

Children's and Seniors' Health Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 69,600	$ 87,734
Due from federal government	3,700	3,379
Total assets	$ 73,300	$ 91,113
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 8,112	$ 694
Total liabilities	8,112	694
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	65,188	90,419
Total fund balance (deficit)	65,188	90,419
Total liabilities and fund balance	$ 73,300	$ 91,113

Children's and Seniors' Health Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 98,300	$ 93,699	$ (4,601)	$ 95,196
Federal grants and reimbursements	255,323	245,829	(9,494)	172,947
Departmental	8,268	3,212	(5,056)	5,923
Miscellaneous	-	4	4	-
Total revenues	361,891	342,744	(19,147)	274,066
Other financing sources:				
Operating transfers in	83,952	83,952	-	36,952
Total other financing sources	83,952	83,952	-	36,952
Total revenues and other financing sources	445,843	426,696	(19,147)	311,018
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Attorney General	6	4	2	5
Administration and finance	-	-	-	69
Health and human services	58,264	30,321	27,943	28,914
Elder affairs	1,366	1,169	197	684
Consumer Affairs	4	4	-	2
Medicaid	457,345	419,166	38,179	307,403
Total expenditures	516,985	450,664	66,321	337,077
Other financing uses:				
Fringe benefit cost assessment	-	1,263	(1,263)	1,220
Total other financing uses	-	1,263	(1,263)	1,220
Total expenditures and other financing uses	516,985	451,927	65,058	338,297
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(71,142)	(25,231)	45,911	(27,279)
Fund balance (deficit) at beginning of year	90,419	90,419	-	117,698
Fund balance (deficit) at end of year	$ 19,277	$ 65,188	$ 45,911	$ 90,419

Diversity Awareness Education Trust Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 4	$ 3
Total assets	$ 4	$ 3
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	4	3
Total fund balance (deficit)	4	3
Total liabilities and fund balance	$ 4	$ 3

Diversity Awareness Education Trust Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ -	$ 1	$ 1	$ 1
Total revenues	-	1	1	1
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	-	1	1	1
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	1	1	1
Fund balance (deficit) at beginning of year	3	3	-	2
Fund balance (deficit) at end of year	$ 3	$ 4	$ 1	$ 3

Child Care Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Due from federal government	$ 48,159	$ 28,931
Total assets	$ 48,159	$ 28,931
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 15,007	$ 5,436
Accounts payable	31,860	22,203
Total liabilities	46,867	27,639
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	1,292	1,292
Total fund balance (deficit)	1,292	1,292
Total liabilities and fund balance	$ 48,159	$ 28,931

Child Care Fund
Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Federal grants and reimbursements	$ 84,312	$ 166,334	$ 82,022	$ 79,523
Total revenues	84,312	166,334	82,022	79,523
Other financing sources:				
Operating transfers in	-	-	-	91,874
Total other financing sources	-	-	-	91,874
Total revenues and other financing sources	84,312	166,334	82,022	171,397
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Health and human services	174,486	166,334	8,152	171,769
Total expenditures	174,486	166,334	8,152	171,769
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	174,486	166,334	8,152	171,769
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(90,174)	-	90,174	(372)
Fund balance (deficit) at beginning of year	1,292	1,292	-	1,664
Fund balance (deficit) at end of year	$ (88,882)	$ 1,292	$ 90,174	$ 1,292

Transitional Aid to Needy Families Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Due from federal government	$ 50,579	$ 87,648
Total assets	$ 50,579	$ 87,648
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 50,408	$ 81,026
Accounts payable	171	6,622
Total liabilities	50,579	87,648
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	-	-
Total fund balance (deficit)	-	-
Total liabilities and fund balance	$ 50,579	$ 87,648

Transitional Aid to Needy Families Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Federal grants and reimbursements	$ 491,919	$ 308,904	$ (183,015)	$ 448,722
Total revenues	491,919	308,904	(183,015)	448,722
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	491,919	308,904	(183,015)	448,722
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Treasurer and Receiver-General	365	365	-	828
Administration and finance	21	9	12	-
Communities and development	2,846	2,791	55	2,477
Health and human services	286,221	276,422	9,799	297,820
Transportation and construction	686	625	61	-
Higher education	200	196	4	197
Public safety	-	-	-	1
Labor	4,127	4,141	(14)	4,559
Total expenditures	294,466	284,549	9,917	305,882
Other financing uses:				
Fringe benefit cost assessment	-	3,772	(3,772)	4,349
Operating transfers out	-	-	-	137,811
Caseload mitigation	20,583	20,583	-	645
Total other financing uses	20,583	24,355	(3,772)	142,805
Total expenditures and other financing uses	315,049	308,904	6,145	448,687
Excess (deficiency) of revenues and other financing sources over expenditures and other financing use	176,870	-	(176,870)	35
Fund balance (deficit) at beginning of year	-	-	-	(35)
Fund balance (deficit) at end of year	$ 176,870	$ -	$ (176,870)	$ -

Social Services Program Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ 1,652
Due from federal government	11,231	-
Total assets	$ 11,231	$ 1,652
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 9,831	$ -
Accounts payable	1,345	1,921
Accrued payroll	8	-
Total liabilities	11,184	1,921
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	31	15
Unreserved fund balance (deficit):		
Undesignated	16	(284)
Total fund balance (deficit)	47	(269)
Total liabilities and fund balance	$ 11,231	$ 1,652

Social Services Program Fund
Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Federal grants and reimbursements	$ 42,674	$ 88,272	$ 45,598	$ 44,989
Total revenues	42,674	88,272	45,598	44,989
Other financing sources:				
Operating transfers in	-	-	-	45,937
Total other financing sources	-	-	-	45,937
Total revenues and other financing sources	42,674	88,272	45,598	90,926
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
District attorney	414	375	39	389
Health and human services	86,771	85,633	1,138	88,217
Total expenditures	87,185	86,008	1,177	88,606
Other financing uses:				
Fringe benefit cost assessment	-	1,947	(1,947)	2,108
Operating transfers out	1	1	-	1
Total other financing uses	1	1,948	(1,947)	2,109
Total expenditures and other financing uses	87,186	87,956	(770)	90,715
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(44,512)	316	44,828	211
Fund balance (deficit) at beginning of year	(269)	(269)	-	(480)
Fund balance (deficit) at end of year	$ (44,781)	$ 47	$ 44,828	$ (269)

Local Consumer Inspection Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 574	$ 295
Accounts payable	-	1
Total liabilities	574	296
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(574)	(296)
Total fund balance (deficit)	(574)	(296)
Total liabilities and fund balance	$ -	$ -

Local Consumer Inspection Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 200	$ -	$ (200)	$ -
Total revenues	200	-	(200)	-
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	200	-	(200)	-
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Consumer affairs	300	252	(48)	296
Total expenditures	300	252	(48)	296
Other financing uses:				
Fringe benefit cost assessment	-	26	(26)	-
Total other financing uses	-	26	(26)	-
Total expenditures and other financing uses	300	278	(74)	296
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(100)	(278)	(178)	(296)
Fund balance (deficit) at beginning of year	(296)	(296)	(296)	-
Fund balance (deficit) at end of year	$ (396)	$ (574)	$ (474)	$ (296)

Caseload Increase Mitigation Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 153,562	$ 131,471
Total assets	$ 153,562	$ 131,471
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	153,562	131,471
Total fund balance (deficit)	153,562	131,471
Total liabilities and fund balance	$ 153,562	$ 131,471

Caseload Increase Mitigation Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ 6,546	$ -	$ (6,546)	$ -
Total revenues	6,546	-	(6,546)	-
Other financing sources:				
Caseload mitigation	-	22,091	22,091	3,461
Total other financing sources	-	22,091	22,091	3,461
Total revenues and other financing sources	6,546	22,091	15,545	3,461
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Environmental affairs	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	6,546	22,091	15,545	3,461
Fund balance (deficit) at beginning of year	131,471	131,471	-	128,010
Fund balance (deficit) at end of year	$ 138,017	$ 153,562	$ 15,545	$ 131,471

Boston Convention and Exhibition Center Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 73,201	$ 44,021
Total assets	$ 73,201	$ 44,021
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 1,759	$ -
Total liabilities	1,759	-
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations	1	18,000
Unreserved fund balance (deficit):		
Undesignated	71,441	26,021
Total fund balance (deficit)	71,442	44,021
Total liabilities and fund balance	$ 73,201	$ 44,021

Boston Convention and Exhibition Center Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ 25,000	$ 42,909	$ 17,909	$ 35,104
Miscellaneous	-	4,271	-	-
Total revenues	25,000	47,180	17,909	35,104
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	25,000	47,180	17,909	35,104
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Administration and finance	19,760	19,759	1	-
Total expenditures	19,760	19,759	1	-
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	19,760	19,759	1	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	5,240	27,421	22,181	35,104
Fund balance (deficit) at beginning of year	44,021	44,021	-	8,917
Fund balance (deficit) at end of year	$ 49,261	$ 71,442	$ 22,181	$ 44,021

Voting Equipment Loan Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 1,397	$ 1,397
Total assets	$ 1,397	$ 1,397
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance(deficit):		
Undesignated	1,397	1,397
Total fund balance (deficit)	1,397	1,397
Total liabilities and fund balance	$ 1,397	$ 1,397

Voting Equipment Loan Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000 Budget	2000 Actual	Variance Favorable (Unfavorable)	1999 Actual
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Departmental	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Other financing sources:				
Operating transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Total revenues and other financing sources	-	-	-	-
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Secretary of the Commonwealth	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Total expenditures and other financing uses	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	-	-	-
Fund balance (deficit) at beginning of year	1,397	1,397	-	1,397
Fund balance (deficit) at end of year	$ 1,397	$ 1,397	$ -	$ 1,397

Non-Budgeted Funds

SPECIAL REVENUE FUNDS:

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to finance specific functions. Those funds which are not subject to appropriation are considered Non-budgeted Special Revenue Funds.

Federal Grants Fund accounts for federal grants that are designated for specific programs, excluding federal highway construction grants, which are accounted for in the Federal Highway Construction Capital Projects Fund, and federal reimbursement programs, such as Medicaid, which are accounted for in the General Fund.

LOTTERY FUNDS:

To account for the operations of the State and Arts Lotteries.

State Lottery Fund accounts for revenue from sale of lottery tickets and for the payment of prizes, expenses of the State Lottery Commission and the distribution to municipalities and school districts. Transfers are made to the local aid fund.

Arts Lottery Fund accounts for revenues from sale of lottery tickets, for payment of prizes and the expenses of the State Lottery Commission, and for the administration of the Arts Lottery Council. Transfers are made to the local aid fund.

UNIVERSAL HEALTH CARE FUND:

To account for assessments and other revenues that are dedicated to making health care and health insurance accessible and affordable to all citizens of the Commonwealth.

Uncompensated Care Fund accounts for funds received from hospitals, transfers from budgeted funds and federal reimbursements; used for the purposes of the Uncompensated Care Pool.

Labor Shortage Fund accounts for assessments on each acute care hospital equal to one-tenth of one-percent of gross patient service revenues; used for training health care workers, career development within the health care profession, and establishment of day care programs at hospitals and other health care facilities.

Medical Security Trust Fund accounts for premiums, fees, and contributions; used for health insurance for workers receiving unemployment insurance.

OTHER FUNDS:

To account for a variety of miscellaneous taxes, assessments, fees, fines and other revenues which are restricted to the financing of specific Commonwealth programs.

Department of Telecommunication and Energy Trust Fund accounts for expenditures by the department of telecommunications and energy commission for activities of the department related to the regulation of electric companies.

Liability Management and Reduction Fund accounts for chargebacks assessed to departments as premiums for the provision of insurance coverage for state agencies to cover payment of judgements, settlements and litigation costs in tort claims.

Debt Defeasance Trust Fund accounts for transfers from general fund and highway fund for purpose of defeasing debt pursuant to chapter 55 of the Acts of 1999 section 6, 7 and 8, as amended and Section 13 and Section 17 of Chapter 87 of FY2000 provide for additional transfers to this Fund.

Health Care Security Trust Fund accounts for revenues received from tobacco companies under the tobacco settlement, interest income as well as expenditures for health related services and programs

intended to control or reduce the use of tobacco in the Commonwealth.

Civil Monetary Penalty Fund accounts for civil monetary penalties paid by nursing homes participating in the medical program for the protection of health and property of residents in a nursing home if the facility is found deficient.

MBTA Infrastructure and Renovation Fund accounts for expenditures related to funds appropriated to the MBTA for station renovations.

Government Land Bank Fund accounts for proceeds from disposition, conversion and redevelopment of land used for payments of principal and interest on bonds and notes of the Massachusetts Development Finance Agency.

Federally-Assisted Housing Fund accounts for federal financial assistance; used for payments of principal and interest on bond debt.

Oil Overcharge Fund accounts for the fines and penalties collected under federal litigation from certain oil companies; used to provide fuel assistance and weatherization for low income residents.

Environmental Trust Fund accounts for fines, gifts and grants; used for restoration, protection and improvement of the quality of Boston Harbor, Lynn Harbor, Massachusetts's Bay, Buzzard's Bay and Cape Cod Bay.

Children's Trust Fund accounts for gifts, grants, interest, and donations to the Child Abuse Prevention Board and certain appropriations designated to be transferred to the fund; used for support programs to raise awareness of child abuse and prevention programs.

Child Support Enforcement Fund accounts for Federal Grants; used for activities associated with the collection of child support.

Department of Industrial Accidents Special Fund accounts for assessments to employers and cities and towns for worker's compensation insurance premiums and penalties assessed against employers who fail to insure for the worker's compensation; used to reimburse the general fund for the operating account of the Department of Industrial Accidents and for administrative overhead.

County Correction Fund accounts for approximately seven and one half percent of the deeds excise tax distributed to counties for the operation of county correctional facilities.

Massachusetts AIDS Fund accounts for gifts, grants, and donations; used for research, treatment, and education related to AIDS.

Board of Registration in Medicine Fund accounts for certain revenues and expenditures of the board.

Water Pollution Abatement Projects Administration Fund accounts for transfers from the Water Pollution Abatement Trust and General Obligation Bond Proceeds; used for the administration of the Department of Environmental Protection to fund water pollution abatement projects.

Commonwealth Sewer Rate Relief Fund accounts for transfers of amounts from the General Fund or other funds; used for the purpose of mitigating sewer rate increases and making sewer rate relief grants to municipalities.

Motor Vehicle Safety Inspection Trust Fund accounts for vehicle inspection fees for administration and operation of safety inspection programs by the registry.

Child Care Quality Fund accounts for expenditures by the commissioner of the Office for Children for providing grants for not-for-profit child care organizations for the purpose of improving child care services.

Grant Anticipation Note Trust Fund accounts for proceeds to cover GANS expenditures and pay the related debt service of the proceeds.

The following funds were closed in fiscal year 2000:

Freight Rail Fund accounts for certain fees for rights-of-way; used for acquisition, construction, prevention, rehabilitation, reconstruction, or other improvements of land, and real rights-of-way and related facilities or equipment.

Passenger Rail Fund accounts for certain fees for rights-of-way; used for acquisition, construction, preservation, rehabilitation, reconstruction or other improvements of land and real rights-of-way and related facilities or equipment.

The following fund has been enacted in legislation but is inactive for fiscal year 2000:

Energy Technology Development Fund accounts for monies received from miscellaneous trusts, gifts and donations to be administered and expended by the commissioner of the Division of Energy Resources to promote energy efficiency and the research development and commercialization of new energy technologies.

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Non-Budgeted Special Revenue Funds

Combining Balance Sheet - Statutory Basis

June 30, 2000 and 1999
(Amounts in thousands)

	Federal Grants	Lotteries	Universal Health Care
ASSETS			
Cash and short-term investments	$ -	$ 25,624	$ 271,703
Cash with fiscal agent	-	-	-
Receivables, net of allowance for uncollectibles:			
Taxes	-	-	-
Due from federal government	214,631	-	42,404
Other receivables	-	4,010	42,404
Total assets	$ 214,631	$ 29,634	$ 356,511
LIABILITIES AND FUND BALANCES			
Liabilities:			
Deficiency in cash and short-term investments	$ 54,134	$ -	$ -
Accounts payable	145,913	28,679	89,988
Accrued payroll	5,830	-	53
Due to other funds	-	-	-
Total liabilities	205,877	28,679	90,041
Fund balances:			
Reserved fund balance:			
Reserved for debt service	-	-	-
Reserved for debt defeasance	-	-	-
Reserved for capital projects	-	-	-
Unreserved:			
Designated for specific purpose	8,754	955	266,470
Total fund balances	8,754	955	266,470
Total liabilities and fund balances	$ 214,631	$ 29,634	$ 356,511

Other	Totals (Memorandum only) 2000	1999
$ 767,278	$ 1,064,605	$ 883,434
49,973	49,973	49,104
409	409	672
85,192	342,227	316,145
-	46,414	51,210
$ 902,852	$ 1,503,628	$ 1,300,565
$ -	$ 54,134	$ 42,414
4,415	268,995	274,711
352	6,235	1,858
84,834	84,834	78,565
89,601	414,198	397,548
49,973	49,973	435,096
650,000	650,000	385,992
7,374	7,374	7,003
105,904	382,083	460,918
813,251	1,089,430	903,017
$ 902,852	$ 1,503,628	$ 1,300,565

Non-Budgeted Special Revenue Funds

Combining Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis

Fiscal Year Ended June 30, 2000 and 1999
(Amounts in thousands)

	Federal Grants	Lotteries	Universal Health Care
REVENUES AND OTHER FINANCING SOURCES			
Revenues:			
Taxes	$ -	$ 2,103	$ -
Assessments	-	-	360,077
Federal grants and reimbursements	1,360,064	-	218,573
Departmental	-	3,905,546	376,019
Miscellaneous	43	7,112	15,076
Total revenues	1,360,107	3,914,761	969,745
Other financing sources			
Proceeds of grant anticipation notes	-	-	-
Lottery reimbursements	-	44,507	-
Sewer rate relief	-	-	-
Debt defeasance trust transfer	-	-	-
Operating transfers in	-	-	148,818
Total other financing sources	-	44,507	148,818
Total revenues and other financing sources	1,360,107	3,959,268	1,118,563
EXPENDITURES AND OTHER FINANCING USES			
Expenditures:			
Judiciary	276	-	-
Governor and Lieutenant Governor	50	-	-
Secretary of the Commonwealth	727	-	-
Treasurer and Receiver-General	1,321	2,993,197	-
Attorney General	6,060	-	-
District Attorney	3,520	-	-
Sheriff's Departments	1,770	-	-
Board of Library Commissioners	2,735	-	-
Administration and finance	5,013	-	135
Environmental affairs	18,625	-	-
Communities and development	269,796	-	-
Health and human services	269,130	-	863,155
Transportation and construction	8,229	-	-
Education	507,863	-	-
Higher education	6,127	-	-
Public safety	33,260	-	-
Economic development	3,805	-	-
Elder affairs	26,726	-	-
Consumer affairs	1,178	-	-
Labor	136,552	-	16,252
Direct local aid	-	-	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	1,302,763	2,993,197	879,542
Other financing uses			
Fringe benefit cost assessment	28,594	2,538	291
Lottery operating reimbursements	-	125,264	-
Lottery distributions	-	837,314	-
Federal reimbursement transfer out	-	-	-
Tobacco settlement transfer	-	-	
Operating transfers out	31,087	-	195,905
Total other financing uses	59,681	965,116	196,196
Total expenditures and other financing uses	1,362,444	3,958,313	1,075,738
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(2,337)	955	42,825
Fund balances at beginning of year	11,091	-	223,645
Fund balances at end of year	$ 8,754	$ 955	$ 266,470

Other	Totals (Memorandum only) 2000	1999
$ 11,450	$ 13,553	$ 12,734
18,287	378,364	269,555
497,749	2,076,386	2,017,000
31,879	4,313,444	3,924,796
345,839	368,070	182,063
905,204	7,149,817	6,406,148
-	-	319,434
-	44,507	17,925
53,914	53,914	53,914
650,000	650,000	408,889
111,009	259,827	199,322
814,923	1,008,248	999,484
1,720,127	8,158,065	7,405,632
-	276	159
-	50	-
-	727	641
401,884	3,396,402	2,687,593
42	6,102	5,763
12	3,532	2,845
-	1,770	2,016
-	2,735	2,614
70,616	75,764	73,643
7,421	26,046	26,043
128	269,924	225,114
655	1,132,940	1,098,765
-	8,229	5,081
-	507,863	462,202
-	6,127	4,389
19,358	52,618	35,808
-	3,805	3,591
-	26,726	26,383
6,003	7,181	7,138
-	152,804	148,741
12,877	12,877	9,061
461	461	539
43,225	43,225	37,889
562,682	5,738,184	4,866,018
4,808	36,231	26,995
-	125,264	93,874
-	837,314	809,095
486,618	486,618	580,320
83,597	83,597	
437,452	664,444	643,922
1,012,475	2,233,468	2,154,206
1,575,157	7,971,652	7,020,224
144,970	186,413	385,408
668,281	903,017	517,609
$ 813,251	$ 1,089,430	$ 903,017

Federal Grants Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Receivables, net of allowance for uncollectibles:		
Due from federal government	$ 214,631	$ 202,648
Total assets	$ 214,631	$ 202,648
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 54,134	$ 42,414
Accounts payable	145,913	147,476
Accrued payroll	5,830	1,667
Total liabilities	205,877	191,557
Fund balance:		
Designated for specific purpose	8,754	11,091
Total fund balance (deficit)	8,754	11,091
Total liabilities and fund balance	$ 214,631	$ 202,648

Federal Grants Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Federal grants and reimbursements	$ 1,360,064	$ 1,235,886
Miscellaneous	43	112
Total revenues	1,360,107	1,235,998
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	1,360,107	1,235,998
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Judiciary	276	159
Governor and Lieutenant Governor	50	-
Secretary of the Commonwealth	727	641
Treasurer and Receiver-General	1,321	523
Attorney General	6,060	5,763
District Attorney	3,520	2,837
Sheriff's Departments	1,770	2,016
Board of Library Commissioners	2,735	2,614
Administration and finance	5,013	1,946
Environmental affairs	18,625	18,614
Communities and development	269,796	224,316
Health and human services	269,130	261,254
Transportation and construction	8,229	5,081
Education	507,863	462,202
Higher education	6,127	4,389
Public safety	33,260	29,791
Economic development	3,805	3,587
Elder affairs	26,726	26,383
Consumer affairs	1,178	1,358
Labor	136,552	132,595
Total expenditures	1,302,763	1,186,069
Other financing uses:		
Fringe benefit cost assessment	28,594	19,257
Operating transfers out	31,087	29,401
Total other financing uses	59,681	48,658
Total expenditures and other financing uses	1,362,444	1,234,727
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(2,337)	1,271
Fund balance (deficit) at beginning of year	11,091	9,820
Fund balance (deficit) at end of year	$ 8,754	$ 11,091

State Lottery Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 16,056	$ 13,598
Receivables, net of allowance for uncollectibles:		
Other receivables	1,831	1,908
Total assets	$ 17,887	$ 15,506
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 16,932	$ 15,506
Total liabilities	16,932	15,506
Fund balance:		
Designated for specific purpose	955	-
Total fund balance (deficit)	955	-
Total liabilities and fund balance	$ 17,887	$ 15,506

State Lottery Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Taxes	$ 2,103	$ 2,191
Departmental	3,642,934	3,274,057
Miscellaneous	5,320	13,164
Total revenues	3,650,357	3,289,412
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	3,650,357	3,289,412
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Treasurer and Receiver-General	2,777,849	2,476,712
Total expenditures	2,777,849	2,476,712
Other financing uses:		
Fringe benefit cost assessment	2,538	2,339
Lottery operating reimbursements	110,315	79,880
Lottery distributions	758,700	730,481
Total other financing uses	871,553	812,700
Total expenditures and other financing uses	3,649,402	3,289,412
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	955	-
Fund balance (deficit) at beginning of year	-	-
Fund balance (deficit) at end of year	$ 955	$ -

Arts Lottery Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 9,568	$ 9,127
Receivables, net of allowance for uncollectibles:		
Other receivables	2,179	43
Total assets	$ 11,747	$ 9,170
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 11,747	$ 9,170
Total liabilities	11,747	9,170
Fund balance:		
Designated for specific purpose	-	-
Total fund balance	-	-
Total liabilities and fund balance	$ 11,747	$ 9,170

Arts Lottery Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ 262,612	$ 282,670
Miscellaneous	1,792	2,460
Total revenues	264,404	285,130
Other financing sources:		
Lottery reimbursements	44,507	17,925
Total other financing sources	44,507	17,925
Total revenues and other financing sources	308,911	303,055
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Treasurer and Receiver-General	215,348	210,354
Total expenditures	215,348	210,354
Other financing uses:		
Fringe benefit cost assessment	-	93
Lottery operating reimbursements	14,949	13,994
Lottery distributions	78,614	78,614
Total other financing uses	93,563	92,701
Total expenditures and other financing uses	308,911	303,055
Excess of revenues and other financing sources over expenditures and other financing uses	-	-
Fund balance at beginning of year	-	-
Fund balance at end of year	$ -	$ -

Uncompensated Care Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 117,319	$ 108,304
Receivables, net of allowance for uncollectibles:		
Due from federal government	42,404	49,259
Other receivables	42,404	49,259
Total assets	$ 202,127	$ 206,822
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 89,640	$ 98,642
Total liabilities	89,640	98,642
Fund balance:		
Designated for specific purpose	112,487	108,180
Total fund balance (deficit)	112,487	108,180
Total liabilities and fund balance	$ 202,127	$ 206,822

Uncompensated Care Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Assessments	$ 360,077	$ 251,114
Federal grants and reimbursements	218,573	182,483
Departmental	327,706	308,795
Miscellaneous	8,106	131,864
Total revenues	914,462	874,256
Other financing sources:		
Operating transfers in	148,818	157,822
Total other financing sources	148,818	157,822
Total revenues and other financing sources	1,063,280	1,032,078
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Health and human services	863,155	837,348
Total expenditures	863,155	837,348
Other financing uses:		
Operating transfers out	195,818	174,981
Total other financing uses	195,818	174,981
Total expenditures and other financing uses	1,058,973	1,012,329
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	4,307	19,749
Fund balance (deficit) at beginning of year	108,180	88,431
Fund balance (deficit) at end of year	$ 112,487	$ 108,180

Labor Shortage Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 1,225	$ 1,158
Total assets	$ 1,225	$ 1,158
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Designated for specific purpose	1,225	1,158
Total fund balance (deficit)	1,225	1,158
Total liabilities and fund balance	$ 1,225	$ 1,158

Labor Shortage Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Miscellaneous	$ 67	$ 90
Total revenues	67	90
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	67	90
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Higher education	-	-
Total expenditures	-	-
Other financing uses:		
Operating transfers out	-	1,142
Total other financing uses	-	1,142
Total expenditures and other financing uses	-	1,142
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	67	(1,052)
Fund balance (deficit) at beginning of year	1,158	2,210
Fund balance (deficit) at end of year	$ 1,225	$ 1,158

Medical Security Trust Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 153,159	$ 114,740
Total assets	$ 153,159	$ 114,740
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 348	$ 419
Accrued payroll	53	14
Total liabilities	401	433
Fund balance:		
Designated for specific purpose	152,758	114,307
Total fund balance (deficit)	152,758	114,307
Total liabilities and fund balance	$ 153,159	$ 114,740

Medical Security Trust Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ 48,313	$ 44,668
Miscellaneous	6,903	4,456
Total revenues	55,216	49,124
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	55,216	49,124
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Administration and finance	135	129
Labor	16,252	16,146
Total expenditures	16,387	16,275
Other financing uses:		
Fringe benefit cost assessment	291	298
Operating transfers out	87	111
Total other financing uses	378	409
Total expenditures and other financing uses	16,765	16,684
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	38,451	32,440
Fund balance (deficit) at beginning of year	114,307	81,867
Fund balance (deficit) at end of year	$ 152,758	$ 114,307

Department of Telecommunication and Energy Trust Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 817	$ 1,069
Total assets	$ 817	$ 1,069
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 180	$ 110
Accrued payroll	29	15
Total liabilities	209	125
Fund balance:		
Designated for specific purpose	608	944
Total fund balance (deficit)	608	944
Total liabilities and fund balance	$ 817	$ 1,069

Department of Telecommunication and Energy Trust Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Assessments	$ 1,930	$ 2,320
Total revenues	1,930	2,320
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	1,930	2,320
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Consumer affairs	2,116	2,145
Total expenditures	2,116	2,145
Other financing uses:		
Fringe benefit cost assessment	145	89
Operating transfers out	5	1
Total other financing uses	150	90
Total expenditures and other financing uses	2,266	2,235
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(336)	85
Fund balance (deficit) at beginning of year	944	859
Fund balance (deficit) at end of year	$ 608	$ 944

Liability Management and Reduction Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 1,450	$ 217
Total assets	$ 1,450	$ 217
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 405	$ -
Total liabilities	405	-
Fund balance:		
Designated for specific purpose	1,045	217
Total fund balance (deficit)	1,045	217
Total liabilities and fund balance	$ 1,450	$ 217

Liability Management and Reduction Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ 1,486	$ 267
Miscellaneous	68	-
Total revenues	1,554	267
Other financing sources:		
Operating transfers in	2,000	-
Total other financing sources	2,000	-
Total revenues and other financing sources	3,554	267
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Attorney General	42	-
Administration and finance	2,684	50
Total expenditures	2,726	50
Other financing uses:		
Operating transfers out	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	2,726	50
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	828	217
Fund balance (deficit) at beginning of year	217	-
Fund balance (deficit) at end of year	$ 1,045	$ 217

Debt Defeasance Trust Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 657,374	$ 408,889
Total assets	$ 657,374	$ 408,889
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Reserved fund balance:		
Reserved for debt defeasance	650,000	385,992
Reserved for capital projects	7,374	7,003
Designated for specific purpose	-	15,894
Total fund balance (deficit)	657,374	408,889
Total liabilities and fund balance	$ 657,374	$ 408,889

Debt Defeasance Trust Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Miscellaneous	$ 369	$ -
Total revenues	369	-
Other financing sources:		
Debt defeasance trust transfer	650,000	408,889
Total other financing sources	650,000	408,889
Total revenues and other financing sources	650,369	408,889
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Treasurer and receiver - general	401,884	-
Total expenditures	401,884	-
Other financing uses:		
Operating transfers out	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	401,884	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	248,485	408,889
Fund balance (deficit) at beginning of year	408,889	-
Fund balance (deficit) at end of year	$ 657,374	$ 408,889

Health Care Security Trust Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 247,199	$ -
Total assets	$ 247,199	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Designated for specific purpose	247,199	-
Total fund balance (deficit)	247,199	-
Total liabilities and fund balance	$ 247,199	$ -

Health Care Security Trust Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Miscellaneous	$ 330,796	$ -
Total revenues	330,796	-
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	330,796	-
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Consumer affairs	-	-
Total expenditures	-	-
Other financing uses:		
Tobacco settlement transfer	83,597	-
Total other financing uses	83,597	-
Total expenditures and other financing uses	83,597	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	247,199	-
Fund balance (deficit) at beginning of year	-	-
Fund balance (deficit) at end of year	$ 247,199	$ -

Civil Monetary Penalty Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 97	$ -
Total assets	$ 97	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Designated for specific purpose	97	-
Total fund balance (deficit)	97	-
Total liabilities and fund balance	$ 97	$ -

Civil Monetary Penalty Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ 97	$ -
Total revenues	97	-
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	97	-
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Health and human services	-	-
Total expenditures	-	-
Other financing uses:		
Operating transfers out	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	97	-
Fund balance (deficit) at beginning of year	-	-
Fund balance (deficit) at end of year	$ 97	$ -

MBTA Infrastructure Renovation Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 66,613	$ -
Total assets	$ 66,613	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Designated for specific purpose	66,613	-
Total fund balance (deficit)	66,613	-
Total liabilities and fund balance	$ 66,613	$ -

MBTA Infrastructure Renovation Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Miscellaneous	$ -	$ -
Total revenues	-	-
Other financing sources:		
Operating transfers in	66,613	-
Total other financing sources	66,613	-
Total revenues and other financing sources	66,613	-
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Transportation and construction	-	-
Total expenditures	-	-
Other financing uses:		
Operating transfers out	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	66,613	-
Fund balance (deficit) at beginning of year	-	-
Fund balance (deficit) at end of year	$ 66,613	$ -

Freight Rail Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Designated for specific purpose	-	-
Total fund balance (deficit)	-	-
Total liabilities and fund balance	$ -	$ -

Freight Rail Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Miscellaneous	$ -	$ -
Total revenues	-	-
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	-	-
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Transportation and construction	-	-
Total expenditures	-	-
Other financing uses:		
Operating transfers out	-	2,918
Total other financing uses	-	2,918
Total expenditures and other financing uses	-	2,918
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	(2,918)
Fund balance (deficit) at beginning of year	-	2,918
Fund balance (deficit) at end of year	$ -	$ -

Passenger Rail Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Designated for specific purpose	-	-
Total fund balance (deficit)	-	-
Total liabilities and fund balance	$ -	$ -

Passenger Rail Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Miscellaneous	$ -	$ -
Total revenues	-	-
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	-	-
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Transportation and construction	-	-
Total expenditures	-	-
Other financing uses:		
Operating transfers out	-	3,486
Total other financing uses	-	3,486
Total expenditures and other financing uses	-	3,486
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	(3,486)
Fund balance (deficit) at beginning of year	-	3,486
Fund balance (deficit) at end of year	$ -	$ -

Government Land Bank Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 35,097	$ 35,097
Total liabilities	35,097	35,097
Fund balance(deficit):		
Designated for specific purpose	(35,097)	(35,097)
Total fund balance (deficit)	(35,097)	(35,097)
Total liabilities and fund balance	$ -	$ -

Government Land Bank Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ 191	$ 190
Total revenues	191	190
Other financing sources:		
Operating transfers in	789	-
Total other financing sources	789	-
Total revenues and other financing sources	980	190
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Debt service:		
Principal retirement	350	435
Interest and fiscal charges	630	356
Total expenditures	980	791
Other financing uses:		
Operating transfers out	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	980	791
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	(601)
Fund balance (deficit) at beginning of year	(35,097)	(34,496)
Fund balance (deficit) at end of year	$ (35,097)	$ (35,097)

Federally-Assisted Housing Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Designated for specific purpose	-	-
Total fund balance (deficit)	-	-
Total liabilities and fund balance	$ -	$ -

Federally-Assisted Housing Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ 136	$ 136
Total revenues	136	136
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	136	136
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Debt service:		
Principal retirement	111	104
Interest and fiscal charges	25	32
Total expenditures	136	136
Other financing uses:		
Operating transfers out	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	136	136
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	-
Fund balance (deficit) at beginning of year	-	-
Fund balance (deficit) at end of year	$ -	$ -

Oil Overcharge Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1,999
ASSETS		
Cash and short-term investments	$ 8,140	$ 9,544
Total assets	$ 8,140	$ 9,544
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 250	$ 306
Accrued payroll	27	10
Total liabilities	277	316
Fund balance:		
Designated for specific purpose	7,863	9,228
Total fund balance (deficit)	7,863	9,228
Total liabilities and fund balance	$ 8,140	$ 9,544

Oil Overcharge Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Federal grants and reimbursements	$ 6	$ 4
Miscellaneous	1,278	1,302
Total revenues	1,284	1,306
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	1,284	1,306
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Environmental affairs	-	7
Communities and development	128	798
Public safety	15	70
Economic development	-	4
Consumer affairs	2,350	2,152
Total expenditures	2,493	3,031
Other financing uses:		
Fringe benefit cost assessment	142	130
Operating transfers out	14	18
Total other financing uses	156	148
Total expenditures and other financing uses	2,649	3,179
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,365)	(1,873)
Fund balance (deficit) at beginning of year	9,228	11,101
Fund balance (deficit) at end of year	$ 7,863	$ 9,228

Environmental Trust Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 5,775	$ 5,374
Total assets	$ 5,775	$ 5,374
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 181	$ 309
Accrued payroll	3	-
Total liabilities	184	309
Fund balance:		
Designated for specific purpose	5,591	5,065
Total fund balance (deficit)	5,591	5,065
Total liabilities and fund balance	$ 5,775	$ 5,374

Environmental Trust Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ 1,546	$ 1,476
Miscellaneous	255	216
Total revenues	1,801	1,692
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	1,801	1,692
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Environmental affairs	1,114	1,118
Public safety	126	135
Total expenditures	1,240	1,253
Other financing uses:		
Fringe benefit cost assessment	4	-
Operating transfers out	31	46
Total other financing uses	35	46
Total expenditures and other financing uses	1,275	1,299
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	526	393
Fund balance (deficit) at beginning of year	5,065	4,672
Fund balance (deficit) at end of year	$ 5,591	$ 5,065

Children's Trust Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 379	$ 355
Total assets	$ 379	$ 355
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 21	$ 13
Accrued payroll	-	1
Total liabilities	21	14
Fund balance:		
Designated for specific purpose	358	341
Total fund balance (deficit)	358	341
Total liabilities and fund balance	$ 379	$ 355

Children's Trust Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Miscellaneous	$ 61	$ 32
Total revenues	61	32
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	61	32
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Health and human services	41	99
Total expenditures	41	99
Other financing uses:		
Operating transfers out	3	35
Total other financing uses	3	35
Total expenditures and other financing uses	44	134
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	17	(102)
Fund balance (deficit) at beginning of year	341	443
Fund balance (deficit) at end of year	$ 358	$ 341

Child Support Enforcement Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 2,185	$ 1,034
Due from federal government	358	88
Total assets	$ 2,543	$ 1,122
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 1,332	$ 1,932
Accrued payroll	81	44
Total liabilities	1,413	1,976
Fund balance:		
Designated for specific purpose	1,130	(854)
Total fund balance (deficit)	1,130	(854)
Total liabilities and fund balance	$ 2,543	$ 1,122

Child Support Enforcement Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Federal grants and reimbursements	$ 11,125	$ 18,307
Departmental	35	18
Miscellaneous	50	78
Total revenues	11,210	18,403
Other financing sources:		
Other sources	-	-
Total other financing sources	-	-
Total revenues and other financing sources	11,210	18,403
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Treasurer and Receiver-General	-	4
District Attorney	12	8
Administration and finance	8,982	19,259
Total expenditures	8,994	19,271
Other financing uses:		
Fringe benefit cost assessment	167	202
Operating transfers out	65	186
Total other financing uses	232	388
Total expenditures and other financing uses	9,226	19,659
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,984	(1,256)
Fund balance (deficit) at beginning of year	(854)	402
Fund balance (deficit) at end of year	$ 1,130	$ (854)

Department of Industrial Accidents Special Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 12,727	$ 11,787
Total assets	$ 12,727	$ 11,787
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 1	$ 2
Total liabilities	1	2
Fund balance:		
Designated for specific purpose	12,726	11,785
Total fund balance (deficit)	12,726	11,785
Total liabilities and fund balance	$ 12,727	$ 11,787

Department of Industrial Accidents Special Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Assessments	$ 16,357	$ 16,121
Departmental	4,833	4,575
Miscellaneous	960	808
Total revenues	22,150	21,504
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	22,150	21,504
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Labor	-	-
Total expenditures	-	-
Other financing uses:		
Fringe benefit cost assessment	3,104	3,018
Operating transfers out	18,105	17,617
Total other financing uses	21,209	20,635
Total expenditures and other financing uses	21,209	20,635
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	941	869
Fund balance (deficit) at beginning of year	11,785	10,916
Fund balance (deficit) at end of year	$ 12,726	$ 11,785

County Correction Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 4,273	$ 5,437
Receivables, net of allowance for uncollectibles:		
Taxes	409	672
Total assets	$ 4,682	$ 6,109
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Designated for specific purpose	4,682	6,109
Total fund balance (deficit)	4,682	6,109
Total liabilities and fund balance	$ 4,682	$ 6,109

County Correction Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Taxes	$ 11,450	$ 10,543
Total revenues	11,450	10,543
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	11,450	10,543
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Direct local aid	12,877	9,061
Total expenditures	12,877	9,061
Other financing uses:		
Operating transfers out	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	12,877	9,061
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,427)	1,482
Fund balance (deficit) at beginning of year	6,109	4,627
Fund balance (deficit) at end of year	$ 4,682	$ 6,109

Massachusetts AIDS Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 446	$ 634
Total assets	$ 446	$ 634
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 80	$ -
Total liabilities	80	-
Fund balance:		
Designated for specific purpose	366	634
Total fund balance (deficit)	366	634
Total liabilities and fund balance	$ 446	$ 634

Massachusetts AIDS Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Miscellaneous	$ 196	$ 232
Total revenues	196	232
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	196	232
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Health and human services	464	64
Total expenditures	464	64
Other financing uses:		
Operating transfers out	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	464	64
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(268)	168
Fund balance (deficit) at beginning of year	634	466
Fund balance (deficit) at end of year	$ 366	$ 634

Board Of Registration In Medicine Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts In Thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 296	$ 306
Total assets	$ 296	$ 306
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 276	$ 191
Accrued payroll	20	20
Total liabilities	296	211
Fund balance:		
Designated for specific purpose	-	95
Total fund balance (deficit)	-	95
Total liabilities and fund balance	$ 296	$ 306

Board Of Registration In Medicine Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ 1,708	$ 1,832
Total revenues	1,708	1,832
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	1,708	1,832
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Consumer affairs	1,537	1,483
Total expenditures	1,537	1,483
Other financing uses:		
Fringe benefit cost assessment	115	160
Operating transfers out	151	94
Total other financing uses	266	254
Total expenditures and other financing uses	1,803	1,737
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(95)	95
Fund balance (deficit) at beginning of year	95	-
Fund balance (deficit) at end of year	$ -	$ 95

Water Pollution Abatement Projects Administration Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 1,288	$ 800
Total assets	$ 1,288	$ 800
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 304	$ 316
Accrued payroll	132	61
Total liabilities	436	377
Fund balance:		
Designated for specific purpose	852	423
Total fund balance (deficit)	852	423
Total liabilities and fund balance	$ 1,288	$ 800

Water Pollution Abatement Projects Administration Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Miscellaneous	$ 6,546	$ 7,050
Total revenues	6,546	7,050
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	6,546	7,050
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Environmental affairs	4,717	5,129
Total expenditures	4,717	5,129
Other financing uses:		
Fringe benefit cost assessment	776	1,070
Operating transfers out	624	529
Total other financing uses	1,400	1,599
Total expenditures and other financing uses	6,117	6,728
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	429	322
Fund balance (deficit) at beginning of year	423	101
Fund balance (deficit) at end of year	$ 852	$ 423

Commonwealth Sewer Rate Relief Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 9,704	$ 14,739
Total assets	$ 9,704	$ 14,739
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balance:		
Designated for specific purpose	9,704	14,739
Total fund balance (deficit)	9,704	14,739
Total liabilities and fund balance	$ 9,704	$ 14,739

Commonwealth Sewer Rate Relief Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ -	$ -
Total revenues	-	-
Other financing sources:		
Sewer rate relief	53,914	53,914
Total other financing sources	53,914	53,914
Total revenues and other financing sources	53,914	53,914
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Administration and finance	58,949	52,246
Total expenditures	58,949	52,246
Other financing uses:		
Operating transfers out	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	58,949	52,246
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(5,035)	1,668
Fund balance (deficit) at beginning of year	14,739	13,071
Fund balance (deficit) at end of year	$ 9,704	$ 14,739

Motor Vehicle Safety Inspection Trust Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ 1,305
Total assets	$ -	$ 1,305
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 8,161	$ -
Accounts payable	1,277	319
Accrued payroll	60	26
Total liabilities	9,498	345
Fund balance (deficit):		
Designated for specific purpose	(9,498)	960
Total fund balance (deficit)	(9,498)	960
Total liabilities and fund balance	$ -	$ 1,305

Motor Vehicle Safety Inspection Trust Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ 21,640	$ 5,977
Total revenues	21,640	5,977
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	21,640	5,977
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Administration and finance	1	13
Environmental affairs	1,590	1,175
Public safety	19,217	5,812
Total expenditures	20,808	7,000
Other financing uses:		
Fringe benefit cost assessment	355	339
Operating transfers out	10,935	1,705
Total other financing uses	11,290	2,044
Total expenditures and other financing uses	32,098	9,044
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(10,458)	(3,067)
Fund balance (deficit) at beginning of year	960	4,027
Fund balance (deficit) at end of year	$ (9,498)	$ 960

Child Care Quality Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 315	$ 150
Total assets	$ 315	$ 150
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 108	$ -
Total liabilities	108	-
Fund balance:		
Designated for specific purpose	207	150
Total fund balance (deficit)	207	150
Total liabilities and fund balance	$ 315	$ 150

Child Care Quality Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ 207	$ 135
Total revenues	207	135
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	207	135
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Health and human services	150	-
Total expenditures	150	-
Other financing uses:		
Fringe benefit cost assessment	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	150	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	57	135
Fund balance (deficit) at beginning of year	150	15
Fund balance (deficit) at end of year	$ 207	$ 150

Grant Anticipation Note Trust Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ 209,964
Cash with fiscal agent	49,973	49,104
Receivables, net of allowance for uncollectibles:		
Due from federal government	84,834	64,150
Total assets	$ 134,807	$ 323,218
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 208,542	$ -
Due to other funds	84,834	78,565
Total liabilities	293,376	78,565
Fund balance (deficit):		
Reserved fund balance:		
Reserved for debt service	49,973	49,104
Unreserved fund balance (deficit):		
Designated for specific purpose	(208,542)	195,549
Total fund balance (deficit)	(158,569)	244,653
Total liabilities and fund balance	$ 134,807	$ 323,218

Grant Anticipation Note Trust Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Federal grants and reimbursements	$ 486,618	$ 580,320
Miscellaneous	5,260	20,199
Total revenues	491,878	600,519
Other financing sources:		
Proceeds of grant anticipation notes	-	319,434
Operating transfers in	41,607	41,500
Total other financing sources	41,607	360,934
Total revenues and other financing sources	533,485	961,453
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Debt service:		
Interest and fiscal charges	42,570	37,501
Total expenditures	42,570	37,501
Other financing uses:		
Federal reimbursement transfers out	486,618	580,320
Operating transfers out	407,519	411,652
Total other financing uses	894,137	991,972
Total expenditures and other financing uses	936,707	1,029,473
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(403,222)	(68,020)
Fund balance (deficit) at beginning of year	244,653	312,673
Fund balance (deficit) at end of year	$ (158,569)	$ 244,653

Capital Projects Funds

Capital Projects Funds are used to account for the financial resources used to acquire or construct major capital assets and to finance local capital projects.

GENERAL CAPITAL PROJECTS FUND:

To account for proceeds of bonds sold to fund the construction or acquisition of capital assets for general Commonwealth purposes, excluding highway construction and projects targeted for specific localities or purposes.

CAPITAL INVESTMENT TRUST FUND:

To account for a transfer from the general fund to fund appropriated items of a capital nature. Specifically in Section 107 2E of Chapter 88 of the Acts of 1997.

BOSTON CONVENTION AND EXHIBITION CENTER CAPITAL FUND:

To account for proceeds of bonds to finance the construction of a convention center in Boston.

CAPITAL IMPROVEMENTS AND INVESTMENT TRUST FUND:

To account for the commonwealth to reimburse cities and towns for expenses incurred for projects for construction and reconstruction of town and county ways.

CAPITAL EXPENDITURE RESERVE FUND:

To account for amounts paid by the Massachusetts Turnpike Authority as payment towards acquisition cost of the Third Harbor Tunnel and federal financial participation money related to expenditure amounts paid by Massachusetts Port Authority as determined by a feasibility study; used to pay principal and interest on bonds designated Highway Funding loan, related notes or direct capital expenditures.

HIGHWAY CAPITAL PROJECTS FUND:

To account for the proceeds of bonds sold to finance construction of state highways and to fund the Commonwealth's share of federal sponsored highway construction.

FEDERAL HIGHWAY CONSTRUCTION PROGRAM CAPITAL PROJECTS FUND:

To account for federal highway construction grants which, with the Commonwealth's required share of matching funds, finance interstate highways and similar projects within Massachusetts to promote a nationwide highway system.

LOCAL AID FUNDS:

Local Capital Project Fund

The Comptroller in Fiscal Year 2000 eliminated six Capital project funds set up by the Comptroller under Chapter 7A of the General Laws. The activity in these funds has become immaterial and has been consolidated into this fund. These six funds are the Lockup Facilities Improvements, County Correctional Facilities, State Recreational Areas, Metropolitan Parks, Suffolk County Jail Facility and Local Infrastructure Capital Projects Funds.

This fund accounts for the proceeds of bonds sold to finance the construction of correctional facilities, water pollution abatement projects and other local projects in specific localities of the Commonwealth. Accounts for the proceeds of bonds to finance improvements to lockup facilities, state police lockup facilities and to finance improvements to County Correctional Facilities, and other monies received by Department of Environmental Management pertaining to state parks, reservations and recreation areas outside the metropolitan parks district; used for purposes of state parks, reservations and recreation areas outside the metropolitan parks district.

Water Pollution Control Capital Projects Fund accounts for proceeds of bonds, to finance grants to implement the Clean Water Act.

OTHER FUNDS:

To account for the proceeds of bonds used to to finance land and transportation equipment for economic development.

Government Land Bank Capital Projects Fund
accounts for proceeds of bonds; used to finance the acquisition, holding, protection, maintenance, repair or use of lands and for personnel and the administrative costs of the Massachusetts Development Finance Agency.

Intercity Bus Capital Assistance Capital Projects Fund
accounts for proceeds of bonds; used for the acquisition and leasing of inter-city coaches and for planning and other relevant costs.

Capital Projects Funds
Combining Balance Sheet - Statutory Basis

June 30, 2000 and 1999
(Amounts in thousands)

	General	Capital Investment Trust	Boston Convention and Exhibition Center	Capital Improvements and Investment Trust	Capital Expenditure Reserve
ASSETS					
Cash and short-term investments	$ 66,266	$ 15,580	$ -	$ 221,430	$ -
Receivables, net of allowance for uncollectibles:					
Due from federal government	-	-	-	-	-
Due from other funds	-	-	-	-	-
Total assets	$ 66,266	$ 15,580	$ -	$ 221,430	$ -
LIABILITIES AND FUND BALANCES					
Liabilities:					
Deficiency in cash and short-term investments	$ -	$ -	$ 23,149	$ -	$ 27,324
Accounts payable	109,041	5,770	6,653	6,929	14,818
Accrued payroll	505	-	-	16	12
Total liabilities	109,546	5,770	29,802	6,945	42,154
Fund balance (deficits):					
Reserved fund balance:					
Reserved for capital projects	-	9,810	-	214,485	-
Unreserved:					
Undesignated	(43,280)	-	(29,802)	-	(42,154)
Total fund balance (deficits)	(43,280)	9,810	(29,802)	214,485	(42,154)
Total liabilities and fund balances	$ 66,266	$ 15,580	$ -	$ 221,430	$ -

Highway	Federal Highway Construction	Government Land Bank	Intercity Bus Assistance	Local Aid Capital Project Fund	Totals (Memorandum only) 2000	Totals (Memorandum only) 1999
$ -	$ 82,305	-	-	$ 12,125	$ 397,706	$ 743,922
-	-	-	-	-	-	262
-	84,693	-	-	-	84,693	78,425
$ -	$ 166,998	$ -	$ -	$ 12,125	$ 482,399	$ 822,609
$ 352,666	$ -	9,380	3,531	$ -	$ 416,050	$ 246,369
213,275	166,531	4,500	-	22,075	549,592	408,659
1,244	467	-	-	71	2,315	768
567,185	166,998	13,880	3,531	22,146	967,957	655,796
-	-	-	-	-	224,295	461,466
(567,185)	-	(13,880)	(3,531)	(10,021)	(709,853)	(294,653)
(567,185)	-	(13,880)	(3,531)	(10,021)	(485,558)	166,813
$ -	$ 166,998	$ -	$ -	$ 12,125	$ 482,399	$ 822,609

Capital Projects Funds

Combining Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis

Fiscal Years Ended June 30, 2000 and 1999
(Amounts in thousands)

	General	Capital Investment Trust	Boston Convention and Exhibition Center	Capital Improvements and Investment Trust
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Federal grants and reimbursements	$ 2,271	$ -	$ -	$ -
Departmental	-	-	-	-
Payments from authorities	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	2,271	-	-	-
Other financing sources				
Proceeds of general obligation bonds	409,195	-	-	-
Proceeds of refunding bonds	-	-	-	-
Surplus transfer for capital projects	76,581	-	-	-
Transfer for capital projects funds	-	-	-	128,977
Operating transfers in	-	-	-	-
Federal reimbursement transfer in	-	-	-	-
State share of federal highway construction	-	-	-	-
Transfer for transitional escrow	16,800	-	-	-
Total other financing sources	502,576	-	-	128,977
Total revenues and other financing sources	504,847	-	-	128,977
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Legislature	135	-	-	990
Judiciary	16,267	3,944	-	-
Inspector General	1	-	-	-
Secretary of the Commonwealth	6,546	324	-	536
Treasurer and Receiver-General	144	-	-	223
Auditor of the Commonwealth	125	-	-	-
Attorney General	1,720	-	112	-
Ethics Commission	-	-	-	-
District Attorney	509	-	-	2,262
Sheriff's Departments	471	592		
Disabled Persons Protection Commission	-	-	-	-
Board of Library Commissioners	-	-	-	20,024
Comptroller	946	-	-	377
Administration and finance	142,016	5,680	10,690	16,255
Environmental affairs	100,838	5,217	-	5,918
Communities and development	82,632	4	-	877
Health and human services	10,438	3,071	-	3,282
Transportation and construction	13,171	-	-	12
Education	-	-	-	7,449
Higher education	20,032	886	-	8,668
Public safety	15,116	1,306	-	2,379
Economic development	3,174	-	-	400
Elder affairs	150	-	-	-
Consumer affairs	1,417	5	-	-
Labor	2,000	-	-	-
Total expenditures	417,848	21,029	10,802	69,652
Other financing uses				
Payments to refunded bond escrow agent	-	-	-	-
Fringe benefit cost assessment	2,579	23	-	67
State share of federal highway construction	-	-	-	-
Operating transfers out	1,403	-	-	1
MBTA forward funding transfer	-	-	-	-
Transfer for debt defeasance	150,000	-	-	-
Total other financing uses	153,982	23	-	68
Total expenditures and other financing uses	571,830	21,052	10,802	69,720
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(66,983)	(21,052)	(10,802)	59,257
Fund balances (deficits) at beginning of year	23,703	30,862	(19,000)	155,228
Fund balances (deficits) at end of year	$ (43,280)	$ 9,810	$ (29,802)	$ 214,485

Capital Expenditure Reserve	Highway	Federal Highway Construction	Government Land Bank	Intercity Bus Assistance	Local Aid Capital Project Fund	Totals (Memorandum only) 2000	1999
$ -	$ -	$ 258	$ -	$ -	$ -	$ 2,529	$ 6,354
-	-	114	-	-	-	114	1,255
152,438	-	-	-	-	-	152,438	1,082,234
11,085	-	-	-	-	-	11,085	10,550
163,523	-	372	-	-	-	166,166	1,100,393
-	1,259,877	-	22,620	2,466	67,463	1,761,621	1,014,806
-	-	-	-	-	-	-	498,792
-	-	-	-	-	-	76,581	110,414
-	-	-	-	-	-	128,977	118,638
-	563,200	-	-	1,378	-	564,578	866,392
-	-	484,187	-	-	-	484,187	577,975
-	-	712,140	-	-	-	712,140	685,182
-	-	-	-	-	-	16,800	-
-	1,823,077	1,196,327	22,620	3,844	67,463	3,744,884	3,872,199
163,523	1,823,077	1,196,699	22,620	3,844	67,463	3,911,050	4,972,592
-	-	-	-	-	-	1,125	138
-	-	-	-	-	1,192	21,403	23,732
373	109	83	-	-	-	566	522
-	-	68	-	-	1,241	8,715	15,176
-	325,000	-	-	-	500	325,867	6,996
-	-	-	-	-	-	125	636
-	237	799	-	-	19	2,887	2,448
-	-	-	-	-	-	-	25
-	-	-	-	-	-	2,771	1,204
			-	-	90	1,153	132
-	-	-	-	-	-	-	52
-	-	-	-	-	4,626	24,650	17,850
-	-	-	-	-	-	1,323	1,676
-	3,353	419	25,500	-	8,536	212,449	242,759
-	9,474	1,509	-	-	27,239	150,195	139,087
-	-	-	-	-	1,879	85,392	83,127
-	524	-	-	-	-	17,315	36,611
324,873	455,204	1,189,952	-	7,375	26	1,990,613	2,139,970
-	-	-	-	-	-	7,449	21,522
-	-	-	-	-	-	29,586	30,045
-	6,199	913	-	-	1,263	27,176	38,500
-	-	1	-	-	-	3,575	546
-	-	-	-	-	-	150	113
-	83	-	-	-	-	1,505	1,326
-	-	190	-	-	-	2,190	180
325,246	800,183	1,193,934	25,500	7,375	46,611	2,918,180	2,804,373
-	-	-	-	-	-	-	498,792
89	7,183	2,742	-	-	456	13,139	13,365
-	712,140	-	-	-	-	712,140	685,182
155,718	62	23	-	-	5	157,212	455,031
-	612,750	-	-	-	-	612,750	-
-	-	-	-	-	-	150,000	-
155,807	1,332,135	2,765	-	-	461	1,645,241	1,652,370
481,053	2,132,318	1,196,699	25,500	7,375	47,072	4,563,421	4,456,743
(317,530)	(309,241)	-	(2,880)	(3,531)	20,391	(652,371)	515,849
275,376	(257,944)	-	(11,000)	-	(30,412)	166,813	(349,036)
$ (42,154)	$ (567,185)	$ -	$ (13,880)	$ (3,531)	$ (10,021)	$ (485,558)	$ 166,813

General Capital Projects Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 66,266	$ 107,816
Receivables, net of allowance for uncollectibles:		
Due from federal government	-	262
Total assets	$ 66,266	$ 108,078
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 109,041	$ 84,183
Accrued payroll	505	192
Total liabilities	109,546	84,375
Fund equity:		
Unreserved fund balance (deficit):		
Undesignated	(43,280)	23,703
Total fund balance (deficit)	(43,280)	23,703
Total liabilities and fund balance	$ 66,266	$ 108,078

General Capital Projects Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Federal grants and reimbursements	$ 2,271	$ 5,437
Total revenues	2,271	5,437
Other financing sources:		
Proceeds of general obligation bonds	409,195	346,711
Proceeds of refunding bonds	-	74,000
Surplus transfer for capital projects	76,581	110,414
Transfer for transitional escrow	16,800	5,721
Total other financing sources	502,576	536,846
Total revenues and other financing sources	504,847	542,283
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Legislature	135	138
Judiciary	16,267	13,869
Inspector General	1	6
Secretary of the Commonwealth	6,546	1,387
Treasurer and Receiver-General	144	212
Auditor of the Commonwealth	125	565
Attorney General	1,720	1,206
Ethics Commission	-	25
District Attorney	509	820
Sheriff's Departments	471	132
Disabled Persons Protection Commission	-	52
Comptroller	946	1,650
Administration and finance	142,016	163,883
Environmental affairs	100,838	90,220
Communities and development	82,632	72,466
Health and human services	10,438	18,804
Transportation and construction	13,171	18,516
Higher education	20,032	6,460
Public safety	15,116	12,930
Economic development	3,174	344
Elder affairs	150	113
Consumer affairs	1,417	1,215
Labor	2,000	-
Total expenditures	417,848	405,013
Other financing uses:		
Payments to refunded bond escrow agent	-	74,000
Fringe benefit cost assessment	2,579	2,543
Operating transfers out	1,403	49,831
Transfer for debt defeasance	150,000	-
Total other financing uses	153,982	126,374
Total expenditures and other financing uses	571,830	531,387
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(66,983)	10,896
Fund balance (deficit) at beginning of year	23,703	12,807
Fund balance (deficit) at end of year	$ (43,280)	$ 23,703

Capital Investment Trust Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 15,580	$ 59,215
Total assets	$ 15,580	$ 59,215
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 5,770	$ 28,348
Accrued payroll	-	5
Total liabilities	5,770	28,353
Fund balance:		
Reserved fund balance (deficit):		
Reserved for capital projects	9,810	30,862
Total fund balance (deficit)	9,810	30,862
Total liabilities and fund balance	$ 15,580	$ 59,215

Capital Investment Trust Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ -	$ -
Total revenues	-	-
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	-	-
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Judiciary	3,944	3,653
Secretary of the Commonwealth	324	11,941
Board of Library Commissioners	-	12,740
Sheriff's department	592	-
Administration and finance	5,680	14,664
Environmental affairs	5,217	9,275
Communities and development	4	7,140
Health and human services	3,071	8,097
Education	-	14,679
Higher education	886	13,543
Public safety	1,306	3,542
Consumer affairs	5	35
Total expenditures	21,029	99,309
Other financing uses:		
Fringe benefit cost assessment	23	54
Operating transfers out	-	1
Total other financing uses	23	55
Total expenditures and other financing uses	21,052	99,364
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(21,052)	(99,364)
Fund balance (deficit) at beginning of year	30,862	130,226
Fund balance at end of year	$ 9,810	$ 30,862

Boston Convention and Exhibition Center Capital Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 23,149	$ 19,000
Accounts payable	6,653	-
Total liabilities	29,802	19,000
Fund equity:		
Unreserved fund balance (deficit):		
Undesignated	(29,802)	(19,000)
Total fund balance (deficit)	(29,802)	(19,000)
Total liabilities and fund balance	$ -	$ -

Boston Convention and Exhibition Center Capital Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ -	$ -
Total revenues	-	-
Other financing sources:		
Proceeds of general obligation bonds	-	-
Total other financing sources	-	-
Total revenues and other financing sources	-	-
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Attorney General	112	-
Administration and finance	10,690	-
Total expenditures	10,802	-
Other financing uses:		
Operating transfers out	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	10,802	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(10,802)	-
Fund balance (deficit) at beginning of year	(19,000)	(19,000)
Fund balance (deficit) at end of year	$ (29,802)	$ (19,000)

Capital Improvements and Investment Trust Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 221,430	$ 168,926
Total assets	$ 221,430	$ 168,926
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 6,929	$ 13,696
Accrued payroll	16	2
Total liabilities	6,945	13,698
Fund balance:		
Reserved fund balance (deficit):		
Reserved for capital projects	214,485	155,228
Total fund balance (deficit)	214,485	155,228
Total liabilities and fund balance	$ 221,430	$ 168,926

Capital Improvements and Investment Trust Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ -	$ -
Total revenues	-	-
Other financing sources:		
Transfer for capital projects funds	128,977	118,638
Total other financing sources	128,977	118,638
Total revenues and other financing sources	128,977	118,638
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Legislature	990	-
Judiciary	-	100
Secretary of commonwealth	536	-
Treasurer and Receiver-General	223	25
District Attorney	2,262	384
Board of Library Commissioners	20,024	2,368
Comptroller	377	26
Administration and finance	16,255	24,910
Environmental affairs	5,918	3,433
Communities and development	877	1,500
Health and human services	3,282	7,699
Transportation and construction	12	43,234
Education	7,449	6,843
Higher education	8,668	10,042
Public safety	2,379	2,061
Economic affairs	400	-
Labor	-	20
Total expenditures	69,652	102,645
Other financing uses:		
Fringe benefit cost assessment	67	-
Operating transfers out	1	-
Total other financing uses	68	-
Total expenditures and other financing uses	69,720	102,645
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	59,257	15,993
Fund balance (deficit) at beginning of year	155,228	139,235
Fund balance (deficit) at end of year	$ 214,485	$ 155,228

Capital Expenditure Reserve Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments		$ 315,135
Total assets	$ -	$ 315,135
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 27,324	$ -
Accounts payable	14,818	39,755
Accrued payroll	12	4
Total liabilities	42,154	39,759
Fund balance:		
Reserved fund balance:		
Reserved for capital projects	-	275,376
Unreserved fund balance (deficit):		
Undesignated	(42,154)	-
Total fund balance (deficit)	(42,154)	275,376
Total liabilities and fund balance	$ -	$ 315,135

Capital Expenditure Reserve Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Payments from authorities	$ 152,438	$ 1,082,234
Miscellaneous	11,085	10,424
Total revenues	163,523	1,092,658
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	163,523	1,092,658
E› EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Inspector General	373	365
Transportation and construction	324,873	411,735
Total expenditures	325,246	412,100
Other financing uses:		
Fringe benefit cost assessment	89	85
Operating transfers out	155,718	405,099
Total other financing uses	155,807	405,184
Total expenditures and other financing uses	481,053	817,284
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(317,530)	275,374
Fund balance (deficit) at beginning of year	275,376	2
Fund balance (deficit) at end of year	$ (42,154)	$ 275,376

Highway Capital Projects Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 352,666	$ 201,924
Accounts payable	213,275	55,624
Accrued payroll	1,244	396
Total liabilities	567,185	257,944
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(567,185)	(257,944)
Total fund balance (deficit)	(567,185)	(257,944)
Total liabilities and fund balance	$ -	$ -

Highway Capital Projects Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Miscellaneous	$ -	$ -
Total revenues	-	-
Other financing sources:		
Proceeds of general obligation bonds	1,259,877	572,610
Proceeds of refunding bonds	-	329,548
Operating transfers in	563,200	859,286
Total other financing sources	1,823,077	1,761,444
Total revenues and other financing sources	1,823,077	1,761,444
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Inspector General	109	103
Treasurer and Receiver-General	325,000	-
Auditor of the Commonwealth	-	71
Attorney General	237	250
Administration and finance	3,353	1,948
Environmental affairs	9,474	12,266
Health and human services	524	579
Transportation and construction	455,204	407,674
Public safety	6,199	13,730
Consumer affairs	83	76
Total expenditures	800,183	436,697
Other financing uses:		
Payments to refunded bond escrow agent	-	329,548
Fringe benefit cost assessment	7,183	8,105
State share of Federal Highway	712,140	685,182
Operating transfers out	62	69
MBTA forward funding transfert	612,750	-
Total expenditures and other financing uses	1,332,135	1,022,904
Total expenditures and other uses	2,132,318	1,459,601
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(309,241)	301,843
Fund balance (deficit) at beginning of year	(257,944)	(559,787)
Fund balance (deficit) at end of year	$ (567,185)	$ (257,944)

Federal Highway Construction Program Capital Projects Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 82,305	$ 92,830
Receivables, net of allowance for uncollectibles:		
Due from other funds	84,693	78,425
Total assets	$ 166,998	$ 171,255
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 166,531	$ 171,111
Accrued payroll	467	144
Total liabilities	166,998	171,255
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	-	-
Total fund balance (deficit)	-	-
Total liabilities and fund balance	$ 166,998	$ 171,255

Federal Highway Construction Program Capital Projects Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Federal grants and reimbursements	$ 258	$ 917
Departmental	114	1,255
Miscellaneous	-	126
Total revenues	372	2,298
Other financing sources:		
State share of federal highway construction	712,140	685,182
Federal reimbursement transfers in	484,187	577,975
Total other financing sources	1,196,327	1,263,157
Total revenues and other financing sources	1,196,699	1,265,455
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Inspector General	83	48
Secretary of the Commonwealth	68	-
Attorney General	799	968
Administration and finance	419	-
Environmental affairs	1,509	4,334
Transportation and construction	1,189,952	1,257,392
Public safety	913	171
Economic development	1	202
Labor	190	160
Total expenditures	1,193,934	1,263,275
Other financing uses:		
Fringe benefit cost assessment	2,742	2,121
Operating transfers out	23	25
Total other financing uses	2,765	2,146
Total expenditures and other financing uses	1,196,699	1,265,421
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	34
Fund balance (deficit) at beginning of year	-	(34)
Fund balance (deficit) at end of year	$ -	$ -

Government Land Bank Capital Projects Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 9,380	$ 11,000
Accounts payable	4,500	-
Total liabilities	13,880	11,000
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(13,880)	(11,000)
Total fund balance (deficit)	(13,880)	(11,000)
Total liabilities and fund balance	$ -	$ -

Government Land Bank Capital Projects Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ -	$ -
Total revenues	-	-
Other financing sources:		
Proceeds of general obligation bonds	22,620	8,000
Total other financing sources	22,620	8,000
Total revenues and other financing sources	22,620	8,000
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Administration and finance	25,500	7,200
Total expenditures	25,500	7,200
Other financing uses:		
Operating transfers out	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	25,500	7,200
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(2,880)	800
Fund balance (deficit) at beginning of year	(11,000)	(11,800)
Fund balance (deficit) at end of year	$ (13,880)	$ (11,000)

Intercity Bus Capital Assistance Capital Projects Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ -	$ -
Total assets	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ 3,531	$ -
Total liabilities	3,531	-
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	(3,531)	-
Total fund balance (deficit)	(3,531)	-
Total liabilities and fund balance	$ -	$ -

Intercity Bus Capital Assistance Capital Projects Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ -	$ -
Total revenues	-	-
Other financing sources:		
Proceeds of general obligation bonds	2,466	-
Operating transfers in	1,378	1,385
Total other financing sources	3,844	1,385
Total revenues and other financing sources	3,844	1,385
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Transportation and construction	7,375	1,386
Total expenditures	7,375	1,386
Other financing uses:		
Fringe benefit cost assessment	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	7,375	1,386
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(3,531)	(1)
Fund balance (deficit) at beginning of year	-	1
Fund balance (deficit) at end of year	$ (3,531)	$ -

Local Aid Capital Project Fund
Combining Balance Sheet - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	Local Capital Projcet	Water Pollution Control Capital Project	2000	1999
ASSETS				
Cash and short-term investments	$ 1,471	$ 10,655	$ 12,126	$ 118
Total assets	$ 1,471	$ 10,655	$ 12,126	$ 118
LIABILITIES AND FUND BALANCE				
Liabilities:				
Deficiency in cash and short-term investments	$ -	-	-	14,563
Accounts payable	11,420	$ 10,655	22,075	15,942
Accrued payroll	71	-	71	25
Total liabilities	11,491	10,655	22,146	30,530
Fund equity:				
Unreserved fund balance (deficit):				
Undesignated	(10,020)	-	(10,020)	(30,412)
Total fund balance (deficit)	(10,020)	-	(10,020)	(30,412)
Total liabilities and fund balance	$ 1,471	$ 10,655	$ 12,126	$ 118

Local Aid Capital Project Fund

Statement Of Combining Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

'Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	Local Capital Projcet	Water Pollution Control Capital Project	2000	1999
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Federal grants and reimbursements	$ -	$ -	-	$ -
Total revenues	-	-	-	-
Other financing sources:				
Proceeds of general obligation bonds	51,211	16,252	67,463	87,485
Proceeds of refunding bonds	-	-	-	95,244
Total other financing sources	51,211	16,252	67,463	182,729
Total revenues and other financing sources	51,211	16,252	67,463	182,729
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Judiciary	1,192	-	1,192	6,110
Secretary of the Commonwealth	1,241	-	1,241	1,848
Treasurer and Receiver-General	500	-	500	6,759
Attorney General	19	-	19	24
Sheriff's Departments	90	-	90	-
Board of Library Commissioner	4,626	-	4,626	2,742
Administration and finance	8,536	-	8,536	30,154
Environmental affairs	16,434	10,805	27,239	19,559
Communities and development	1,879	-	1,879	2,021
Health and human services	-	-	-	1,432
Transportation and construction	26	-	26	33
Public safety	1,263	-	1,263	6,066
Total expenditures	35,806	10,805	46,611	76,748
Other financing uses:				
Payments to refunded bond escrow agent	-	-	-	95,244
Fringe benefit cost assessment	456	-	456	457
Operating transfers out	5	-	5	6
Total other financing uses	461	-	461	95,707
Total expenditures and other financing uses	36,267	10,805	47,072	172,455
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	14,944	5,447	20,391	10,274
Fund balance (deficit) at beginning of year	(24,965)	(5,447)	(30,412)	(40,686)
Fund balance (deficit) at end of year	$ (10,020)	$ -	$ (10,020)	$ (30,412)

Local Capital Project Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 1,471	$ -
Total assets	$ 1,471	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deficiency in cash and short-term investments	$ -	14,563
Accounts payable	11,420	$ 10,377
Accrued payroll	71	25
Total liabilities	11,491	24,965
Fund equity:		
Unreserved fund balance (deficit):		
Undesignated	(10,020)	(24,965)
Total fund balance (deficit)	(10,020)	(24,965)
Total liabilities and fund balance	$ 1,471	$ -

Local Capital Project Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Federal grants and reimbursements	$ -	$ -
Total revenues	-	-
Other financing sources:		
Proceeds of general obligation bonds	51,211	86,473
Proceeds of refunding bonds	-	81,551
Total other financing sources	51,211	168,024
Total revenues and other financing sources	51,211	168,024
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Judiciary	1,191	6,110
Secretary of the Commonwealth	1,242	1,848
Treasurer and Receiver-General	500	6,759
Attorney General	19	24
Sheriff's Departments	90	-
Board of Library Commissioner	4,626	2,742
Administration and finance	8,536	30,154
Environmental affairs	16,434	13,751
Communities and development	1,879	2,021
Health and human services	-	1,432
Transportation and construction	26	33
Public safety	1,263	6,066
Total expenditures	35,806	70,940
Other financing uses:		
Payments to refunded bond escrow agent	-	81,551
Fringe benefit cost assessment	456	457
Operating transfers out	4	6
Total other financing uses	460	82,014
Total expenditures and other financing uses	36,266	152,954
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	14,945	15,070
Fund balance (deficit) at beginning of year	(24,965)	(40,035)
Fund balance (deficit) at end of year	$ (10,020)	$ (24,965)

Water Pollution Control Capital Projects Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 10,655	$ 118
Total assets	$ 10,655	$ 118
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 10,655	$ 5,565
Total liabilities	10,655	5,565
Fund balance:		
Unreserved fund balance (deficit):		
Undesignated	-	(5,447)
Total fund balance (deficit)	-	(5,447)
Total liabilities and fund balance	$ 10,655	$ 118

Water Pollution Control Capital Projects Fund

Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental	$ -	$ -
Total revenues	-	-
Other financing sources:		
Proceeds of general obligation bonds	16,252	1,012
Proceeds of refunding bonds	-	13,693
Total other financing sources	16,252	14,705
Total revenues and other financing sources	16,252	14,705
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Environmental affairs	10,805	5,808
Total expenditures	10,805	5,808
Other financing uses:		
Payments to refunded bond escrow agent	-	13,693
Total other financing uses	-	13,693
Total expenditures and other financing uses	10,805	19,501
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	5,447	(4,796)
Fund balance (deficit) at beginning of year	(5,447)	(651)
Fund balance (deficit) at end of year	$ -	$ (5,447)

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Fiduciary Fund Types

Fiduciary Funds are used to account for assets held by the Commonwealth in a trustee capacity or as an agent for individuals, private organizations or other governments.

EXPENDABLE TRUST FUNDS:

Expendable Trust Fund accounts for various gifts, bequests or contributions held by the Commonwealth of which both principal and interest may be expended for purposes designated by the donor.

Revolving Loan Fund accounts for federal grants, investment and interest income; to be expended for loans to non-profit private entities to establish housing for individuals recovering from alcohol or drug abuse and for loans to local housing authorities.

Teacher Quality Endowment Fund accounts for funds to be paid in an incoming teacher signing bonus program to be administered by the department of education for the purpose of encouraging the best and brightest candidates to teach in public schools.

Unemployment Compensation Fund accounts for unemployment taxes collected from employers and held by the United States Treasury in the Federal Unemployment Trust Fund, from which funds are drawn for the payment of benefits to the unemployed.

NONEXPENDABLE TRUST FUNDS:

Nonexpendable Trust Fund accounts for various gifts and bequests held by the Commonwealth, of which only the income may be expended for purposes specified by the donor.

PENSION TRUST FUNDS:

Pension Trust Funds accounts for the assets, liabilities and fund balances held in trust by the State Employees' and Teachers' Retirement Systems for the payment of retirement, disability and death benefits to members of these retirement systems.

AGENCY FUNDS:

Agency Funds accounts for cash, investments held or managed by the Commonwealth on behalf of others. These include the investments made by cities, towns and local authorities in the Municipal Depository Trust, employees' contributions to the deferred compensation plan, annuity contracts held for lottery prize winners, local option taxes collected but not yet remitted, assets held in escrow accounts by the Commonwealth's court system and human service departments, child support payments collected or receivable and not yet remitted to custodial parents, and deposits required from insurance companies and similar organizations.

Fiduciary Fund Types
Combining Balance Sheet - Statutory Basis

June 30, 2000 and 1999
(Amounts in thousands)

	Expendable Trust Funds	Nonexpendable Trust Funds	Pension Trust Funds
ASSETS			
Cash and short-term investments	$ 298,712	$ 5,834	$ 1,013,225
Cash on deposit with U.S. Treasury	2,050,556	-	-
Investments	-	-	31,280,296
Assets held in trust	-	-	-
Other receivables, net of allowance for uncollectibles	-	-	382,656
Other assets	-	-	11,357
Total assets	$ 2,349,268	$ 5,834	$ 32,687,534
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 23,555	$ -	$ 2,145,630
Accrued payroll	290	-	-
Agency liabilities	6,549	-	-
Due to cities and towns	-	-	-
Due to other funds	-	-	-
Total liabilities	30,394	-	2,145,630
Fund balances:			
Reserved for:			
Employees' pension benefits	-	-	30,541,904
Unemployment benefits	2,050,556	-	-
Unreserved:			
Designated for specific purpose	268,318	5,834	-
Total fund balances	2,318,874	5,834	30,541,904
Total liabilities and fund balances	$ 2,349,268	$ 5,834	$ 32,687,534

Agency Funds	Totals (Memorandum only) 2000	1999
$ 281,092	$ 1,598,863	$ 1,158,708
-	2,050,556	1,884,073
-	31,280,296	26,884,071
2,076,313	2,076,313	1,911,271
-	382,656	377,950
-	11,357	-
$ 2,357,405	$ 37,400,041	$ 32,216,073
$ 42,798	$ 2,211,983	$ 1,690,428
-	290	101
2,272,021	2,278,570	2,105,330
42,586	42,586	25,260
-	-	1,672
2,357,405	4,533,429	3,822,791
-	30,541,904	26,266,725
-	2,050,556	1,884,073
-	274,152	242,484
-	32,866,612	28,393,282
$ 2,357,405	$ 37,400,041	$ 32,216,073

Expendable Trust Funds
Combining Balance Sheet - Statutory Basis

June 30, 2000 and 1999
(Amounts in thousands)

	Expendable Trusts	Unemployment Compensation Trust	Totals (Memorandum only) 2000	Totals (Memorandum only) 1999
ASSETS				
Cash and short-term investments	$ 298,712	$ -	$ 298,712	$ 260,374
Cash on deposit with U.S. Treasury	-	2,050,556	2,050,556	1,884,073
Total assets	$ 298,712	$ 2,050,556	$ 2,349,268	$ 2,144,447
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 23,555	$ -	$ 23,555	$ 18,882
Accrued payroll	290	-	290	101
Agency liabilities	6,549	-	6,549	4,742
Total liabilities	30,394	-	30,394	23,725
Fund balances:				
Reserved for:				
Unemployment benefits	-	2,050,556	2,050,556	1,884,073
Designated for specific purpose	268,318	-	268,318	236,649
Total fund balances	268,318	2,050,556	2,318,874	2,120,722
Total liabilities and fund balances	$ 298,712	$ 2,050,556	$ 2,349,268	$ 2,144,447

Expendable Trust Funds

Combining Statement Of Revenues, Expenses And Changes In Fund Balances - Statutory Basis

Fiscal Years Ended June 30, 2000 and 1999
(Amounts in thousands)

	Expendable Trusts	Unemployment Compensation Trust	Totals (Memorandum only) 2000	Totals (Memorandum only) 1999
REVENUES AND OTHER FINANCING SOURCES				
Revenues:				
Taxes	$ -	$ 861,843	$ 861,843	$ 883,503
Assessments	86	-	86	78
Federal grants and reimbursements	14,366	17,115	31,481	29,335
Departmental	6,809	12,858	19,667	18,103
Miscellaneous	173,095	126,363	299,458	293,650
Total revenues	194,356	1,018,179	1,212,535	1,224,669
Other financing sources				
Operating transfers in	20,529	-	20,529	6,796
Other sources	1,058	-	1,058	2,499
Total other financing sources	21,587	-	21,587	9,295
Total revenues and other financing sources	215,943	1,018,179	1,234,122	1,233,964
EXPENDITURES AND OTHER FINANCING USES				
Expenditures:				
Judiciary	241	-	241	189
Secretary of the Commonwealth	59	-	59	12
Treasurer and Receiver-General	1,212	-	1,212	530
Auditor of the Commonwealth	242	-	242	353
Attorney General	1,635	-	1,635	2,504
District Attorney	3,448	-	3,448	3,402
Office of Campaign & Political Finance	-	-	-	1,720
Sheriff's Departments	9	-	9	7
Administration and finance	5,305	-	5,305	5,235
Environmental affairs	12,293	-	12,293	6,389
Communities and development	1,880	-	1,880	1,730
Health and human services	20,936	-	20,936	18,714
Transportation and construction	548	-	548	1,556
Education	4,139	-	4,139	2,510
Higher education	153	-	153	168
Public safety	2,159	-	2,159	2,826
Economic development	366	-	366	371
Elder affairs	35	-	35	47
Consumer affairs	13,843	-	13,843	7,654
Labor	49,723	851,696	901,419	888,983
Total expenditures	118,226	851,696	969,922	944,900
Other financing uses				
Fringe benefit cost assessment	3,034	-	3,034	2,669
Operating transfers out	63,014	-	63,014	67,581
Total other financing uses	66,048	-	66,048	70,250
Total expenditures and other financing uses	184,274	851,696	1,035,970	1,015,150
Excess and other financing source over expenditures and other financing uses	31,669	166,483	198,152	218,814
Fund balances at beginning of year	236,649	1,884,073	2,120,722	1,901,908
Fund balances at end of year	$ 268,318	$ 2,050,556	$ 2,318,874	$ 2,120,722

Expendable Trust Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 215,327	$ 189,265
Total assets	$ 215,327	$ 189,265
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	$ 23,034	$ 18,162
Accrued payroll	284	101
Agency liabilities	6,549	4,742
Total liabilities	29,867	23,005
Fund balances:		
Unreserved:		
Designated for specific purpose	185,460	166,260
Total fund balances (deficit)	185,460	166,260
Total liabilities and fund balances	$ 215,327	$ 189,265

Expendable Trust Fund

Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Assessments	$ 86	$ 78
Federal grants and reimbursements	14,366	13,669
Departmental	6,809	7,121
Miscellaneous	169,341	172,092
Total revenues	190,602	192,960
Other financing sources		
Operating transfers in	10,529	6,796
Other sources	43	142
Total other financing sources	10,572	6,938
Total revenues and other financing sources	201,174	199,898
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Judiciary	241	189
Secretary of the Commonwealth	59	12
Treasurer and Receiver-General	1,212	530
Auditor of the Commonwealth	242	353
Attorney General	1,635	2,504
District Attorney	3,448	3,402
Office of Campaign & Political Finance	-	1,720
Sheriff's Departments	9	7
Administration and finance	5,305	5,235
Environmental affairs	12,293	6,389
Communities and development	1,877	1,196
Health and human services	20,936	18,714
Transportation and construction	548	1,556
Education	1,905	2,116
Higher education	153	168
Public safety	2,159	2,826
Economic development	366	371
Elder affairs	35	47
Consumer affairs	13,843	7,654
Labor	49,723	44,552
Total expenditures	115,989	99,541
Other financing uses		
Fringe benefit cost assessment	3,007	2,669
Operating transfers out	62,978	67,581
Total other financing uses	65,985	70,250
Total expenditures and other financing uses	181,974	169,791
Excess (deficiency)of revenues and other financing source over expenditures and other financing uses	19,200	30,107
Fund balances (deficit) at beginning of year	166,260	136,153
Fund balances (deficit) at end of year	$ 185,460	$ 166,260

Revolving Loan Fund
Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 9,092	$ 8,498
Total assets	$ 9,092	$ 8,498
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	$ -	$ 523
Total liabilities	-	523
Fund balances:		
Designated for specific purpose	9,092	7,975
Total fund balances (deficit)	9,092	7,975
Total liabilities and fund balances	$ 9,092	$ 8,498

Revolving Loan Fund

Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Miscellaneous	$ 106	$ 90
Total revenues	106	90
Other financing sources:		
Other sources	1,015	2,357
Total other financing sources	1,015	2,357
Total revenues and other financing sources	1,121	2,447
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Communities and development	3	534
Total expenditures	3	534
Other financing uses:		
Operating transfers out	1	-
Total other financing uses	1	-
Total expenditures and other financing uses	4	534
Excess (deficiency)of revenues and other financing sources over expenditures and other financing uses	1,117	1,913
Fund balances (deficit) at beginning of year	7,975	6,062
Fund balances (deficit) at end of year	$ 9,092	$ 7,975

Teacher Quality Endowment Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 74,293	$ 62,611
Total assets	$ 74,293	$ 62,611
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	$ 521	$ 197
Accrued payroll	6	-
Total liabilities	527	197
Fund balances:		
Designated for specific purpose	73,766	62,414
Total fund balances (deficit)	73,766	62,414
Total liabilities and fund balances	$ 74,293	$ 62,611

Teacher Quality Endowment Fund

Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Miscellaneous	$ 3,648	$ 2,808
Total revenues	3,648	2,808
Other financing sources:		
Operating transfers in	10,000	-
Total other financing sources	10,000	-
Total revenues and other financing sources	13,648	2,808
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Education	2,234	394
Total expenditures	2,234	394
Fringe benefit cost assessment	27	-
Operating transfers out	35	-
Total other financing uses	62	-
Total expenditures and other financing uses	2,296	394
Excess (deficiency)of revenues and other financing sources over expenditures and other financing uses	11,352	2,414
Fund balances (deficit) at beginning of year	62,414	60,000
Fund balances (deficit) at end of year	$ 73,766	$ 62,414

Unemployment Compensation Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash on deposit with U.S. Treasury	$ 2,050,556	$ 1,884,073
Total assets	$ 2,050,556	$ 1,884,073
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balances:		
Reserved for:		
Unemployment benefits	2,050,556	1,884,073
Total fund balances (deficit)	2,050,556	1,884,073
Total liabilities and fund balances	$ 2,050,556	$ 1,884,073

Unemployment Compensation Fund

Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Taxes	$ 861,843	$ 883,503
Federal grants and reimbursements	17,115	15,666
Departmental	12,858	10,982
Miscellaneous	126,363	118,660
Total revenues	1,018,179	1,028,811
Other financing sources:		
Operating transfers in	-	-
Total other financing sources	-	-
Total revenues and other financing sources	1,018,179	1,028,811
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Labor	851,696	844,431
Total expenditures	851,696	844,431
Other financing uses:		
Operating transfers out	-	-
Total other financing uses	-	-
Total expenditures and other financing uses	851,696	844,431
Excess (deficiency)of revenues and other financing sources over expenditures and other financing uses	166,483	184,380
Fund balances (deficit) at beginning of year	1,884,073	1,699,693
Fund balances (deficit) at end of year	$ 2,050,556	$ 1,884,073

Nonexpendable Trust Fund

Balance Sheet - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
ASSETS		
Cash and short-term investments	$ 5,834	$ 5,835
Total assets	$ 5,834	$ 5,835
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	$ -	$ -
Total liabilities	-	-
Fund balances:		
Designated for specific purpose	5,834	5,835
Total fund balances (deficit)	5,834	5,835
Total liabilities and fund balances	$ 5,834	$ 5,835

Nonexpendable Trust Fund

Statement Of Revenues, Expenses And Changes In Fund Balances - Statutory Basis

June 30, 2000
(Amounts in thousands)

	2000	1999
REVENUES		
Revenues:		
Investment earnings	$ -	$ -
Total revenues	-	-
EXPENSES		
Expenses:		
Higher education	1	-
Total expenses	1	-
Excess (deficiency) of revenues over expenses	(1)	-
Fund balances (deficit) at beginning of year	5,835	5,835
Fund balances (deficit) at end of year	$ 5,834	$ 5,835

Pension Trust Funds

Combining Statement of Net Assets Available for Pension Benefits - Statutory Basis

June 30, 2000 and 1999
(Amounts in thousands)

	State Employees' PERS	Teachers' PERS	Totals (Memorandum only) 2000	Totals (Memorandum only) 1999
ASSETS				
Cash and short-term investments	$ 503,239	$ 509,986	$ 1,013,225	$ 639,092
Investments at fair value	15,316,173	15,964,123	31,280,296	26,884,071
Other receivables, net of allowance for uncollectibles	163,078	219,578	382,656	377,950
Other assets	5,580	5,777	11,357	-
Total assets	$ 15,988,070	$ 16,699,464	$ 32,687,534	$ 27,901,113
LIABILITIES				
Accounts payable	$ 1,063,953	$ 1,081,677	$ 2,145,630	$ 1,632,716
Due to other funds	-	-	-	1,672
Total liabilities	1,063,953	1,081,677	2,145,630	1,634,388
Net assets available for pension benefits (fund balances reserved for employees' pension benefits)	$ 14,924,117	$ 15,617,787	$ 30,541,904	$ 26,266,725

Pension Trust Funds

Combined Statement of Changes in Net Assets Available for Pension Benefits - Statutory Basis

Fiscal Years Ended June 30, 2000 and 1999
(Amounts in thousands)

	State Employees' PERS	Teachers' PERS	Totals (Memorandum only) 2000	Totals (Memorandum only) 1999
Additions:				
Commonwealth contributions	$ 428,487	$ 487,590	$ 916,077	$ 877,908
Employees contributions	311,227	304,930	616,157	586,839
Total contributions	739,714	792,520	1,532,234	1,464,747
Net investment income:				
Net appreciation in fair value of investments	1,688,109	1,734,264	3,422,373	2,249,726
Interest	229,384	235,655	465,039	404,958
Dividends	113,924	117,039	230,963	205,062
Real estate operating income, net	56,650	58,198	114,848	81,704
Alternative investments	2,697	2,770	5,467	6,286
Other	2,982	3,064	6,046	4,936
Total investment income	2,093,746	2,150,990	4,244,736	2,952,672
Less: investment expense	31,540	32,402	63,942	48,177
Net investment income	2,062,206	2,118,588	4,180,794	2,904,495
Total additions	2,801,920	2,911,108	5,713,028	4,369,242
Deductions:				
Administration reimbursement	4,592	7,541	12,133	8,217
Retirement benefits and refunds	741,929	683,787	1,425,716	1,315,608
Total deductions	746,521	691,328	1,437,849	1,323,825
Net increase	2,055,399	2,219,780	4,275,179	3,045,417
Net assets available for pension benefits at beginning of year (fund balances reserved for employees' pension benefits)	12,868,718	13,398,007	26,266,725	23,221,308
Net assets available for pension benefits at end of year (fund balances reserved for employees' pension benefits)	$ 14,924,117	$ 15,617,787	$ 30,541,904	$ 26,266,725

Agency Funds

Statement Of Changes In Assets And Liabilities - Statutory Basis

Fiscal Years Ended June 30, 2000 and 1999
(Amounts in thousands)

	Balance June 30, 1999	Additions	Deductions	Balance June 30, 2000
ASSETS				
Cash and short-term investments	$ 253,407	$ 4,064,765	$ 4,037,080	$ 281,092
Assets held in trust	1,911,271	225,136	60,094	2,076,313
Total assets	$ 2,164,678	$ 4,289,901	$ 4,097,174	$ 2,357,405
LIABILITIES				
Accounts payable	$ 38,830	$ 1,717,832	$ 1,713,864	$ 42,798
Due to cities and towns	25,260	276,872	259,546	42,586
Due to federal government	-	44	44	-
Agency liabilities	2,100,588	2,276,916	2,105,483	2,272,021
Total liabilities	$ 2,164,678	$ 4,271,664	$ 4,078,937	$ 2,357,405

Supplemental Information

Calculation of Transfers – Stabilization and Tax Reduction Funds

Calculation Of Transfers: Stabilization Fund

June 30, 2000
(Amounts in thousands)

This statement is prepared on the statutory basis of accounting pursuant to General Law Chapter 29, Section 5c, Chapter 87 and Chapter 236, Section 79 of the Acts of 2000. It presents information contained in the official books and accounting records of the Commonwealth. Financial statements supporting this calculation are presented in the Financial Section of this report.

Part 1: Chapter 236, Section 79 of the Acts of 2000 directs the Comptroller "to the extent possible eliminate deficits in any fund contributing to the surplus by transferring positive fund balances from any other fund contributing to the surplus."

Undesigated fund balance (deficit) in the Operating Funds:

	Before Deficit Transfers	Deficit Transfers	Total
General Fund	$ 3,703,797	$ (2,979,782)	$ 724,015
Highway Fund	(388,205)	388,205	-
Local Aid Fund	(2,545,629)	2,591,577	45,948
Undesigated fund balance after the transfers			$ 769,963
Available to carry forward to subsequent fiscal year (per **Schedule A**)			78,511
Consolidated net surplus before final statutory transfers			691,452

Part 2: Transfers to Debt Defeasance Trust Fund:

From the General Fund [according to Chapter 87 Sec. 13 (b)]	250,000
From the General Fund [according to Chapter 87 Sec. 13 (c)]	250,000
Consolidated net surplus before transfer to Capital Projects Fund	191,452

Part 3: Calculation of transfers to Capital Projects Fund:

Transfer from General Fund to Capital Project Fund (per **Schedule B**):	76,581
Net Consolidated surplus available for Stabilization Fund	$ 114,871

Part 4: Calculation of transfers to Stabilization Fund:

From the General Fund, @ 60%	$ 68,923
From the Local Aid Fund, @ 40%	45,948
Total Transfers	$ 114,871

(Continued)

Part 5: Status of Consolidated Net Surplus after Stabilization Fund transfers and Chapter 236 adjustment:

Undesignated fund balance:	
General Fund	$ 78,511
Highway Fund	-
Local Aid Fund	-
Consolidated Net Surplus	$ 78,511

Part 6: Status of Stabilization Fund after transfers:

Reserved for Stabilization - Balance as of June 30, 2000 before the transfers	$ 1,493,511
FY2000 Calculated Transfers to Stabilization Fund (per **Part 4**)	114,871
Reserved for Stabilization after the transfers	$ 1,608,382

Part 7: Amounts reserved for Capital Projects:

Reserved for Capital Projects - Balance as of June 30, 2000 before the transfers	$ -
FY2000 Calculated Transfers to Capital Projects Fund (per **Part 3**)	76,581
Balance available	$ 76,581

Calculation Of Transfers: Tax Reduction Fund

June 30, 2000
(Amounts in thousands)

This statement is prepared pursuant to Chapters 29 and 29B of the Massachusetts General Laws. It is prepared on the statutory basis of accounting and presents information contained in the official books and accounting records of the Commonwealth. Supporting information is presented in individual schedules, as indicated, and in the Financial Section of this report.

The computation is as follows:

Part 1: Comparison of Stabilization Fund, after current fiscal year transfers, to 7.5% of Budgeted Revenues and Other Financial Resources:

Undesignated Fund Balance in the Stabilization Fund	$	1,608,382
Allowable Stabilization Balance (per **Schedule C**)		1,694,032
Stabilization Fund Excess, if any, transferable to Tax Reduction Fund	$	-

Part 2: Status of Stabilization Fund after transfers:

Stabilization Fund Balance	$	1,608,382
Transfer to Tax Reduction Fund		-
Stabilization Fund Balance after transfer to Tax Reduction Fund	$	1,608,382

Part 3: Status of Tax Reduction Fund after transfers:

Tax Reduction Fund Balance	$	7,203
Transfers from Stabilization Fund		-
Tax Reduction Fund Balance after transfers	$	7,203

Schedule A
FY2000 Tax Revenues By Revenue Class and Calculation of Allowable Net Surplus

June 30, 2000
(Amounts in thousands)

Alcoholic Beverages	$	63,147
Banks: Commercial		92,451
Banks: Savings		375
Cigarette		279,945
Corporations		1,130,544
Deeds		127,371
Estate and Inheritance		166,511
Income		9,041,936
Insurance		306,018
Motor and Special Fuels		652,596
Public Utilities		82,983
Room Occupancy		137,005
Sales and Use		3,565,267
Club Alcoholic Beverages		621
Motor Vehicle Excise		151
Convention Center Surcharges		12,594
State Racing		7,829
Beano		5,264
Raffles and Bazaars		925
Boxing		21
Insurance: Excess and Surplus Lines		28,617
FY 2000 State Tax Revenue		15,702,169
0.5% of Total Tax Revenue		78,511
Allowable Consolidated Net Surplus	$	78,511

This schedule is prepared on the statutory basis of accounting. It presents tax revenues as reported in the governmental funds of the Commonwealth. It differs from the schedule of tax collections prepared by the Comptroller, Commissioner of Revenue and State Auditor for calculations in accordance with Chapter 62F, as established by Chapter 555 of the Acts of 1986.

Schedule B
Calculation of Capital Project Fund Transfer

June 30, 2000
(Amounts in thousands)

Maximum Allowable Transfer Amount:

A: Consolidated Net Surplus available for transfer.....	$	191,452
	X	40%
B: Maximum based on 40% of Consolidated Net Surplus.....	$	76,581
C: Fund Deficits - Capital Project Funds.....	$	709,853
Lower of the 40% of the Consolidated Net Surplus or sum of fund deficits in the Capital Project Funds at year end.....	$	76,581
Amount Transferred by the Comptroller.....	$	76,581

Schedule C
Calculation of Cap on Stabilization Fund

June 30, 2000
(Amounts in thousands)

Total Budgeted Revenues and Other Financial Resources pertaining to the Budgeted funds	$	26,221,102
Elimination of budgetary interfund activity (per **Schedule D**)		(3,634,013)
Budgeted Revenues and Other Financial Resources pertaining to the Budgeted funds	$	22,587,089
Allowable Stabilization Fund - Balance, 7.5% of Budgeted Revenue	$	1,694,032

Calculation of Stabilization Fund Transfers as defined by Mass General Law Chapter 29 section 5c and as recently amended by Chapter 88 of Acts of 1997 and Chapter 175 of the Acts of 1998.

Schedule D
Detail of Elimination of Budgetary Inter Fund Activity

June 30, 2000
(Amounts in thousands)

Adjustments to Revenues:		
Municipal Transit Assessments (RTAs Only)	$	(15,821)
Transfers to Intragovernmental Services Fund		(99,663)
Adjustments to Other Financing Sources and Uses:		
MBTA Subsidy Transfer from Highway and Local Aid Funds to the General Fund (Authorities Deficiency)		(154,430)
Stabilization Transfers - Year end		(114,871)
Fringe Assessed to Budgeted Funds		(23,916)
Transfer from Intragovernmental Services fund to General Fund		(3,547)
Transfer from Revenue Maximization Fund to General fund		(19,464)
License Plates		(3,447)
Transfer from Transitional Escrow Fund		(75,200)
Transfer from Collective Bargaining Reserve		(54,168)
Transfer to Children's & Senior's Health Fund		(36,952)
Transfer to Clean Election Fund		(10,000)
Transfer from Highway Fund to Authorities Deficiency Fund		(10,540)
MWRA Debt Service reimbursement		(4,435)
Transfer to Caseload Mitigation Fund		(22,091)
Transfer to close Commonwealth Cost Relief Fund		(3,837)
Chapter 34B County Pension reimbursement		(1,756)
Fund Deficit Elimination - Highway Fund		(388,205)
Fund Deficit Elimination - Local Aid Fund		(2,591,577)
Miscellaneous		(94)
Elimination of Budgetary Interfund Activity	$	(3,634,013)

Statistical Section

Ten-Year Schedules – Statutory Basis
Higher Education Non-appropriated Funds – Statutory Basis

Ten-Year Schedule Of Revenues And Other Financing Sources

All Governmental Fund Types - Statutory Basis

June 30, 2000
(Amounts in millions)

	2000	% Total	1999	% Total	1998	% Total	1997	% Total
Taxes	$ 15,702	41.0	$ 14,304	42.1	$ 14,038	43.7	$ 12,874	46.8
Federal reimbursements	4,364	11.4	4,230	12.5	4,409	13.7	4,084	14.9
Federal grants	1,360	3.6	1,236	3.6	1,220	3.8	1,185	4.3
Lotteries	3,913	10.2	3,572	10.5	3,430	10.7	3,377	12.3
Assessments	487	1.3	534	1.6	517	1.6	557	2.0
Motor vehicle licenses and registrations	285	0.7	281	0.8	295	0.9	295	1.1
Fees, investment earnings, etc	2,014	5.3	2,638	7.8	1,647	5.1	1,085	3.9
Proceeds of dedicated income tax bonds	-	-	-	-	-	-	-	-
Proceeds of general obligation bonds	1,762	5.2	1,334	3.9	1,347	4.2	899	3.3
Proceeds of special obligation bonds	-	-	-	-	100	0.3	-	-
Proceeds of refunding bonds	-	0.0	499	1.5	862	2.7	723	2.6
Other interfund transfers	8,403	24.8	5,317	15.7	4,240	13.2	2,416	8.8
Other financing sources	-	-	-	-	-	-	-	-
Total revenues and other financing sources	$ 38,290	103.4	$ 33,945	100.0	$ 32,105	100.0	$ 27,495	100.0

1996	% Total	1995	% Total	1994	% Total	1993	% Total	1992	% Total	1991	% Total
$ 12,058	46.8	$ 11,172	45.4	$ 10,615	45.5	$ 9,935	44.3	$ 9,491	47.3	$ 9,250	42.8
3,957	15.4	3,955	16.1	3,882	16.6	3,430	15.3	2,989	14.9	3,053	14.1
1,188	4.6	1,195	4.9	1,184	5.1	1,132	5.0	1,093	5.4	962	4.4
3,195	12.4	2,957	12.0	2,600	11.1	2,148	9.6	1,835	9.1	1,701	7.9
557	2.2	566	2.3	546	2.3	614	2.7	774	3.9	1,548	7.2
263	1.0	307	1.2	284	1.2	332	1.5	300	1.5	290	1.3
1,291	5.0	1,388	5.6	1,214	5.2	1,270	5.7	965	4.8	980	4.5
-	-	-	-	-	-	-	-	-	-	1,363	6.3
940	3.6	810	3.3	392	1.7	368	1.6	721	3.6	1,030	4.8
147	0.6	-	-	298	1.3	-	-	100	0.5	-	-
-	0.0	514	2.1	836	3.6	1,891	8.4	574	2.9	-	-
2,150	8.4	1,708	6.9	1,465	6.3	1,282	5.7	1,176	5.9	1,416	6.5
-	-	49	0.2	35	0.1	42	0.2	47	0.2	37	0.2
$ 25,746	100.0	$ 24,621	100.0	$ 23,351	100.0	$ 22,444	100.0	$ 20,065	100.0	$ 21,630	100.0

Ten-Year Schedule Of Tax Revenues By Source

All Governmental Fund Types - Statutory Basis

June 30, 2000
(Amounts in millions)

	2000	% Total	1999	% Total	1998	% Total	1997	% Total
Income	$ 9,042	57.6	$ 8,037	56.2	$ 8,032	57.2	$ 7,182	55.8
Sales and use	3,565	22.7	3,270	22.9	2,963	21.1	2,876	22.3
Corporations	1,131	7.2	1,009	7.1	1,067	7.6	964	7.5
Motor fuels	653	4.2	637	4.5	621	4.4	603	4.7
Cigarette	280	1.8	284	2.0	301	2.1	282	2.2
Insurance	306	1.9	317	2.2	303	2.2	289	2.2
Estate and inheritance	167	1.1	174	1.2	191	1.4	203	1.6
Banks	93	0.6	109	0.8	156	1.1	140	1.1
Alcoholic beverages	64	0.4	61	0.4	61	0.4	60	0.5
Other	401	2.6	406	2.8	343	2.4	275	2.1
Total taxes	$ 15,702	100.0	$ 14,304	100.0	$ 14,038	100.0	$ 12,874	100.0

1996	% Total	1995	% Total	1994	% Total	1993	% Total	1992	% Total	1991	% Total
$ 6,707	55.6	$ 5,974	53.5	$ 5,690	53.6	$ 5,375	54.1	$ 5,337	56.2	$ 5,292	57.3
2,610	21.6	2,481	22.2	2,302	21.7	2,124	21.4	1,979	20.9	1,909	20.6
876	7.3	911	8.2	782	7.4	737	7.4	644	6.8	612	6.6
599	5.0	578	5.2	563	5.3	557	5.6	541	5.7	464	5.0
233	1.9	234	2.1	237	2.2	190	1.9	140	1.5	144	1.6
285	2.4	284	2.5	282	2.7	281	2.8	285	3.0	268	2.9
188	1.6	209	1.9	277	2.6	267	2.7	260	2.7	250	2.7
219	1.8	206	1.8	200	1.9	153	1.5	60	0.6	48	0.5
60	0.5	61	0.5	61	0.6	62	0.6	63	0.7	66	0.7
281	2.3	234	2.1	221	2.0	189	2.0	182	1.9	197	2.1
$ 12,058	100.0	$ 11,172	100.0	$ 10,615	100.0	$ 9,935	100.0	$ 9,491	100.0	$ 9,250	100.0

Ten-Year Schedule Of Expenditures And Other Financing Uses By Secretariat

All Governmental Fund Types - Statutory Basis

June 30, 2000
(Amounts in millions)

	2000	% Total	1999	% Total	1998	% Total	1997	% Total	1996	% Total
Legislature	$ 53	0.2	$ 51	0.2	$ 51	0.2	$ 52	0.2	$ 49	0.2
Judiciary	570	1.5	532	1.5	476	1.5	438	1.6	405	1.6
Inspector General	3	-	3	-	2	-	2	-	2	-
Governor and Lieutenant Governor	6	-	5	-	5	-	5	-	5	-
Secretary of the Commonwealth	50	0.1	48	0.1	29	0.1	18	0.1	17	0.1
Treasurer and Receiver-General	3,841	10.0	3,982	10.0	3,780	12.1	3,694	13.6	3,518	14.0
Auditor of the Commonwealth	15	-	14	0.1	15	0.1	13	0.1	12	-
Attorney General	37	0.1	35	0.1	35	0.1	28	0.1	26	0.1
Ethics Commission	1	-	1	-	1	-	1	-	1	-
District Attorney	78	0.2	74	0.2	69	0.2	61	0.2	56	0.2
Office of Campaign and Political Finance	1	-	1	-	1	-	1	-	1	-
Sheriff's Departments	176	0.5	132	0.5	41	0.1	-	-	-	-
Disabled Persons Protection Commission	2	0.0	2	-	2	-	1	-	1	-
Board of Library Commissioners	61	0.2	51	0.2	45	0.1	42	0.2	35	0.2
Comptroller	9	-	9	-	10	-	8	-	9	-
Administration and finance	5,616	14.6	1,522	14.6	1,487	4.8	1,328	4.9	1,173	4.7
Environmental affairs	395	1.0	375	1.0	367	1.2	309	1.1	327	1.3
Communities and development	497	1.3	448	1.3	437	1.4	419	1.5	418	1.7
Health and human services	9,394	24.3	8,785	24.3	8,478	27.2	7,730	28.4	7,743	30.9
Transportation and construction	3,402	8.8	3,010	8.8	2,835	9.1	2,507	9.2	2,274	9.1
Education	1,287	3.3	3,706	3.3	3,314	10.6	2,963	10.9	2,656	10.6
Educational affairs	-	-	-	-	-	-	-	-	14	0.1
Higher education	1,032	2.7	964	2.7	893	2.9	818	3.0	764	3.0
Public safety	1,009	2.6	1,020	2.6	966	3.1	979	3.6	956	3.8
Economic development	43	0.1	60	0.1	38	0.1	42	0.2	113	0.5
Elder affairs	217	0.6	197	0.6	188	0.6	167	0.6	162	0.6
Consumer affairs	55	0.1	52	0.1	40	0.1	37	0.1	35	0.2
Labor	211	0.5	193	0.5	214	0.7	193	0.7	118	0.5
Pension	986	2.6	990	2.6	1,070	3.4	1,069	3.9	1,005	4.0
Debt service	1,237	3.2	1,212	3.2	1,215	3.9	1,278	4.7	1,192	4.8
Payments to refunded bond escrow agent	-	-	499	0.0	862	2.8	723	2.7	-	-
Pension funding transfers	-	-	-	-	-	-	-	-	-	-
Fund deficit support	2,980	7.7	-	-	-	-	-	-	-	-
Other interfund transfers	5,319	13.8	5,149	13.8	4,199	13.5	2,284	8.4	1,970	7.9
Other financing uses	-	-	-	-	-	-	-	-	-	-
Total expenditures and other financing uses	$ 38,583	100.0	$ 33,124	92.3	$ 31,163	100.0	$ 27,210	100.0	$ 25,057	100.0

1995	% Total	1994	% Total	1993	% Total	1992	% Total	1991	% Total
$ 48	0.2	$ 43	0.2	$ 41	0.2	$ 43	0.2	$ 39	0.2
356	1.5	342	1.5	309	1.4	308	1.6	297	1.5
2	-	1	-	1	-	1	-	1	-
5	-	4	-	4	-	4	-	4	-
17	0.1	12	0.1	14	0.1	12	0.1	13	0.1
3,245	13.2	2,940	12.6	2,485	11.0	2,167	11.1	2,311	11.4
12	-	11	-	10	-	10	0.1	10	-
24	0.1	24	0.1	22	0.1	18	0.1	17	0.1
1	-	1	-	1	-	1	-	1	-
56	0.2	47	0.2	44	0.2	39	0.2	42	0.2
1	-	1	-	1	-	1	-	1	-
-	-	-	-	-	-	-	-	-	-
1	-	1	-	-	-	-	-	-	-
30	0.1	26	0.1	35	0.2	24	0.1	29	0.1
11	-	11	-	8	-	6	-	5	-
1,165	4.8	1,118	4.8	1,056	4.7	1,348	6.9	1,398	6.9
296	1.2	285	1.2	283	1.2	230	1.2	371	1.8
399	1.6	396	1.7	398	1.8	426	2.2	486	2.4
7,892	32.2	7,611	32.6	7,274	32.2	6,824	34.9	7,789	38.3
2,205	9.0	2,134	9.1	1,816	8.0	1,320	6.8	983	4.8
2,403	9.8	2,167	9.3	2,032	9.0	1,791	9.2	1,832	9.1
7	-	3	-	10	-	3	-	-	-
727	3.0	692	3.0	565	2.5	546	2.8	638	3.1
851	3.5	782	3.3	716	3.2	650	3.3	145	0.7
206	0.8	213	0.9	214	0.9	195	1.0	171	0.8
162	0.7	156	0.7	149	0.7	141	0.7	146	0.7
34	0.1	33	0.1	30	0.1	27	0.1	33	0.2
25	0.1	24	0.1	24	0.1	20	0.1	20	0.1
969	4.0	909	3.9	868	3.8	752	3.8	704	3.5
1,234	5.0	1,151	4.9	1,143	5.0	901	4.6	1,407	6.9
514	2.1	836	3.6	1,891	8.3	574	2.9	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	235	1.2
1,626	6.7	1,395	6.0	1,208	5.3	1,175	6.0	1,189	5.9
-	-	-	-	-	-	-	-	-	-
$ 24,524	100.0	$ 23,369	100.0	$ 22,652	100.0	$ 19,557	100.0	$ 20,317	100.0

Ten-Year Schedule Of Budgeted Funds Expenditures and Other Uses By Major Program Category

June 30, 2000

(Amounts in millions)

	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
Direct local aid	$ 4,674	$ 4,310	$ 3,949	$ 3,558	$ 3,246	$ 2,976	$ 2,727	$ 2,547	$ 2,359	$ 2,608
Medicaid	4,270	3,856	3,666	3,456	3,416	3,398	3,313	3,151	2,818	2,765
Public assistance	959	988	1,023	1,090	1,089	1,095	1,100	1,075	1,065	1,092
Higher education	996	930	862	806	744	703	673	545	534	609
MBTA and regional transit authorities	592	538	530	520	518	516	522	499	450	406
Pension	986	990	1,070	1,069	1,005	969	909	868	752	704
Group health insurance	589	566	550	522	519	510	496	491	466	446
Debt service	1,193	1,174	1,213	1,276	1,184	1,231	1,149	1,140	898	942
	-									
Major programs	14,259	13,352	12,863	12,297	11,721	11,398	10,889	10,316	9,342	9,572
Other program expenditures	7,251	6,411	5,900	5,502	5,357	5,043	4,822	4,627	4,262	4,093
Interfund transfers and other uses	4,538	1,884	1,844	1,201	847	352	241	250	310	399
Budgeted expenditures and other uses	$ 26,048	$ 21,647	$ 20,607	$ 19,000	$ 17,925	$ 16,793	$ 15,952	$ 15,193	$ 13,914	$ 14,064

Ten-Year Schedule Of Long-Term Bonds And Notes Outstanding

Fiscal Year Ended June 30, 2000
(Amounts in millions)

	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
General obligation bonds.....	$ 10,897	$ 10,301	$ 9,873	$ 9,620	$ 9,148	$ 8,615	$ 8,184	$ 8,082	$ 7,916	$ 7,164
Grant anticipation notes.....	922	922	600	-	-	-	-	-	-	-
Dedicated income tax bonds.....	0	-	-	130	383	619	840	1,045	1,244	1,416
Special obligation bonds.....	564	586	606	521	535	395	404	104	104	-
Commonwealth long-term bonds.....	$ 12,383	$ 11,809	$ 11,079	$ 10,271	$ 10,066	$ 9,629	$ 9,428	$ 9,231	$ 9,264	$8,580

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HIGHER EDUCATION NON-APPROPRIATED ACTIVITY

The Commonwealth's public institutions of higher education are allowed, by their enabling statutes, to collect, retain, and expend certain fees, rents, donations and other types of revenue. These financial resources are important elements to the overall financial operations of the respective institutions, and are in addition to amounts made available from appropriations.

University of Massachusetts System includes the campuses at Amherst, Worcester, Boston, Lowell, Dartmouth and certain institutes and programs operated by the Office of the University President.

State College System includes the nine state colleges which provide four-year post-secondary education programs.

Bridgewater State College
Framingham State College
Fitchburg State College
Massachusetts College of Art
Massachusetts Maritime Academy
Massachusetts College of Liberal Arts
Salem State College
Worcester State College
Westfield State College

Community College System includes the fifteen community colleges which provide two-year post secondary education programs.

Berkshire Community College
Bunker Hill Community College
Bristol Community College
Cape Cod Community College
Greenfield Community College
Holyoke Community College
Massasoit Community College
Massachusetts Bay Community College
Middlesex Community College
Mount Wachusett Community College
Northern Essex Community College
North Shore Community College
Quinsigamond Community College
Roxbury Community College
Springfield Technical Community College

Higher Education System

Combining Higher Education Non-Appropriated Activity - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

		University of Massachusetts	State Colleges	Community Colleges	TOTALS 2000	TOTALS 1999
Revenues and other financing sources						
	Federal grants and reimbursements	$ 154,156	$ 17,916	$ 36,501	$ 208,573	$ 200,149
	Departmental revenues	472,982	138,895	132,260	744,137	866,700
	Miscellaneous revenues	297,004	59,028	67,908	423,940	383,843
	Total revenues and other financing sources	924,142	215,839	236,669	1,376,650	1,450,692
Expenditures and other financing uses (by MMARS subsidiary):						
AA	Regular employee compensation	229,112	29,888	35,438	294,438	393,821
BB	Regular employee related expenses	2,044	3,232	3,396	8,672	17,666
CC	Special employees and contracted services	93,688	28,132	53,538	175,358	158,313
DD	Pension and insurance	60,050	6,231	6,773	73,054	62,406
EE	Administrative expenditures	66,907	28,021	21,419	116,347	111,907
FF	Facility operational supplies	85,856	7,292	14,979	108,127	99,575
GG	Energy costs and space rental	31,706	7,317	3,751	42,774	32,377
HH	Consultant services	81,522	8,100	9,661	99,283	81,454
JJ	Operational services	30,481	19,922	10,038	60,441	52,937
KK	Equipment purchase	35,419	8,253	7,216	50,888	47,889
LL	Equipment leases, maintenance and repair	22,034	6,493	5,855	34,382	35,518
MM	Purchased client services and programs	12,983	1,039	1,797	15,819	17,253
NN	Construction and improvements	22,100	14,571	1,942	38,613	39,059
PP	Aid to local governments	-	-	213	213	260
RR	Benefit programs	69,206	21,849	43,605	134,660	131,509
SS	Debt payment	-	3,669	343	4,012	3,903
TT	Loans and special payments	27,420	21,989	4,920	54,329	51,830
	Total expenditures and other uses	870,528	215,998	224,884	1,311,409	1,337,677
	Excess (deficiency) of revenues and other financing sources over expenditures and other uses	53,614	(159)	11,785	65,241	113,015
	Fund balance (deficit) at beginning of year	500,990	69,146	52,106	622,242	509,227
	Fund balance (deficit) at end of year	$ 554,604	$ 68,987	$ 63,891	$ 687,483	$ 622,242

University Of Massachusetts

Higher Education Non-Appropriated Activity - Statutory Basis

Fiscal Year Ended June 30, 2000
(Amounts in thousands)

		2000	1999
Revenues and other financing sources			
	Federal grants and reimbursements	$ 154,156	$ 142,128
	Departmental revenues	472,982	612,601
	Miscellaneous revenues	297,004	259,888
	Total revenues and other financing sources	924,142	1,014,617
Expenditures and other financing uses (by MMARS subsidiary):			
AA	Regular employee compensation	229,112	332,281
BB	Regular employee related expenses	2,044	11,831
CC	Special employees and contracted services	93,688	83,398
DD	Pension and insurance	60,050	49,303
EE	Administrative expenditures	66,907	61,864
FF	Facility operational supplies	85,856	75,873
GG	Energy costs and space rental	31,706	22,304
HH	Consultant services	81,522	65,388
JJ	Operational services	30,481	22,282
KK	Equipment purchase	35,419	32,008
LL	Equipment leases, maintenance and repair	22,034	23,422
MM	Purchased client services and programs	12,983	14,085
NN	Construction and improvements	22,100	26,702
RR	Benefit programs	69,206	67,957
TT	Loans and special payments	27,420	24,946
	Total expenditures and other financing uses	870,528	913,644
	Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	53,614	100,973
	Fund balance (deficit) at beginning of year	500,990	400,017
	Fund balance (deficit) at end of year	$ 554,604	$ 500,990

State College System

Combining Higher Education Non-Appropriated Activity - Statutory Basis

Fiscal Year Ended June 30, 2000

(Amounts in thousands)

		Bridgewater State College	Framingham State College	Fitchburg State College	Massachusetts College of Art
Revenues and other financing sources					
	Federal grants and reimbursements	$ 3,227	$ 1,202	$ 3,122	$ 820
	Departmental revenues	25,485	13,726	12,720	9,309
	Miscellaneous revenues	12,234	17,822	6,353	687
	Total revenues and other financing sources	40,946	32,750	22,195	10,816
Expenditures and other financing uses (by MMARS subsidiary):					
AA	Regular employee compensation	7,999	1,942	4,757	565
BB	Regular employee related expenses	617	173	354	432
CC	Special employees and contracted services	5,790	2,885	3,068	1,698
DD	Pension and insurance	2,093	828	492	225
EE	Administrative expenditures	3,090	12,872	2,491	1,087
FF	Facility operational supplies	1,371	555	749	680
GG	Energy costs and space rental	783	1,291	859	1,494
HH	Consultant services	1,160	912	1,359	605
JJ	Operational services	5,519	3,755	1,065	981
KK	Equipment purchase	1,304	830	910	673
LL	Equipment leases, maintenance and repair	944	477	542	520
MM	Purchased client services and programs	237	340	205	-
NN	Construction and improvements	713	4,817	4,867	1
RR	Benefit programs	4,868	1,222	1,719	931
SS	Debt payment	-	276	-	155
TT	Loans and special payments	3,264	2,058	2,656	32
	Total expenditures and other financing uses	39,752	35,233	26,093	10,079
	Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,194	(2,483)	(3,898)	737
	Fund balance (deficit) at beginning of year	10,711	21,800	16,774	3,019
	Fund balance (deficit) at end of year	$ 11,905	$ 19,318	$ 12,876	$ 3,756

Massachusetts Maritime Academy	Massachusetts College of Liberal Arts	Salem State College	Worcester State College	Westfield State College	TOTALS 2000	TOTALS 1999
$ 204	$ 1,242	$ 3,709	$ 1,809	$ 2,581	$ 17,916	$ 19,070
5,583	5,991	25,319	11,598	29,164	138,895	138,049
3,577	4,059	7,295	4,012	2,989	59,028	78,428
9,364	11,292	36,323	17,419	34,734	215,839	235,547
1,380	1,235	8,055	814	3,141	29,888	28,367
144	250	407	604	251	3,232	2,981
841	1,353	4,531	4,715	3,251	28,132	27,883
349	207	809	228	1,000	6,231	6,707
519	1,032	4,024	1,381	1,525	28,021	33,842
606	358	1,354	846	773	7,292	7,702
168	144	1,702	254	622	7,317	7,468
320	586	1,862	712	584	8,100	8,435
1,117	2,171	3,543	631	1,140	19,922	21,530
635	271	1,848	469	1,313	8,253	8,692
125	521	2,232	537	595	6,493	6,111
-	1	193	-	63	1,039	1,627
18	248	1,376	1,190	1,341	14,571	9,639
257	2,255	5,986	3,220	1,391	21,849	20,699
-	-	-	985	2,253	3,669	3,507
434	977	(2,481)	160	14,889	21,989	25,094
6,913	11,609	35,441	16,746	34,132	215,998	220,284
2,451	(317)	882	673	602	(159)	15,263
2,190	1,161	2,604	6,528	4,359	69,146	53,883
$ 4,641	$ 844	$ 3,486	$ 7,201	$ 4,961	$ 68,987	$ 69,146

Community College System

Combining Higher Education Non-Appropriated Activity - Statutory Basis

Fiscal Year Ended June 30, 2000

(Amounts in thousands)

		Berkshire Community College	Bunker Hill Community College	Bristol Community College	Cape Cod Community College	Greenfield Community College	Holyoke Community College	Massasoit Community College
Revenues and other financing sources								
	Federal grants and reimbursements	$ 1,630	$ 2,974	$ 4,475	$ 1,718	$ 1,679	$ 3,280	$ 2,761
	Departmental revenues	5,230	11,606	8,745	3,733	5,974	11,860	8,368
	Miscellaneous revenues	1,531	5,329	5,568	4,663	870	9,664	4,686
	Total revenues and other financing sources	8,391	19,909	18,788	10,114	8,523	24,804	15,815
Expenditures and other financing uses (by MMARS subsidiary):								
AA	Regular employee compensation	1,419	5,929	3,220	2,041	784	1,440	431
BB	Regular employee related expenses	202	225	249	155	200	251	207
CC	Special employees and contracted services	1,475	4,190	4,540	3,030	1,723	2,487	3,348
DD	Pension and insurance	631	171	1,108	601	239	282	289
EE	Administrative expenditures	1,168	1,515	1,047	647	399	1,346	4,061
FF	Facility operational supplies	1,180	124	574	221	797	1,752	829
GG	Energy costs and space rental	116	337	221	158	49	70	106
HH	Consultant services	380	733	808	352	232	222	475
JJ	Operational services	493	763	1,164	71	304	1,064	1,787
KK	Equipment purchase	452	639	801	226	404	291	796
LL	Equipment leases, maintenance and repair	120	146	305	485	201	128	557
MM	Purchased client services and programs	106	139	294	-	17	58	-
NN	Construction and improvements	74	724	133	37	4	165	277
PP	Aid to local governments	-	-	-	-	-	-	-
RR	Benefit programs	1,725	3,089	3,983	1,518	2,555	4,050	2,488
SS	Debt payment	-	-	-	-	-	-	-
TT	Loans and special payments	362	-	105	5	267	3,800	274
	Total expenditures and other financing uses	9,903	18,724	18,552	9,547	8,175	17,406	15,925
	Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,512)	1,185	236	567	348	7,398	(110)
	Fund balance (deficit) at beginning of year	1,133	3,864	6,144	2,593	1,849	10,079	4,808
	Fund balance (deficit) at end of year	$ (379)	$ 5,049	$ 6,380	$ 3,160	$ 2,197	$ 17,477	$ 4,698

Massachusetts Bay Community College	Middlesex Community College	Mount Wachusett Community College	Northern Essex Community College	North Shore Community College	Quinsigamond Community College	Roxbury Community College	Springfield Technical Community College	TOTALS 2000	1999
$ 591	$ 3,545	$ 2,917	$ 115	$ 5,081	$ 2,132	$ -	$ 3,603	$ 36,501	$ 38,951
7,594	10,869	8,446	15,761	11,613	7,009	570	14,882	132,260	116,050
2,003	5,324	2,163	4,994	8,409	2,579	7,032	3,093	67,908	45,527
10,188	19,738	13,526	20,870	25,103	11,720	7,602	21,578	236,669	200,528
376	4,676	2,246	1,905	8,382	274	594	1,721	35,438	33,173
121	517	305	210	161	132	143	318	3,396	2,854
1,443	6,614	3,294	5,263	3,442	3,868	3,941	4,880	53,538	47,032
251	1,282	539	464	502	49	(140)	505	6,773	6,396
580	1,699	1,020	1,476	2,167	971	1,391	1,932	21,419	16,201
477	830	503	1,175	2,070	2,011	98	2,338	14,979	16,000
20	1,035	241	376	519	157	6	340	3,751	2,605
170	979	397	763	1,376	456	853	1,465	9,661	7,631
249	716	252	855	1,446	151	194	529	10,038	9,125
180	275	514	319	494	652	207	966	7,216	7,189
449	332	645	263	839	323	252	810	5,855	5,985
10	1	2	-	38	-	1	1,131	1,797	1,541
-	-	204	-	3	196	-	125	1,942	2,718
-	-	213	-	-	-	-	-	213	260
791	2,474	2,379	7,155	4,602	2,190	-	4,606	43,605	42,853
-	-	-	-	343	-	-	-	343	396
100	-	6	-	-	-	-	1	4,920	1,790
5,217	21,430	12,760	20,224	26,384	11,430	7,540	21,667	224,884	203,749
4,971	(1,692)	766	646	(1,281)	290	62	(89)	11,785	(3,221)
4,139	1,183	663	1,573	5,891	484	489	7,217	52,106	55,327
$ 9,110	$ (509)	$ 1,429	$ 2,219	$ 4,610	$ 774	$ 551	$ 7,128	$ 63,891	$ 52,106

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