

However, after application of in-transit receipts and disbursements at the close of the fiscal year by this office, the balance amounted to \$21,283,304, and as indicated in Statement A—1 of this report consisted of the following:

General Fund.....	\$ 438,061
Special Funds.....	658,313
Special Fund—Baltimore City Tax Collector.....	2,610
Federal Funds.....	4,267,852
Annuity Bond (Sinking) Funds.....	8,718,346
Loan Funds.....	3,974,462
Other Funds.....	3,223,660
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	\$21,283,304
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Investments of cash funds in excess of daily operating requirements totaled \$179,196,675 at June 30, 1968, and are set forth in detail in Statement A—3. An Analysis of these investments by funds is as follows:

General Fund.....	\$20,150,000
Special Funds.....	37,725,822
Annuity Bond (Sinking) Funds.....	7,865,874
Loan Funds.....	30,598,720
Miscellaneous and Non-Budgeted Funds....	82,856,259
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	\$179,196,675
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Included in these investments are \$11,829,882 held by the Trust Department of The Equitable Trust Company under an agreement between the State Accident Fund, et al., and the Bank, dated January 2, 1964. All other investments are in the custody of the State Treasurer and held by him in safe deposit boxes at the Maryland National Bank.

Under the provisions of Section 197, of Article 41 of the Annotated Code of Maryland, the Treasurer is authorized to advance, on the warrant of the Comptroller, to the State departments, agencies, etc. working fund cash balances to enable them to make prompt payment for certain expenses as may occur from time to time and which are exempt from general regulatory control. Such advances, totaling \$2,852,840 at June 30, 1968, are presented in detail in Statement A—2, and consisted of the following funds:

General Fund.....	\$1,579,740
Special Funds.....	800,000
Non-budgeted Funds.....	473,100
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	\$2,852,840
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The amount of \$1,579,740, representing advances from the General Fund, is a portion of the General Fund Surplus Account, and although not in the State Treasury, is shown as cash receivable and due from the various State departments, agencies, etc. as unappropriated General Fund Surplus.

The financial statements in this report are presented in accordance with the balanced-fund principle of accounting, which as reflected in Exhibit A presents each major Fund as a separate entity. Our accounting records are maintained in accordance with the most current concept of governmental fiscal operations, and to achieve both current and effective management reporting every effort is made to adapt the most modern and advanced technology and equipment to our procedures.

It is my opinion that the exhibits, and supporting statements and schedules, presented in this report cover every area of fiscal operations of our State Government which by Constitutional and Legislative mandate have been entrusted to the office of the Comptroller of the State of Maryland. However, if any additional information relative to the contents of this report is desired, my co-workers and I will be most pleased to furnish it to you.

LOUIS L. GOLDSTEIN,  
Comptroller.