

(a) Market value approximates cost.

(b) The Department of Transportation, (Department) on behalf of the Consolidated Transportation Refunding Bond Sinking Fund and the County Transportation Refunding Bond Sinking Fund, has entered into federal securities purchase agreements with banks, thereby reducing the market risk to the Department. Under these agreements the Department is required to invest a total of \$246,000,000 of Sinking Fund deposits over the first five and one-half years of the Bond issues. The invested funds are used to purchase federal securities from the banks at predetermined yields and ranges of maturities. Investment maturities are scheduled in accordance with bond redemption provisions and the Department anticipates that all investments will be held until maturity. As of June 30, 1985, investment cost exceeded market value by approximately \$24,673,000; however, no decline in investment market value has been recognized in the financial statements since the Department intends to hold the investments until maturity.

(c) Market value approximates \$561,545,000.

(d) Market value approximates \$5,539,405,000.

**5. Taxes Receivable:**

Taxes receivable (amounts expressed in thousands), as of June 30, 1985, consisted of the following:

	Funds			
	General	Special Revenue	Debt Service	Trust and Agency
Income taxes, current employee withholdings held by employers .....	\$194,153			
Retail sales and use taxes, current taxes held by collectors .....	100,691			
Transportation taxes, principally motor vehicle fuel and excise .....		\$37,790		
Unemployment compensation taxes .....				\$91,614
Other taxes, principally alcohol, tobacco and property .....	3,938		\$5,332	
	298,782	37,790	5,332	91,614
Less allowance for doubtful accounts .....	648			
Taxes receivable, net .....	\$298,134	\$37,790	\$5,332	\$91,614

**6. Loans and Notes Receivable:**

Loans and notes receivable (amounts expressed in thousands), as of June 30, 1985, consisted of the following:

	Funds				
	General	Debt Service	Capital Projects	Enterprise	Higher Education
Notes receivable for advances of general obligation bond proceeds:					
Political subdivisions:					
Public school construction .....		\$19,746			
Other .....		18,357			
Hospitals and nursing homes .....		36,654			
Construction mortgage loans .....				\$ 20,003	
Permanent mortgage loans .....				825,442	
Savings and loan association loans .....				51,215	
National direct student loans .....					\$26,601
Health profession loans .....					8,445
Shore erosion loans .....			\$10,070		
Other .....	\$471	800		122	
	471	75,557	10,070	896,782	35,046
Less allowance for possible loan losses .....		103			8,292
Loans and notes receivable, net .....	\$471	\$75,454	\$10,070	\$896,782	\$26,754