

and exceptions to the modified accrual basis of accounting, as of June 30, 1993 follows (amounts expressed in thousands):

	Total Budgetary Fund Equities and Other Accounts June 30, 1993	Financial Statement Funds						Trust and Agency	Higher Education
		General	Special Revenue	Debt Service	Capital Projects	Enterprise			
Classification of budgetary fund equities and other accounts into GAAP fund structure:									
General	\$ 109,941	\$109,941							
Special	436,857	131,765	\$121,647	\$ 61,926	\$18,882	\$102,637			
Current unrestricted	126,647								\$ 126,647
Current restricted	7,202								7,202
Other accounts (a):									
Non-budgeted	241,462	41,290	163,487	36,153		532			
Debt service transportation bonds	66,744			66,744					
Capital projects	124,753				21,632	103,121			
Enterprise	664,905					664,905			
Expendable trust	324,963						\$ 324,963		
Pension trust	14,154,970						14,154,970		
Higher education	2,203,734								2,203,734
Budgetary fund equities and other accounts classified into GAAP fund structure:	<u>\$18,462,178</u>	282,996	285,134	164,823	40,514	871,195	14,479,933		2,337,583
Accounting principle and timing differences:									
Assets recognized in the GAAP financial statements not recognized for budgetary purposes:									
Cash and cash equivalents			1,154						
Intergovernmental receivables			(12,000)						
Other accounts receivable			2,201						
Other assets			(1,468)						
Liabilities recognized in GAAP financial statements not recognized for budgetary purposes:									
Accounts payable and accrued liabilities			(32,742)						
Local income taxes payable to local income taxes agency fund			(106,893)						
Deferred revenue			(19,326)						
Loans from other funds					(75,000)				
GAAP financial statement fund equities, June 30, 1993		\$113,922	\$210,134	\$164,823	\$40,514	\$871,195	\$14,479,933		\$2,337,583

(a) The State's accounting system is maintained by the Comptroller in compliance with State Law and in accordance with the State's Budgetary Funds. In addition to the accounting system maintained by the Comptroller, certain individual agencies which are not subject to the State's budget maintain accounting systems which permit financial reporting on the basis of generally accepted accounting principles. The changes in net assets of agencies whose accounting systems are not entirely maintained by the Comptroller are recorded in the State's accounting system as of the end of the fiscal year.

4. Cash and Cash Equivalents and Investments:

Substantially all cash and cash equivalents of the governmental fund types and certain proprietary and fiduciary funds are maintained by the State Treasurer on a pooled basis. The State Treasurer's Office invests short-term funds on a daily basis. The investments consist of purchases of securities or repurchase agreements. Under the State Finance and Procurement Article of the Annotated Code of Maryland, Title 6, Subtitle 2, the State Treasurer may only invest in the following:

- Any obligation for which the United States has pledged its faith and credit for the payment of principal and interest.
- Any obligation that a federal agency issues in accordance with an act of Congress.
- Repurchase agreements that any of these obligations secure.
- Bankers' acceptances.
- Mutual funds that invest solely in federal obligations.