



## **FIDUCIARY FUNDS**

Trust Funds are used to account for assets held by the Primary Government in a trustee capacity. Agency Funds are used to account for assets held by the Primary Government as an agent for individuals, private organizations, other governments, and/or other funds.

*Pension Trusts* - are fiduciary funds out of which retirement annuities and/or other benefits are paid to authorized and designated public

*Agency Funds* - are legal and accounting methods used by government for the administration of assets that come into its possession and are purely custodial (assets equal liabilities) and do not involve measurement of results of operations.

PRINCE GEORGE'S COUNTY, MARYLAND  
Combining Statement of Plan Net Assets  
Pension Trust Funds  
June 30, 2006

Exhibit E-1

|  | Comprehensive Pension Plans |                    |                   |                        | Supplemental Pension Plans |                        |                 |                   |                   |                  |                  | Total                |
|--|-----------------------------|--------------------|-------------------|------------------------|----------------------------|------------------------|-----------------|-------------------|-------------------|------------------|------------------|----------------------|
|  | Police                      | Fire Service       | Deputy Sheriff's  | Correctional Officers' | Deputy Sheriff             | Correctional Officers' | Crossing Guards | AFSCME            | General Schedule  | Fire Civilian    | Police Civilian  |                      |
| <b>Assets:</b>                                       |                             |                    |                   |                        |                            |                        |                 |                   |                   |                  |                  |                      |
| Equity in pooled cash and investments                | 3,291,148                   | 358,637            | 726,809           | 926,461                | 72,752                     | 135,536                | 48,437          | 159,001           | 1,434,331         | 122,313          | 241,475          | 7,516,900            |
| Collateral for loaned securities                     | 47,762,230                  | 20,181,340         | -                 | -                      | -                          | -                      | -               | -                 | -                 | -                | -                | 67,943,570           |
| <b>Investments:</b>                                  |                             |                    |                   |                        |                            |                        |                 |                   |                   |                  |                  |                      |
| Pooled separate accounts                             | 71,901,934                  | 31,694,203         | 25,631,034        | 48,014,848             | 3,994,623                  | 3,041,646              | 806,132         | 17,726,801        | 77,126,004        | 3,652,667        | 7,615,433        | 291,205,325          |
| U. S. Government & agency securities                 | 25,252,324                  | 10,711,911         | -                 | -                      | -                          | -                      | -               | -                 | -                 | -                | -                | 35,964,235           |
| Corporate bonds                                      | 12,305,810                  | 5,660,498          | -                 | -                      | -                          | -                      | -               | -                 | -                 | -                | -                | 17,966,308           |
| Common stock   | 268,376,495                 | 126,122,178        | -                 | -                      | -                          | -                      | -               | -                 | -                 | -                | -                | 394,498,673          |
| Real Estate Investment Trust                         | 26,031,965                  | 11,409,942         | -                 | -                      | -                          | -                      | -               | -                 | -                 | -                | -                | 37,441,907           |
| International Government securities                  | 24,074,558                  | 11,970,559         | -                 | -                      | -                          | -                      | -               | -                 | -                 | -                | -                | 36,045,117           |
| Asset backed securities                              | 1,795,019                   | 729,824            | -                 | -                      | -                          | -                      | -               | -                 | -                 | -                | -                | 2,524,843            |
| Money market funds                                   | 83,079,285                  | 38,961,254         | -                 | -                      | -                          | -                      | -               | -                 | -                 | -                | -                | 122,040,539          |
| Short-term investments                               | 68,915,510                  | 31,932,878         | -                 | -                      | -                          | -                      | -               | -                 | -                 | -                | -                | 100,848,388          |
| Accrued interest receivable                          | 1,249,612                   | 581,384            | 3,611             | 4,361                  | 1,618                      | 708                    | 248             | 755               | 7,092             | 630              | 1,197            | 1,851,216            |
| Prepaid expenses                                     | 18,956                      | 8,726              | 982               | 1,604                  | -                          | -                      | 27              | 579               | 2,483             | 114              | 217              | 33,688               |
| <b>Total assets</b>                                  | <b>634,054,846</b>          | <b>290,323,334</b> | <b>26,362,436</b> | <b>48,947,274</b>      | <b>4,068,993</b>           | <b>3,177,890</b>       | <b>854,844</b>  | <b>17,887,136</b> | <b>78,569,910</b> | <b>3,775,724</b> | <b>7,858,322</b> | <b>1,115,880,709</b> |
| <b>Liabilities:</b>                                  |                             |                    |                   |                        |                            |                        |                 |                   |                   |                  |                  |                      |
| Collateral for loaned securities payable             | 47,762,230                  | 20,181,340         | -                 | -                      | -                          | -                      | -               | -                 | -                 | -                | -                | 67,943,570           |
| Accounts payable                                     | 132,046                     | 64,710             | 5,702             | 3,483                  | -                          | -                      | 713             | 1,393             | 3,781             | 827              | 960              | 213,615              |
| Accrued costs  | 600,889                     | 281,743            | 25,807            | 44,476                 | -                          | -                      | 702             | 15,442            | 67,185            | 3,182            | 6,634            | 1,046,060            |
| <b>Total liabilities</b>                             | <b>48,495,165</b>           | <b>20,527,793</b>  | <b>31,509</b>     | <b>47,959</b>          | <b>-</b>                   | <b>-</b>               | <b>1,415</b>    | <b>16,835</b>     | <b>70,966</b>     | <b>4,009</b>     | <b>7,594</b>     | <b>69,203,245</b>    |
| <b>Net assets held in trust for pension benefits</b> | <b>585,559,681</b>          | <b>269,795,541</b> | <b>26,330,927</b> | <b>48,899,315</b>      | <b>4,068,993</b>           | <b>3,177,890</b>       | <b>853,429</b>  | <b>17,870,301</b> | <b>78,498,944</b> | <b>3,771,715</b> | <b>7,850,728</b> | <b>1,046,677,464</b> |

PRINCE GEORGE'S COUNTY, MARYLAND  
 Combining Statement of Changes in Plan Net Assets  
 Pension Trust Funds  
 For the year ended June 30, 2006

|  | Comprehensive Pension Plans |              |                 |                        | Supplemental Pension Plans |                        |                 |            |                  |               |                 | Total         |
|--|-----------------------------|--------------|-----------------|------------------------|----------------------------|------------------------|-----------------|------------|------------------|---------------|-----------------|---------------|
|  | Police                      | Fire Service | Deputy Sheriffs | Correctional Officers' | Deputy Sheriffs            | Correctional Officers' | Crossing Guards | AFSCME     | General Schedule | Fire Civilian | Police Civilian |               |
| <b>Additions:</b>  |                             |              |                 |                        |                            |                        |                 |            |                  |               |                 |               |
| Contributions:   |                             |              |                 |                        |                            |                        |                 |            |                  |               |                 |               |
| Employer   | \$ 30,145,860               | 15,970,509   | 3,207,739       | 3,901,798              | 120,830                    | 139,315                | 70,517          | 1,074,642  | 6,151,208        | 303,807       | 739,871         | 61,826,096    |
| Employee   | 5,811,078                   | 1,707,384    | 934,353         | 2,410,306              | 61,002                     | 106,977                | 46,111          | 488,860    | 2,968,818        | 139,915       | 462,122         | 15,136,926    |
| Total contributions  | 35,956,938                  | 17,677,893   | 4,142,092       | 6,312,104              | 181,832                    | 246,292                | 116,628         | 1,563,502  | 9,120,026        | 443,722       | 1,201,993       | 76,963,022    |
| Transfers from (to) other funds                                  | (424,046)                   | (2,720)      | 426,766         | -                      | -                          | -                      | (9,829)         | (157,411)  | (390,574)        | 10,104        | 547,710         | -             |
| Investment income :  |                             |              |                 |                        |                            |                        |                 |            |                  |               |                 |               |
| Net appreciation (depreciation) in fair value of assets          | 38,505,853                  | 17,614,064   | 1,290,481       | 2,346,859              | 236,617                    | 152,801                | 41,068          | 900,722    | 3,866,478        | 182,269       | 328,287         | 65,465,499    |
| Interest and dividends   | 15,296,837                  | 7,007,603    | 706,599         | 1,324,489              | 135,434                    | 88,382                 | 23,744          | 495,005    | 2,152,200        | 103,326       | 203,164         | 27,536,783    |
| Total investment income  | 53,802,690                  | 24,621,667   | 1,997,080       | 3,671,348              | 372,051                    | 241,183                | 64,812          | 1,395,727  | 6,018,678        | 285,595       | 531,451         | 93,002,282    |
| Less investment expense  | 2,833,525                   | 1,525,558    | 157,865         | 284,118                | 5,361                      | 3,466                  | 4,571           | 100,264    | 433,339          | 20,374        | 39,417          | 5,407,858     |
| Net investment income  | 50,969,165                  | 23,096,109   | 1,839,215       | 3,387,230              | 366,690                    | 237,717                | 60,241          | 1,295,463  | 5,585,339        | 265,221       | 492,034         | 87,594,424    |
| Total additions  | 86,502,057                  | 40,771,282   | 6,408,073       | 9,699,334              | 548,522                    | 484,009                | 167,040         | 2,701,554  | 14,314,791       | 719,047       | 2,241,737       | 164,557,446   |
| <b>Deductions:</b>   |                             |              |                 |                        |                            |                        |                 |            |                  |               |                 |               |
| Benefits   | 47,036,339                  | 22,933,737   | 3,212,616       | 2,853,995              | 511,936                    | 125,524                | 76,777          | 1,020,140  | 5,276,000        | 233,382       | 478,943         | 83,759,389    |
| Refunds of contributions   | 623,200                     | 523,559      | 63,796          | 194,959                | 2,278                      | -                      | 19,647          | 94,945     | 424,838          | -             | 53,061          | 2,000,283     |
| General and administrative expenses                              | 706,366                     | 455,811      | 159,596         | 158,776                | 20,333                     | 21,796                 | 9,662           | 36,728     | 59,584           | 31,589        | 33,142          | 1,695,383     |
| Total deductions   | 48,365,905                  | 23,913,107   | 3,436,008       | 3,207,730              | 534,547                    | 147,320                | 106,086         | 1,153,813  | 5,760,422        | 264,971       | 565,146         | 87,455,055    |
| Net increase (decrease)  | 38,136,152                  | 16,858,175   | 2,972,065       | 6,491,604              | 13,975                     | 336,689                | 60,954          | 1,547,741  | 8,554,369        | 454,076       | 1,676,591       | 77,102,391    |
| Net assets held in trust for pension benefits, beginning of year | 547,423,529                 | 252,937,366  | 23,358,862      | 42,407,711             | 4,055,018                  | 2,841,201              | 792,475         | 16,322,560 | 69,944,575       | 3,317,639     | 6,174,137       | 969,575,073   |
| Net assets held in trust for pension benefits, end of year       | 585,559,681                 | 269,795,541  | 26,330,927      | 48,899,315             | 4,068,993                  | 3,177,890              | 853,429         | 17,870,301 | 78,498,944       | 3,771,715     | 7,850,728       | 1,046,677,464 |

PRINCE GEORGE'S COUNTY, MARYLAND  
 Agency Funds - Primary Government  
 Combining Statement of Changes in Assets and Liabilities  
 For the year ended June 30, 2006

|  | Balance<br>June 30, 2005 | Additions          | Deductions           | Balance<br>June 30, 2006 |
|--|--------------------------|--------------------|----------------------|--------------------------|
| <b>State of Maryland property taxes:</b>                   |                          |                    |                      |                          |
| <b>Assets:</b>   |                          |                    |                      |                          |
| Cash and investments                                       | \$ 4,935                 | 63,034,603         | (63,024,419)         | 15,119                   |
| Taxes receivable   | 544,611                  | 66,947,379         | (67,171,135)         | 320,855                  |
| <b>Total assets</b>  | <b>549,546</b>           | <b>129,981,982</b> | <b>(130,195,554)</b> | <b>335,974</b>           |
| <b>Liability - due to State of Maryland</b>                | <b>\$ 549,546</b>        | <b>68,579,834</b>  | <b>(68,793,406)</b>  | <b>335,974</b>           |
| <b>M-NCPPC property taxes:</b>                             |                          |                    |                      |                          |
| <b>Assets:</b>   |                          |                    |                      |                          |
| Cash and investments                                       | \$ 26,176                | 159,412,383        | (159,321,988)        | 116,571                  |
| Taxes receivable   | 5,500,207                | 156,029,358        | (158,814,545)        | 2,715,020                |
| <b>Total assets</b>  | <b>\$ 5,526,383</b>      | <b>315,441,741</b> | <b>(318,136,533)</b> | <b>2,831,591</b>         |
| <b>Liabilities:</b>  |                          |                    |                      |                          |
| Due to M-NCPPC   | \$ 5,526,383             | 157,194,556        | (159,889,348)        | 2,831,591                |
| <b>Total liabilities</b>                                   | <b>\$ 5,526,383</b>      | <b>157,194,556</b> | <b>(159,889,348)</b> | <b>2,831,591</b>         |
| <b>Washington Suburban Sanitary Commission charges:</b>    |                          |                    |                      |                          |
| <b>Assets:</b>   |                          |                    |                      |                          |
| Cash and investments                                       | \$ 48,856                | 39,344,184         | (39,378,186)         | 14,854                   |
| Taxes receivable   | 218,986                  | 39,038,801         | (39,135,591)         | 122,196                  |
| <b>Total assets</b>  | <b>\$ 267,842</b>        | <b>78,382,985</b>  | <b>(78,513,777)</b>  | <b>137,050</b>           |
| <b>Liabilities:</b>  |                          |                    |                      |                          |
| Liability - due to Washington Suburban Sanitary Commission | \$ 267,842               | 39,259,940         | (39,390,732)         | 137,050                  |
| <b>Total liabilities</b>                                   | <b>\$ 267,842</b>        | <b>39,259,940</b>  | <b>(39,390,732)</b>  | <b>137,050</b>           |
| <b>Incorporated towns property taxes:</b>                  |                          |                    |                      |                          |
| <b>Assets:</b>   |                          |                    |                      |                          |
| Cash and investments                                       | \$ 39                    | 62,831,692         | (62,831,699)         | 32                       |
| Taxes receivable   | 255,387                  | 62,516,890         | (62,487,283)         | 284,994                  |
| <b>Total assets</b>  | <b>\$ 255,426</b>        | <b>125,348,582</b> | <b>(125,318,982)</b> | <b>285,026</b>           |
| <b>Liabilities:</b>  |                          |                    |                      |                          |
| Due to other funds   | \$ 100                   | 118,000            | (100)                | 118,000                  |
| Due to towns   | 255,326                  | 66,221,027         | (66,309,327)         | 167,026                  |
| <b>Total liabilities</b>                                   | <b>\$ 255,426</b>        | <b>66,339,027</b>  | <b>(66,309,427)</b>  | <b>285,026</b>           |
| <b>Washington Suburban Transit Commission taxes:</b>       |                          |                    |                      |                          |
| <b>Assets:</b>   |                          |                    |                      |                          |
| Taxes Receivable   | \$ 568,786               | 15,274,356         | (15,562,049)         | 281,093                  |
| <b>Total assets</b>  | <b>\$ 568,786</b>        | <b>15,274,356</b>  | <b>(15,562,049)</b>  | <b>281,093</b>           |
| <b>Liabilities:</b>  |                          |                    |                      |                          |
| Due to Washington Suburban Transit Commission              | \$ 568,786               | 15,274,356         | (15,562,049)         | 281,093                  |
| <b>Total liabilities</b>                                   | <b>\$ 568,786</b>        | <b>15,274,356</b>  | <b>(15,562,049)</b>  | <b>281,093</b>           |

(Continued)

PRINCE GEORGE'S COUNTY, MARYLAND  
 Agency Funds - Primary Government  
 Combining Statement of Changes in Assets and Liabilities, Continued  
 For the year ended June 30, 2006

Exhibit E-3, Cont.

|                                 | Balance<br>June 30, 2005 | Additions          | Deductions           | Balance<br>June 30, 2006 |
|---------------------------------|--------------------------|--------------------|----------------------|--------------------------|
| Agricultural transfer taxes:    |                          |                    |                      |                          |
| Assets:                         |                          |                    |                      |                          |
| Cash and investments            | \$ 3,216,878             | 1,149,162          | (609,429)            | 3,756,611                |
| Total assets                    | <u>\$ 3,216,878</u>      | <u>1,149,162</u>   | <u>(609,429)</u>     | <u>3,756,611</u>         |
| Liabilities:                    |                          |                    |                      |                          |
| Due to other governmental units | \$ 3,216,878             | 1,149,162          | (609,429)            | 3,756,611                |
| Total liabilities               | <u>\$ 3,216,878</u>      | <u>1,149,162</u>   | <u>(609,429)</u>     | <u>3,756,611</u>         |
| Inmate Holding Account          |                          |                    |                      |                          |
| Assets:                         |                          |                    |                      |                          |
| Cash and investments            | \$ 141,404               | 842,836            | (832,931)            | 151,309                  |
| Accounts receivable             | 9,567                    | 13,095             | (9,567)              | 13,095                   |
| Total assets                    | <u>\$ 150,971</u>        | <u>855,931</u>     | <u>(842,498)</u>     | <u>164,404</u>           |
| Liabilities:                    |                          |                    |                      |                          |
| Accounts payable                | \$ 121,148               | 825,386            | (813,077)            | 133,457                  |
| Due to participants             | 29,823                   | 846,364            | (845,240)            | 30,947                   |
| Total liabilities               | <u>\$ 150,971</u>        | <u>1,671,750</u>   | <u>(1,658,317)</u>   | <u>164,404</u>           |
| <u>Totals</u>                   |                          |                    |                      |                          |
| Assets:                         |                          |                    |                      |                          |
| Cash and investments            | \$ 3,438,288             | 326,614,860        | (325,998,652)        | 4,054,496                |
| Taxes receivable                | 7,087,977                | 339,806,784        | (343,170,603)        | 3,724,158                |
| Accounts receivable             | 9,567                    | 13,095             | (9,567)              | 13,095                   |
| Total assets                    | <u>\$ 10,535,832</u>     | <u>666,434,739</u> | <u>(669,178,822)</u> | <u>7,791,749</u>         |
| Liabilities:                    |                          |                    |                      |                          |
| Accounts payable                | \$ 121,148               | 825,386            | (813,077)            | 133,457                  |
| Due to other funds              | 100                      | 118,000            | (100)                | 118,000                  |
| Due to other governmental units | 10,384,761               | 347,678,875        | (350,554,291)        | 7,509,345                |
| Due to participants             | 29,823                   | 846,364            | (845,240)            | 30,947                   |
| Total liabilities               | <u>\$ 10,535,832</u>     | <u>349,468,625</u> | <u>(352,212,708)</u> | <u>7,791,749</u>         |