



# Local Government Investment Pool



## Annual Report

JUNE 30, 2024

AUDITED



# Report of Independent Auditors

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## Independent Auditor's Report

Treasurer of the State of Indiana  
Indianapolis, Indiana

### Report on the Audit of the Financial Statements

#### *Opinion*

We have audited the financial statements of TrustIndiana (a custodial fund of the State of Indiana), which comprise the statement of fiduciary net position – TrustIndiana as of June 30, 2024 and the related statements of operations – TrustIndiana and changes in fiduciary net position – TrustIndiana for the year ended June 30, 2024, and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the fiduciary net position of TrustIndiana, as of June 30, 2024, and the respective changes in fiduciary net position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinion*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are required to be independent of TrustIndiana, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### *Emphasis of Matter*

As discussed in Note 1, the financial statements of TrustIndiana do not purport to, and do not, present fairly the financial position of the State of Indiana as of June 30, 2024, the changes in its financial position or, where applicable, its cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

#### *Responsibilities of Management for the Financial Statements*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Treasurer of the State of Indiana  
Indianapolis, Indiana

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about TrustINDiana's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of TrustINDiana's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about TrustINDiana's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Treasurer of the State of Indiana  
Indianapolis, Indiana

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the listing of the personnel of Office of the Indiana Treasurer of the State, Management and Professional Services but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 27, 2024, on our consideration of TrustINDiana's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of TrustINDiana's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering TrustINDiana's internal control over financial reporting and compliance.

**Forvis Mazars, LLP**

Indianapolis, Indiana  
September 27, 2024



# TrustINDiana

## Management's Discussion and Analysis

### (Unaudited)

#### **Introduction**

The following management's discussion and analysis provides an overview of the financial position and activities of TrustINDiana as of and for the year ended June 30, 2024, with selected comparative information as of and for the year ended June 30, 2023. This discussion has been prepared by management and should be read in conjunction with the financial statements and the notes thereto, which follow this section.

#### **Program Highlights**

TrustINDiana was authorized in 2007 by the Indiana General Assembly by Indiana Code 5-13-9-11 and placed in the custody and overseen by the Indiana Treasurer of State's office. TrustINDiana allows local government entities along with those that receive public funds, a short-term investment opportunity designed to optimize dividend earnings while striving to maximize safety and liquidity. TrustINDiana is a 100% liquid investment with a portfolio made up of at least 50% deposits into Indiana banks in accordance with Indiana Code 5-13-9-11(j)(7), and with an investment strategy based on Indiana Statutes and TrustINDiana Investment Policy.

TrustINDiana's portfolio is managed in accordance with the requirements of Governmental Accounting Standards Board (GASB) as well using the GASB standards for reporting its investments at amortized costs.

All investments in TrustINDiana are professionally managed and are within the requirements of IC 5-13-10.5. Although not rated at this time, TrustINDiana still follows and meets the 'AAAm' standard by S&P Global Ratings (S&P). This allows governmental entities in the State of Indiana the ability to safely diversify in investments beyond their current limitations.

As the FOMC has kept interest rates at highs not seen since 2007, this is reflected in the popularity of TrustINDiana. After several years of a zero-interest rate environment, The FOMC started raising rates in 2022 and continued with an additional 10 rate hikes. The last rate hike was July of 2023 resulting in a Fed Funds rate of 5.25% - 5.50%. TrustINDiana has been able to keep rates competitive with a well-balanced portfolio.

#### **Overview of the Financial Statements**

TrustINDiana's financial report includes three financial statements: the statement of fiduciary net position; the statement of operations; and the statement of changes in fiduciary net position. These statements are prepared in accordance with the pronouncements of the Governmental Accounting Standards Board (GASB).

The statement of fiduciary net position presents information on all of TrustINDiana's assets and liabilities with the difference in these financial statement elements being reported as net position as of June 30, 2024. The statement of operations presents financial results for the year ended June 30, 2024. The statement of changes in fiduciary net position shows how cash was used during the year and reconciles operating income to net cash provided by operating activities.

## Financial Highlights

### Statements of Fiduciary Net Position

	<u>2024</u>	<u>2023</u>
<b>Assets</b>		
Cash, cash equivalents and investments	\$3,295,288,904	\$3,047,345,606
Interest income receivable	2,694,108	2,251,750
Receivable Shares Sold	142,906,523	930,000
<b>Total Assets</b>	<u>3,440,889,535</u>	<u>3,050,527,356</u>
<b>Total Liabilities</b>	1,857,854	641,295
<b>Net Position - Unrestricted</b>	<u>3,439,031,681</u>	<u>3,049,886,061</u>
<b>Total Liabilities and Net Position</b>	<u>3,440,889,535</u>	<u>3,050,527,356</u>

The statement of fiduciary net position indicates an increase in total asset of \$390,362,179 or 13% which was driven by contributions from participants exceeding withdrawals. Active accounts increased by 86 accounts or 16% in fiscal year 2024. Total liabilities increased \$1,216,559 or 190% due to an increase of withdrawals by participants scheduled via ACH on the last day of the year posting on the next business day. As a result of these changes, net position – unrestricted increased \$389,145,620 or 13%.

### Statements of Operations

	<u>2024</u>	<u>2023</u>
<b>Total Revenues</b>	\$171,952,463	\$100,393,470
<b>Total Expenses</b>	3,427,597	3,015,485
<b>Net investment income</b>	<u>\$168,524,866</u>	<u>\$97,377,985</u>

The statement of operations shows an increase in total revenues of \$71,558,993 or 71%. Total expenses increased \$412,112 or 14%. As a result of these changes, net investment income increased \$71,146,881 or 73%. These increases were a direct result of increased deposits.

### Statements of Changes in Fiduciary Net Position

	<u>2024</u>	<u>2023</u>
<b>Increase in net position from operation</b>	\$168,524,866	\$97,377,985
<b>Distributions to participants</b>	(168,563,733)	(95,557,065)
Participants' transactions		
Contributions	2,911,300,605	2,863,851,871
Reinvestment of distributions	168,563,729	95,535,282
Withdrawals	(2,690,679,847)	(2,158,661,929)
<b>Increase in net position from participants' transactions</b>	<u>389,184,487</u>	<u>800,725,224</u>
<b>Total increase in net position</b>	<u>389,145,620</u>	<u>802,546,144</u>

During the fiscal year ending June 30, 2024, TrustINDiana's net position increased by \$71,146,881 or 73% due to the increase of deposits and a higher-than-average interest rate. Participant transactions decreased by \$411,540,737 or 51% from 2023. This is due to a sudden increase of deposits in 2023 while interest rates were spiking rapidly. Deposits leveled out as the interest rate leveled out. Rate of return on June 30, 2024 was 5.33%, an increase of 0.21% from the 5.12% rate of return on June 30, 2023. The changes in FY 2024 resulted in an increase in net position of \$389,145,620.

## Statement of Fiduciary Net Position - TrustINDiana

June 30, 2024

	<u>TrustINDiana</u>	<u>External Participants</u>
<b>Assets</b>		
Cash, cash equivalents and investments	\$3,295,288,904	\$2,905,495,787
Interest income receivable	2,694,108	2,375,427
Receivable for Shares Sold	142,906,523	126,002,397
Total Assets	<u>\$3,440,889,535</u>	<u>\$3,033,873,611</u>
<b>Liabilities</b>		
Management fee payable	\$283,266	\$249,759
Other payables	217,304	191,600
Payable for Shares Redeemed	1,357,284	1,196,734
Total Liabilities	<u>1,857,854</u>	<u>1,638,093</u>
<b>Net Position - Unrestricted</b>	<u>3,439,031,681</u>	<u>3,032,235,518</u>
<b>Total Liabilities and Net Position</b>	<u>\$3,440,889,535</u>	<u>\$3,033,873,611</u>

The accompanying notes are an integral part of the financial statements.

## Statement of Operations - TrustINDiana

For the year ended June 30, 2024

	<u>TrustINDiana</u>	<u>External Participants</u>
<b>Revenues:</b>		
Interest income	\$171,991,330	\$150,148,550
Net unrealized loss on investments	<u>(38,867)</u>	<u>(33,931)</u>
<b>Total Revenues</b>	<u>171,952,463</u>	<u>150,114,619</u>
<b>Expenses:</b>		
Management fee	3,145,327	2,745,873
Other expenses	<u>282,270</u>	<u>246,422</u>
<b>Total Expenses</b>	<u>3,427,597</u>	<u>2,992,295</u>
Net investment income	<u>168,524,866</u>	<u>147,122,324</u>
Increase in net position from operations	<u>\$168,524,866</u>	<u>\$147,122,324</u>

The accompanying notes are an integral part of the financial statements.



## Statement of Changes in Fiduciary Net Position - TrustINDiana

	For the year ended June 30, 2024	
	TrustINDiana	External Participants
Increase in net position		
Operations:		
Net investment income	\$168,563,733	\$147,156,255
Net unrealized loss on investments	(38,867)	(33,931)
Increase in net position from operations	<u>168,524,866</u>	<u>147,122,324</u>
Distributions to participants	<u>(168,563,733)</u>	<u>(147,156,255)</u>
Participants' transactions		
Contributions	2,911,300,605	2,518,835,429
Reinvestment of distributions	168,563,729	147,153,186
Withdrawals	<u>(2,690,679,847)</u>	<u>(2,289,210,883)</u>
Increase in net position from participants' transactions	<u>389,184,487</u>	<u>376,777,732</u>
Total increase in net position	389,145,620	376,743,801
Net position		
Beginning of year	<u>3,049,886,061</u>	<u>2,655,491,717</u>
End of year	<u>\$3,439,031,681</u>	<u>\$3,032,235,518</u>

The accompanying notes are an integral part of the financial statements.

# Notes to Financial Statements

## For the year ended June 30, 2024

### **Note 1: Description of TrustINDiana**

TrustINDiana (the "Pool") is a local government investment pool created pursuant to IC §5-13-9-11(b) within the office and custody of the Treasurer of the State of Indiana. The purpose of the Pool is to allow local units of government (e.g., counties, municipalities, school corporations, townships and other units of local government) as well as the State of Indiana to invest in a common pool of investment assets. For purposes of these financial statements, external participants are defined as all investors other than the State of Indiana. The difference between the amounts presented in total and external participants represents the investment by the State of Indiana.

The accompanying financial statements present only the activities of TrustINDiana, a custodial fund of the State of Indiana, and are not intended to present fairly the financial position of the State of Indiana, the changes in its financial position or, where applicable, its cash flows in conformity with accounting principles generally accepted in the United States of America.

### **Note 2: Significant Accounting Policies Use of Estimates**

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses and changes in net position during the period. Actual results could differ from those estimates.

### **Measurement Focus and Basis of Accounting and Presentation**

The Pool prepares its financial statements in conformity with accounting principles generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Pool is reported as a special-purpose government and the accompanying financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting.

### **Cash and Cash Equivalents**

Cash is held in various financial institutions in depository accounts. The Pool considers all liquid investments with original maturities of three months or less to be cash equivalents. At June 30, 2024, cash equivalents consisted of money market mutual funds and commercial paper, which are reported at fair value. The Pool's money market mutual funds do not have significant limitations or restrictions on withdrawals.

### **Investments and Investment Income**

Securities are valued at the most recent market bid price as obtained from one or more market makers for such securities. The underlying investments of the Pool are marked-to-market on a daily basis.

Security transactions are recorded on a trade-date basis. Realized gains and losses on sales of investments are calculated on an identified cost basis. Interest income, including any amortization of premium or accretion of discount, is recorded on the accrual basis.

### **Operating Revenues and Expenses**

As a special-purpose government, the Pool distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally arise from providing services in connection with the principal ongoing operations. The Pool's principal operating revenue is investment income and its principal expenses are administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating or capital transactions.

### **Earnings**

Net investment income in the Pool is declared and allocated to participants daily. Such amounts are automatically reinvested the same business day. Net realized capital gains, if any, are allocated in a reasonable timeframe after the gain is realized.

# Notes to Financial Statements continued

## For the year ended June 30, 2024

### Note 3: Deposits and Investments

As of June 30, 2024, the Pool had the following cash deposits and investments:

	2024
Cash	\$1,842,749,108
Commercial paper	1,383,777,814
Money market mutual funds	57,777,748
Repurchase agreements	10,984,234
	<u>\$3,295,288,904</u>

Deposits and investments included in the statement of net position at June 30, 2024 are as follows:

	2024
Carrying Value	
Deposits	\$1,842,749,108
Investments	1,452,539,796
	<u>\$3,295,288,904</u>

### Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Pool's deposits may not be returned to it. The Pool's deposit policy for custodial credit risk requires compliance with the provisions of state law. Additionally, the Pool is required to be comprised of no less than 50% of deposits in banks from an approved list maintained by the State of Indiana.

Any cash deposits in excess of the \$250,000 Federal Deposit Insurance Corporation (FDIC) limits are fully insured by the Indiana Public Deposit Insurance Fund (Fund) along with any additional pledged collateral from the institutions securing deposits of public funds. The Fund is created under Indiana Code 5-13-12-1(a) and is maintained by the assessments payable by depositories and the receipt of all interest and other earnings of the Fund.

### Investments

Indiana statutes generally authorize the Pool to invest in United States obligations and issues of federal agencies, municipal securities of Indiana issuers that have not defaulted during the previous 20 years, commercial paper, secured repurchase agreements fully collateralized by U.S. Government or U.S. Government agency securities, certificates of deposit and open-end money market mutual funds pursuant to Indiana Code §5-13.

## Notes to Financial Statements continued

### For the year ended June 30, 2024

#### Portfolio of Deposits and Investments - TrustINDiana

<u>Principal Amount</u>	<u>Fair Value</u>
<b>Overnight Repurchase Agreements - 0%</b>	
\$10,984,234 Bank of Montreal Tri-Party, 5.29%, maturity date 07/01/24	\$10,984,234
<b>Total Overnight Repurchase Agreements (cost of \$10,984,234)</b>	<u>10,984,234</u>
<b>Money Market Funds - 2%</b>	
43,500,000 State Street Institutional U.S. Government Fund - Premier Class	43,500,000
9,811,351 Invesco Government & Agency Portfolio - Institutional Class	9,811,351
4,466,397 Fidelity Government Portfolio - Institutional Class	4,466,397
<b>Total Money Market Funds (cost of \$57,777,748)</b>	<u>57,777,748</u>
<b>Commercial Paper - 42%</b>	
27,000,000 Oversea-Chinese Banking Corp. Ltd., 5.53%, maturity date 12/06/24	26,996,949
25,000,000 BofA Securities Inc., 5.61%, maturity date 02/21/25	25,001,525
25,000,000 Charta LLC, 5.64%, maturity date 11/26/24	24,430,200
21,000,000 National Australia Bank Ltd., 5.58%, maturity date 01/23/25	21,004,746
20,000,000 Commonwealth Bank of Australia, 5.54%, maturity date 10/25/24	20,003,299
20,000,000 ING (U.S.) Funding LLC, 5.55%, maturity date 12/09/24	20,000,820
15,000,000 La Fayette Asset Securitization LLC, 5.56%, maturity date 10/17/24	15,005,895
15,000,000 Commonwealth Bank of Australia, 5.56%, maturity date 11/21/24	15,003,555
15,000,000 National Australia Bank Ltd., 5.58%, maturity date 01/22/25	15,003,375
15,000,000 Bedford Row Funding Corp., 5.50%, maturity date 08/26/24	15,000,225
15,000,000 The Toronto-Dominion Bank, 5.55%, maturity date 12/20/24	15,000,003
15,000,000 Chariot Funding LLC, 5.51%, maturity date 08/16/24	14,999,355
15,000,000 The Toronto-Dominion Bank, 5.52%, maturity date 09/19/24	14,998,500
15,000,000 MUFG Bank Ltd. New York, 5.62%, maturity date 07/16/24	14,958,525
15,000,000 Liberty Street Funding LLC, 5.67%, maturity date 08/02/24	14,918,925
15,000,000 Commonwealth Bank of Australia, 5.44%, maturity date 08/12/24	14,900,063
15,000,000 Gotham Funding Corp., 5.63%, maturity date 09/05/24	14,841,945
15,000,000 Starbird Funding Corp., 5.60%, maturity date 09/19/24	14,811,300
15,000,000 LMA Americas LLC, 5.69%, maturity date 09/18/24	14,810,655
15,000,000 Alinghi Funding Co. LLC, 5.66%, maturity date 12/03/24	14,641,125
15,000,000 Alinghi Funding Co. LLC, 5.67%, maturity date 12/12/24	14,620,485
15,000,000 LMA Americas LLC, 5.72%, maturity date 02/14/25	14,476,155
14,000,000 Barton Capital S.A., 5.69%, maturity date 11/25/24	13,680,030
13,000,000 Barton Capital S.A., 5.59%, maturity date 10/21/24	13,003,250
12,500,000 Svenska Handelsbanken AB, 5.54%, maturity date 09/27/24	12,502,800
12,350,000 Ciesco, LLC, 5.66%, maturity date 11/25/24	12,069,136
12,000,000 The Toronto-Dominion Bank, 5.54%, maturity date 11/01/24	11,998,800
12,000,000 GTA Funding LLC, 5.66%, maturity date 11/05/24	11,762,964
11,000,000 Toyota Motor Credit Corp., 5.36%, maturity date 07/01/24	10,995,156
11,000,000 LMA Americas LLC, 5.70%, maturity date 10/22/24	10,804,376
10,000,000 Commonwealth Bank of Australia, 5.59%, maturity date 12/20/24	10,003,800
10,000,000 BPCE, 5.62%, maturity date 12/16/24	10,003,710
10,000,000 Atlantic Asset Securitization LLC, 5.61%, maturity date 12/10/24	10,003,120
10,000,000 ASB Bank Ltd., 5.58%, maturity date 10/29/24	10,003,030
10,000,000 Starbird Funding Corp., 5.54%, maturity date 09/10/24	10,003,020
10,000,000 Swedbank AB, 5.56%, maturity date 10/16/24	10,003,000
10,000,000 BofA Securities Inc., 5.61%, maturity date 12/19/24	10,002,820

## Notes to Financial Statements continued

### For the year ended June 30, 2024

10,000,000	BPCE, 5.61%, maturity date 12/19/24	\$10,002,820
10,000,000	Bedford Row Funding Corp., 5.59%, maturity date 11/14/24	10,002,630
10,000,000	Svenska Handelsbanken AB, 5.54%, maturity date 10/30/24	10,002,370
10,000,000	Nordea Bank Abp, 5.54%, maturity date 10/22/24	10,002,220
10,000,000	BMO Financial Group, 5.57%, maturity date 12/03/24	10,002,140
10,000,000	Nordea Bank Abp, 5.54%, maturity date 10/18/24	10,002,120
10,000,000	Svenska Handelsbanken AB, 5.54%, maturity date 10/17/24	10,002,100
10,000,000	BofA Securities Inc., 5.57%, maturity date 11/21/24	10,001,970
10,000,000	ING (U.S.) Funding LLC, 5.55%, maturity date 10/24/24	10,001,920
10,000,000	National Australia Bank Ltd., 5.66%, maturity date 08/08/24	10,001,900
10,000,000	Bedford Row Funding Corp., 5.56%, maturity date 11/04/24	10,001,740
10,000,000	Commonwealth Bank of Australia, 5.54%, maturity date 11/04/24	10,001,740
10,000,000	Bedford Row Funding Corp., 5.56%, maturity date 11/01/24	10,001,710
10,000,000	ING (U.S.) Funding LLC, 5.57%, maturity date 11/25/24	10,001,620
10,000,000	Nordea Bank Abp, 5.52%, maturity date 11/21/24	10,001,570
10,000,000	Starbird Funding Corp., 5.61%, maturity date 11/08/24	10,001,430
10,000,000	Macquarie Bank Ltd., 5.58%, maturity date 08/23/24	10,001,380
10,000,000	Macquarie Bank Ltd., 5.58%, maturity date 08/22/24	10,001,360
10,000,000	Old Line Funding LLC, 5.56%, maturity date 10/28/24	10,001,330
10,000,000	Old Line Funding LLC, 5.56%, maturity date 10/21/24	10,001,240
10,000,000	National Australia Bank Ltd., 5.56%, maturity date 09/12/24	10,001,220
10,000,000	Ridgefield Funding Co. LLC, 5.56%, maturity date 11/22/24	10,001,190
10,000,000	Thunder Bay Funding LLC, 5.56%, maturity date 10/24/24	10,000,950
10,000,000	Macquarie Bank Ltd., 5.54%, maturity date 09/20/24	10,000,900
10,000,000	Commonwealth Bank of Australia, 5.53%, maturity date 08/19/24	10,000,840
10,000,000	Bedford Row Funding Corp., 5.52%, maturity date 09/23/24	10,000,700
10,000,000	BofA Securities Inc., 5.53%, maturity date 07/30/24	10,000,700
10,000,000	Svenska Handelsbanken AB, 5.52%, maturity date 07/24/24	10,000,640
10,000,000	National Australia Bank Ltd., 5.57%, maturity date 02/24/25	10,000,620
10,000,000	Barton Capital S.A., 5.53%, maturity date 09/09/24	10,000,570
10,000,000	Starbird Funding Corp., 5.57%, maturity date 10/01/24	10,000,510
10,000,000	Australia & New Zealand Banking Group Ltd., 5.63%, maturity date 07/15/24	10,000,450
10,000,000	Svenska Handelsbanken AB, 5.52%, maturity date 07/17/24	10,000,450
10,000,000	ING (U.S.) Funding LLC, 5.54%, maturity date 11/25/24	10,000,390
10,000,000	Starbird Funding Corp., 5.58%, maturity date 11/08/24	10,000,330
10,000,000	Barton Capital S.A., 5.52%, maturity date 08/02/24	10,000,325
10,000,000	Ridgefield Funding Co. LLC, 5.52%, maturity date 08/02/24	10,000,280
10,000,000	Alinghi Funding Co. LLC, 5.60%, maturity date 10/16/24	10,000,270
10,000,000	Svenska Handelsbanken AB, 5.52%, maturity date 07/10/24	10,000,270
10,000,000	CDP Financial Inc., 5.54%, maturity date 07/11/24	10,000,220
10,000,000	National Australia Bank Ltd., 5.51%, maturity date 07/23/24	10,000,200
10,000,000	United Overseas Bank Ltd., 5.50%, maturity date 09/16/24	10,000,190
10,000,000	Halkin Finance LLC, 5.60%, maturity date 10/18/24	9,999,970
10,000,000	Jupiter Securitization Co. LLC, 5.51%, maturity date 08/19/24	9,999,260
10,000,000	The Toronto-Dominion Bank, 5.54%, maturity date 10/29/24	9,999,000
10,000,000	The Toronto-Dominion Bank, 5.54%, maturity date 11/12/24	9,999,000
10,000,000	Anglesea Funding LLC, 5.41%, maturity date 07/02/24	9,994,071
10,000,000	GTA Funding LLC, 5.56%, maturity date 07/02/24	9,993,910
10,000,000	Barton Capital S.A., 5.43%, maturity date 07/08/24	9,985,152
10,000,000	KFW, 5.47%, maturity date 07/09/24	9,983,540
10,000,000	Columbia Funding Co. LLC, 5.58%, maturity date 07/10/24	9,981,680
10,000,000	Mackinac Funding Company, LLC, 5.60%, maturity date 07/10/24	9,981,620
10,000,000	BofA Securities Inc., 5.47%, maturity date 07/11/24	9,980,553

## Notes to Financial Statements continued

### For the year ended June 30, 2024

10,000,000	GTA Funding LLC, 5.57%, maturity date 07/11/24	\$9,980,210
10,000,000	Standard Chartered Bank of New York, 5.38%, maturity date 07/18/24	9,970,585
10,000,000	BPCE, 5.55%, maturity date 07/19/24	9,968,180
10,000,000	Anglesea Funding LLC, 5.47%, maturity date 07/25/24	9,959,690
10,000,000	ANZ New Zealand (Int'l) Limited of London, 5.44%, maturity date 07/29/24	9,954,012
10,000,000	MUFG Bank Ltd. New York, 5.62%, maturity date 07/31/24	9,949,440
10,000,000	Sumitomo Mitsui Trust Bank, Ltd. Singapore, 5.40%, maturity date 08/02/24	9,948,446
10,000,000	Cabot Trail Funding LLC, 5.58%, maturity date 08/02/24	9,946,790
10,000,000	National Australia Bank Ltd., 5.53%, maturity date 08/07/24	9,939,760
10,000,000	BPCE, 5.44%, maturity date 08/09/24	9,937,770
10,000,000	Gotham Funding Corp., 5.63%, maturity date 08/08/24	9,937,160
10,000,000	Sumitomo Mitsui Trust Bank, Ltd. Singapore, 5.42%, maturity date 08/12/24	9,933,575
10,000,000	Australia & New Zealand Banking Group Ltd., 5.51%, maturity date 08/12/24	9,932,490
10,000,000	Albion Capital Corp. LLC, 5.64%, maturity date 08/15/24	9,926,340
10,000,000	Britannia Funding Co. LLC, 5.61%, maturity date 08/20/24	9,919,150
10,000,000	Oversea-Chinese Banking Corp. Ltd., 5.59%, maturity date 08/30/24	9,904,400
10,000,000	Columbia Funding Co. LLC, 5.62%, maturity date 09/04/24	9,896,400
10,000,000	Columbia Funding Co. LLC, 5.62%, maturity date 09/05/24	9,894,880
10,000,000	Liberty Street Funding LLC, 5.72%, maturity date 09/18/24	9,873,080
10,000,000	ANZ New Zealand (Int'l) Limited of London, 5.64%, maturity date 09/25/24	9,864,440
10,000,000	BofA Securities Inc., 5.57%, maturity date 09/30/24	9,858,610
10,000,000	Mackinac Funding Company, LLC, 5.55%, maturity date 10/22/24	9,826,608
10,000,000	Thunder Bay Funding LLC, 5.52%, maturity date 12/05/24	9,763,556
10,000,000	Old Line Funding LLC, 5.63%, maturity date 12/05/24	9,759,230
10,000,000	Atlantic Asset Securitization LLC, 5.69%, maturity date 12/18/24	9,737,300
10,000,000	LMA Americas LLC, 5.55%, maturity date 01/22/25	9,693,420
9,000,000	Mizuho Bank Ltd. Singapore, 5.52%, maturity date 08/13/24	8,937,810
8,500,000	Swedbank AB, 5.56%, maturity date 10/17/24	8,502,567
8,000,000	Britannia Funding Co. LLC, 5.61%, maturity date 10/28/24	8,001,320
8,000,000	LMA Americas LLC, 5.70%, maturity date 10/24/24	7,855,312
7,200,000	GTA Funding LLC, 5.66%, maturity date 11/13/24	7,049,038
7,000,000	ING (U.S.) Funding LLC, 5.55%, maturity date 10/22/24	7,001,330
7,000,000	Barclays Capital Inc., 5.54%, maturity date 08/23/24	6,940,997

#### **Total Commercial Paper (cost of \$1,384,063,784)**

1,383,777,814

#### **Bank Deposits - 56%**

368,933,673	KeyBank, 5.35%, due on demand	368,933,673
321,240,736	Fifth Third Bank, N.A., 5.30%, due on demand	321,240,736
245,981,262	BMO Harris Bank, N.A., 5.30%, due on demand	245,981,262
141,233,064	CFBank, N.A., 5.45%, due on demand	141,233,064
112,980,237	United Fidelity Bank, 5.35%, due on demand	112,980,237
104,235,542	U.S. Bank, N.A., 5.30%, due on demand	104,235,542
91,626,169	Bank of America, N.A., 5.33%, due on demand	91,626,169
84,382,940	Merchants Bank of Indiana, 5.55%, due on demand	84,382,940
82,876,961	Merchants Bank of Indiana, 5.55%, due on demand	82,876,961
77,952,630	Horizon Bank, 5.30%, due on demand	77,952,630
43,759,427	Premier Bank, 5.36%, due on demand	43,759,427
34,475,349	Lake City Bank, 5.30%, due on demand	34,475,349
27,725,055	First Merchants Bank, 5.50%, due on demand	27,725,055
22,296,561	Huntington National Bank, 5.25%, due on demand	22,296,561
21,923,406	First Financial Bank, 5.35%, due on demand	21,923,406
21,862,796	First Savings Bank, 5.33%, due on demand	21,862,796
21,536,427	First Internet Bank of Indiana, 5.33%, due on demand	21,536,427



## Notes to Financial Statements continued

### For the year ended June 30, 2024

14,890,626	PNC Bank, N.A., 5.25%, due on demand	\$14,890,626
2,190,425	Community First Bank of Indiana, 5.25%, due on demand	2,190,425
645,822	Fifth Third Bank, N.A., 3.25%, due on demand	645,822

**Total Bank Deposits (cost of \$1,842,749,108)** 1,842,749,108

**Total Investments - 100.00% (cost of \$3,295,574,874)** **3,295,288,904**

**Receivable for Shares Sold** **142,906,523**

**Accrued interest receivable** **2,694,108**

**Liabilities** (1,857,854)

**Position - Unrestricted** \$3,439,031,681

### Interest Rate Risk

Interest rate risk is the risk that the fair value of investments will be adversely affected by a change in interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the Pool is generally limited to investing in commercial paper with a stated maturity of not more than 270 days and other securities with a stated maturity of not more than two years after the date of purchase or entry into a repurchase agreement, as defined by the Pool's investment policy and Indiana Code §5- 13 (excepting Indiana municipal securities that must have maturities of no more than 10 years). However, the Pool is permitted to invest in securities with a stated maturity of more than two years but not more than five years, provided such investments in this group comprise no more than 25% of the total portfolio available for investment. The money market mutual funds are presented as an investment with a maturity of less than one year because they are redeemable in full immediately.

At June 30, 2024, the Pool had the following investments and maturities:

	<u>Carrying Value</u>	<u>Maturity in Years Less Than 1</u>
Commercial paper	\$1,383,777,814	\$1,383,777,814
Money market mutual funds	57,777,748	57,777,748
Repurchase agreements	10,984,234	10,984,234
	<u>\$1,452,539,796</u>	<u>\$1,452,539,796</u>

### Credit Risk

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. The Pool's investment policy for credit risk requires compliance with the provisions of Indiana statutes. Indiana Code Section 5-13-9-2.5 requires that the Pool's investments in money market mutual funds be rated AAAM by S&P Global Ratings or Aaa by Moody's Investor's Service. Indiana Code also requires the Pool limit its investments in commercial paper to those rated in the highest category by one of the nationally recognized rating services.

## Notes to Financial Statements continued

### For the year ended June 30, 2024

At June 30, 2024, the Pool's investments were rated by Moody's Investors Service and S&P Global Ratings as follows:

	Moody's Investors Service			
	Carrying Value	Long-Term Ratings		Short-Term Rating
		Aaa	Aa	P-1
Commercial paper	\$ 1,383,777,814	\$ -	\$ -	\$ 1,383,777,814
Money market mutual funds	57,777,748	57,777,748	-	-
Repurchase agreements	10,984,234	-	-	10,984,234
	<u>\$1,452,539,796</u>	<u>\$57,777,748</u>	<u>\$ -</u>	<u>\$1,394,762,048</u>

  

	S&P Global Ratings			
	Carrying Value	Long-Term Ratings		Short-Term Rating
		AAAm	AA	A-1
Commercial paper	\$1,383,777,814	\$ -	\$ -	\$ 1,383,777,814
Money market mutual funds	57,777,748	57,777,748	-	-
Repurchase agreements	10,984,234	-	-	10,984,234
	<u>\$1,452,539,796</u>	<u>\$57,777,748</u>	<u>\$ -</u>	<u>\$1,394,762,048</u>

#### Custodial Credit Risk

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Pool will not be able to recover the value of its investments or collateral securities that are in the possession of the counterparty. At June 30, 2024, the Pool's investments were not exposed to custodial credit risk. The Pool's investments in U.S. Government Agency and Treasury securities and commercial paper are held by the pledging financial institution's trust department or agent in the Pool's name. The Pool's investments in money market mutual funds is not subject to custodial credit risk as their existence is not evidenced by securities that exist in physical or book entry form.

#### Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Pool limits its investments in any one issuer of commercial paper to a maximum of 5% of assets per commercial paper issuer and 10% of assets per ultimate commercial paper issuer. At June 30, 2024, there were no commercial paper investments in any one issuer, not exempt from disclosure that represents 5% or more of the total investments.

#### Foreign Currency Risk

Foreign currency risk relates to adverse effects on the fair value of an investment from changes in exchange rates. The Pool's investment policy prohibits investments in foreign investments.

# Notes to Financial Statements continued

## For the year ended June 30, 2024

### Note 4: Disclosures About Fair Value of Assets and Liabilities

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value:

- Level 1 — Quoted prices in active markets for identical assets or liabilities
- Level 2 — Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities
- Level 3 — Unobservable inputs supported by little or no market activity and are significant to the fair value of the assets or liabilities

### Recurring Measurements

The following table presents the fair value measurements of assets and liabilities recognized in the accompanying financial statements measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at June 30, 2024:

#### TrustINDiana

Description	Valuation Inputs			
	Total	Level 1	Level 2	Level 3
Investments Carried at Fair Value	\$1,452,539,796	\$57,777,748	\$1,394,762,048	\$ -
Bank Deposits	1,842,749,108			
<b>Total Investments</b>	<b>\$3,295,288,904</b>			

### Investments

Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. If quoted market prices are not available, then fair values are estimated by using quoted prices of securities with similar characteristics or independent asset pricing services and pricing models, the inputs of which are market-based or independently sourced market parameters, including, but not limited to, yield curves, interest rates, volatilities, prepayments, defaults, cumulative loss projections and cash flows. Such securities are classified in Level 2 of the valuation hierarchy. In certain cases where Level 1 or Level 2 inputs are not available, securities are classified within Level 3 of the hierarchy. The Pool did not invest in any Level 3 securities during the year ended June 30, 2024.

### Note 5: Management

The Indiana Treasurer of State has been designated by statute as the administrator of the Pool and the Deputy Treasurer of State shall have general oversight over the daily operation of the Pool. The Indiana Treasurer of State shall oversee the functions of such investment advisor, all in accordance with the policies of the Pool and Indiana Law.

Pursuant to the TrustINDiana Administrator and Investment Advisor Services Agreement, Public Trust Advisors (PTA) will charge up to 10 basis points fee (0.10%) from the Investment Property Value (the "Daily Fee"). This Daily Fee will be accrued on a daily basis and be paid monthly in arrears and prorated for any portion of the month in which the agreement is in effect.

The Daily Fee shall be calculated as follows: The Investment Property Value is multiplied by a percentage up to 0.10% (10 basis points) and is divided by 365 or 366 days in the event of a leap year to equal the Daily Fee accrual. The Investment Property Value shall be based on the prior day's net assets. For weekend days and holidays, the net assets for the previous business day will be utilized for the calculation of fees.

## Notes to Financial Statements continued

### For the year ended June 30, 2024

Fees may be waived or abated at any time, or from time to time, at the sole discretion of PTA. This Fee may be reviewed periodically, based upon the Portfolio's yield performance, and both parties agree to potentially re- negotiate the Fee for the agreement in good faith. The other administrative expenses of the Pool shall be accounted for by the Treasurer and shall be paid from the earnings of the Pool.

#### Note 6: Significant Estimates and Concentrations

Accounting principles generally accepted in the United States of America require disclosure of certain significant estimates and current vulnerabilities due to certain concentrations. Those matters include the following:

#### Deposits and Investments

Approximately 38% of the Pool's net deposits and investments were attributable to three Participants' accounts at June 30, 2024.

#### Contingencies and Commitments

In the course of business, the Pool enters into contracts that contain representations and warranties and which provide general indemnifications. The Pool's exposure, if any, under these arrangements is unknown, as this would involve future claims that may be made against the Pool that have not yet occurred. To date, no claims have been brought against the Pool for any of these provisions. Based on experience, the Pool expects the risk of liability to be remote.

#### Note 7: Subsequent Events

Subsequent events have been evaluated through September 27, 2024, which is the date the financial statements were available to be issued.

#### Note 8: Selected Data per Dollar of Net Position and Ratios

Selected data per dollar of net position and ratios for the periods presented are as follows:

Data per dollar of net position<sup>1</sup>:

	TrustINDiana For the year ended				
	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
Net investment income	\$0.054	\$0.039	\$0.001	\$0.001	\$0.014
Distributions to participants	\$(0.054)	\$(0.039)	\$(0.001)	\$(0.001)	\$(0.014)
Total Return:	5.50%	3.75%	0.20%	0.11%	1.46%
Ratios/Supplemental data:					
Net position, end of period (000's)	\$3,439,032	\$3,049,886	\$2,247,340	\$2,098,451	\$1,867,527
Ratios to average net position:					
Net investment income	5.35%	3.79%	0.21%	0.11%	1.41%
Expenses	0.11%	0.12%	0.12%	0.12%	0.12%

<sup>1</sup> Calculated based upon average net position during the period.

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## **Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

### **Independent Auditor's Report**

Treasurer of the State of Indiana  
Indianapolis, Indiana

We have audited, in accordance with the 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, the financial statements of TrustINDiana, which comprise the statement of fiduciary net position – TrustINDiana as of June 30, 2024, and the related statements of operation – TrustINDiana and changes in fiduciary net position -- TrustINDiana for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 27, 2024. Our report contained an emphasis of matter paragraph that states the basic financial statements do not purport to, and do not, present fairly the financial position of the State of Indiana as of June 30, 2024, the changes in its financial position or, where applicable, its cash flow for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Report on Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statements, we considered TrustINDiana's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of TrustINDiana's internal control. Accordingly, we do not express an opinion on the effectiveness of TrustINDiana's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of TrustINDiana financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Treasurer of the State of Indiana  
Indianapolis, Indiana

### ***Report on Compliance and Other Matters***

As part of obtaining reasonable assurance about whether TrustINDiana's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### ***Purpose of This Report***

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of TrustINDiana's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering TrustINDiana's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

***Forvis Mazars, LLP***

Indianapolis, Indiana  
September 27, 2024



**TrustINDiana  
Schedule of Findings and Questioned Responses  
Year Ended June 30, 2024**

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**Findings Required to be Reported by *Government Auditing Standards***

No matters are reportable.

## Office of the Indiana Treasurer of State

**Daniel Elliott**

Indiana Treasurer of State

**Michael Frick**

Deputy Treasurer

**Cindy Barger**

Director  
TrustINDiana

## Management

**Administrator**

Indiana Treasurer of State and  
Public Trust Advisors, LLC

**Investment Advisor**

Public Trust Advisors, LLC

**Custodian**

Fifth Third Bank, N.A.

## Professional Services

**Independent Auditors**

Forvis Mazars, LLP



**TrustINDiana**

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