

Government-wide Financial Statements

Statement of Net Assets

June 30, 2006

(Dollars in Thousands)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Cash and Cash Equivalents (Notes 1 and 6)	\$ 4,094,454	\$ 972,292	\$ 5,066,746	\$ 1,516,945
Investments (Notes 1 and 6)	3,902,920	1,912,458	5,815,378	7,678,698
Receivables, Net (Notes 1 and 7)	2,146,303	483,210	2,629,513	2,759,986
Contributions Receivable, Net (Notes 1 and 8)	-	-	-	300,242
Internal Balances (Note 1)	62,868	(62,868)	-	-
Due from Primary Government (Note 9)	-	-	-	10,206
Due from Component Units (Note 9)	-	-	-	41,740
Due from External Parties (Fiduciary Funds) (Note 9)	3,508	-	3,508	-
Inventory (Note 1)	130,057	43,038	173,095	70,164
Prepaid Items (Note 1)	44,765	2,231	46,996	66,549
Other Assets (Notes 1 and 10)	26,635	485	27,120	109,449
Loans Receivable from Primary Government (Notes 1 and 9)	-	-	-	170,793
Loans Receivable from Component Units (Notes 1 and 9)	32,960	-	32,960	-
Restricted Cash and Cash Equivalents (Notes 6 and 11)	-	-	-	1,542,823
Restricted Investments (Notes 6 and 11)	-	-	-	3,489,486
Other Restricted Assets (Note 11)	-	-	-	6,159,785
Nondepreciable Capital Assets (Notes 1 and 12)	4,629,123	2,338	4,631,461	1,825,805
Depreciable Capital Assets, Net (Notes 1 and 12)	11,489,135	35,950	11,525,085	6,195,690
Total Assets	26,562,728	3,389,134	29,951,862	31,938,361
Liabilities				
Accounts Payable (Notes 1 and 20)	637,591	43,976	681,567	656,545
Amounts Due to Other Governments	416,197	6,441	422,638	68,047
Due to Component Units (Note 9)	10,206	-	10,206	41,740
Due to External Parties (Fiduciary Funds) (Note 9)	3	-	3	-
Unearned Revenue (Note 1)	120,602	5,225	125,827	203,262
Obligations Under Securities Lending Program (Notes 1 and 6)	2,052,161	411,750	2,463,911	361,369
Other Liabilities (Notes 1 and 21)	1,354,971	59,651	1,414,622	758,059
Loans Payable to Primary Government (Notes 1 and 9)	-	-	-	32,960
Loans Payable to Component Units (Notes 1 and 9)	170,793	-	170,793	-
Claims Payable:				
Due Within One Year (Notes 1 and 19)	133,000	20,986	153,986	-
Due in More Than One Year (Notes 1 and 19)	220,602	8,391	228,993	-
Long-term Liabilities:				
Due Within One Year (Notes 1, 18, and 22)	534,482	129,980	664,462	1,099,386
Due in More Than One Year (Notes 1, 18, and 22)	4,813,486	1,862,876	6,676,362	13,147,859
Total Liabilities	10,464,094	2,549,276	13,013,370	16,369,227

The accompanying notes are an integral part of this financial statement.

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Net Assets				
Invested in Capital Assets, Net of Related Debt	11,636,516	32,322	11,668,838	5,034,595
Restricted For:				
Nonexpendable:				
Higher Education	-	-	-	1,858,757
Permanent Funds	26,922	-	26,922	-
Other	-	-	-	85,214
Expendable:				
Higher Education	-	-	-	3,305,391
Permanent Funds	2,668	-	2,668	-
Revenue Stabilization Fund	1,064,665	-	1,064,665	-
Literary Fund	300,921	-	300,921	-
Gifts and Grants	77,022	-	77,022	-
Unemployment Compensation	-	789,900	789,900	-
Virginia Pooled Investment Program	-	-	-	5,357
Capital Projects/Construction/Capital Acquisition	538	187	725	1,032,606
Debt Service	94,429	-	94,429	80,693
Bond Indenture	-	-	-	1,567,190
Unexpended Lottery Proceeds	20,873	-	20,873	-
Other	-	-	-	477,475
Unrestricted	2,874,080	17,449	2,891,529	2,121,856
Total Net Assets	\$ 16,098,634	\$ 839,858	\$ 16,938,492	\$ 15,569,134

Statement of Activities

For the Fiscal Year Ended June 30, 2006

(Dollars in Thousands)

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government	\$ 2,014,875	\$ 250,860	\$ 82,238	\$ -
Education	7,925,717	310,758	730,089	882
Transportation	2,558,787	600,885	13,222	689,695
Resources and Economic Development	835,382	280,188	221,054	858
Individual and Family Services	8,569,741	394,128	4,569,928	8,492
Administration of Justice	2,492,864	285,818	54,119	6,734
Interest and Charges on Long-term Debt	209,116	-	-	-
Total Governmental Activities	<u>24,606,482</u>	<u>2,122,637</u>	<u>5,670,650</u>	<u>706,661</u>
Business-type Activities:				
State Lottery	908,040	1,367,355	-	-
Virginia College Savings Plan	238,158	271,715	-	-
Unemployment Compensation	338,624	542,991	25,657	-
Alcoholic Beverage Control	408,099	497,277	851	-
Local Choice Health Care	164,526	186,174	-	-
Other	146,940	124,523	-	-
Total Business-type Activities	<u>2,204,387</u>	<u>2,990,035</u>	<u>26,508</u>	<u>-</u>
Total Primary Government	<u>\$ 26,810,869</u>	<u>\$ 5,112,672</u>	<u>\$ 5,697,158</u>	<u>\$ 706,661</u>
Component Units:				
Virginia Housing Development Authority	\$ 439,739	\$ 402,956	\$ 137,848	\$ -
Virginia Public School Authority	136,817	118,966	-	-
Higher Education:				
Major	4,841,262	3,240,419	948,428	59,736
Nonmajor	3,015,405	1,272,188	512,077	193,611
Other Nonmajor	611,363	458,648	11,534	43,373
Total Component Units	<u>\$ 9,044,586</u>	<u>\$ 5,493,177</u>	<u>\$ 1,609,887</u>	<u>\$ 296,720</u>

The accompanying notes are an integral part of this financial statement.

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
\$ (1,681,777)	\$ -	\$ (1,681,777)	\$ -
(6,883,988)	-	(6,883,988)	-
(1,254,985)	-	(1,254,985)	-
(333,282)	-	(333,282)	-
(3,597,193)	-	(3,597,193)	-
(2,146,193)	-	(2,146,193)	-
(209,116)	-	(209,116)	-
(16,106,534)	-	(16,106,534)	-
-	459,315	459,315	-
-	33,557	33,557	-
-	230,024	230,024	-
-	90,029	90,029	-
-	21,648	21,648	-
-	(22,417)	(22,417)	-
-	812,156	812,156	-
(16,106,534)	812,156	(15,294,378)	-
-	-	-	101,065
-	-	-	(17,851)
-	-	-	(592,679)
-	-	-	(1,037,529)
-	-	-	(97,808)
-	-	-	(1,644,802)

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Statement of Activities (Continued from previous page)

For the Fiscal Year Ended June 30, 2006

(Dollars in Thousands)

	Net (Expense) Revenue and Changes in Net Assets			Component Units
	Primary Government		Total	
	Governmental Activities	Business-type Activities		
General Revenues:				
Taxes:				
Individual and Fiduciary Income	9,206,525	-	9,206,525	-
Sales and Use	3,678,736	-	3,678,736	-
Corporation Income	837,917	-	837,917	-
Public Service Corporations	91,000	-	91,000	-
Motor Fuel	937,614	-	937,614	-
Motor Vehicle Sales and Use	593,092	-	593,092	-
Premiums of Insurance Companies	373,781	-	373,781	-
Alcoholic Beverage Sales Tax	94,364	-	94,364	-
Deeds, Contracts, Wills, and Suits	695,711	-	695,711	-
Beer and Beverage Excise	44,035	-	44,035	-
Estate	166,573	-	166,573	-
Tobacco Products	189,492	-	189,492	-
Bank Stock	12,405	-	12,405	-
Wine and Spirits/ABC Liter	16,372	-	16,372	-
Other Taxes	77,241	12,159	89,400	-
Operating Appropriations from Primary Government	-	-	-	1,709,535
Unrestricted Grants and Contributions	48,109	-	48,109	45,594
Investment Earnings	221,533	12,179	233,712	754,567
Miscellaneous	114,732	584	115,316	104,683
Contributions to Permanent/Term Endowments	-	-	-	172,522
VCBA Payments to Schools	-	-	-	164,349
Tobacco Master Settlement	-	-	-	41,871
Transfers	580,712	(580,712)	-	-
Special Items (Note 29)	-	164,216	164,216	(7,876)
Total General Revenues, Transfers, and Special Items	17,979,944	(391,574)	17,588,370	2,985,245
Change in Net Assets	1,873,410	420,582	2,293,992	1,340,443
Net Assets - July 1, as restated (Note 2)	14,225,224	419,276	14,644,500	14,228,691
Net Assets - June 30	\$ 16,098,634	\$ 839,858	\$ 16,938,492	\$ 15,569,134

The accompanying notes are an integral part of this financial statement.