



THOMAS A. WISEMAN, JR.  
TREASURER  
STATE CAPITOL  
NASHVILLE, TENNESSEE 37219

FOR THE FISCAL YEAR JULY 1, 1972 THROUGH JUNE 30, 1973

REPORT  
of the  
TREASURER  
of the  
STATE OF TENNESSEE

\* \* \* \* \*

For the Fiscal Year  
July 1, 1972 through June 30, 1973

Thomas A. Wiseman, Jr.

Treasurer

Nashville, Tennessee



TENNESSEE  
TREASURY DEPARTMENT  
NASHVILLE

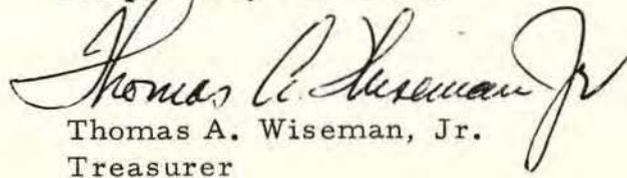
THOMAS A. WISEMAN, JR.  
STATE TREASURER

The Honorable Winfield Dunn  
Governor, State of Tennessee  
State Capitol  
Nashville, Tennessee 37219

Dear Governor Dunn:

As required by Tennessee State Law, the annual report of the operation of the Treasury Department for the fiscal year ended June 30, 1973, is herewith provided.

Respectfully submitted,

  
Thomas A. Wiseman, Jr.  
Treasurer

TAWjr:z

## TABLE OF CONTENTS

|  | Page           |
|--|----------------|
| Introduction .....   | 1              |
| Duties of Treasurer .....  | 2              |
| Treasurers' Balance Sheet .....  | 3              |
| Schedule of Cash Balance, Investments and<br>Percentage Invested.....        | 4              |
| General Bonded Debt .....  | 5              |
| Tennessee Consolidated Retirement<br>System Balance Sheet.....               | 6              |
| Tennessee Consolidated Retirement<br>System of Changes in Fund Balances..... | 7              |
| Appendix .....   | i, ii<br>& iii |

## INTRODUCTION

The duties of the Treasurer of the State of Tennessee lie in three separate, yet related, categories. There are those functions, defined by the Tennessee Code,\* which are embodied in the accountability for our public funds - their safekeeping, receipt and disbursement. The second category of responsibility concerns the administration of the Division of Retirement, which, by Section 4-340 of the Tennessee Code, is established within the Treasury Department. The third category, delegated by the Funding Board, is to manage the available monetary assets of this State in a manner no less resourceful, nor imaginative, than that which would be employed by a prudent commercial businessman. To implement this latter endeavor, we have

1. Invested idle demand deposit bank balances on a day-to-day basis;
2. Increased the frequency of withdrawals from commercial banks that are depositories for State funds;
3. Planned the investment of interim State funds in time deposits, certificates of deposit and treasury bills to coincide with the future need for funds; and
4. Distributed State funds invested in time deposits and certificates of deposit among the commercial banks and savings and loan associations in a manner that facilitates the management of State funds and enhances the development of Tennessee's economy.

To accomplish these changes in the management of State funds, the Treasury's office has established a system to forecast the need for funds that arise from routine expenditures by the various State departments and agencies, capital expenditures, debt servicing, disbursements to local governments, etc. and to project the receipt of funds from State taxes, licenses and fees; federal grants-in-aid; bond sales; interest earned on the investment of State funds; etc.

---

\* TCA, Sections 4-339, 4-340, 8-505 through 8-510. Major portions of these sections are reproduced in the Appendix.

## DUTIES OF THE TREASURER

The Treasurer is a constitutional officer elected by the joint vote of both Houses of the General Assembly for a term of two years. He is responsible for receiving and disbursing all State funds and for safeguarding all moneys in State Depositories in accordance with the laws. The Treasurer must also account for all securities owned by the State or deposited with the State to secure State funds.

In 1959, the General Assembly - by passage of the Reorganization Act created within the Treasury Department, a Division of Retirement comprising the Teachers' Retirement System, the State Retirement System, the Old Age and Survivors' Insurance Agency, the Judges' Retirement System, and the Attorneys' General Retirement System. Retirement Systems for County Paid Judges, County Officials and Public Service Commissioners were established by the General Assembly in 1963, 1968 and 1969, respectively. The Consolidated Retirement Act of 1972, effective July 1, 1972, consolidated the previously existing seven retirement systems into a single system with three classes or groups, i. e. Group I - Teachers and General Employees; Group II - State Policemen, Game and Fish Officers, Firemen and Policemen; Group III - State Judges, County Judges, Attorneys-General, and Commissioners. Prior members of superceded systems were allowed to remain in these systems with all rights, privileges and benefits which were provided therein. Although this presents an immediate administrative problem in that it necessitates the administration of not only the new system but also the seven superceded systems there will be a gradual phase-out of the superceded systems and eventually will reduce administrative effort and cost. A further advantage will be the equity achieved by uniformity of benefit structure. Greater efficiency and increased yield should also be realized from the merging of all funds into a single investment fund and portfolio.

The Treasurer's duties also include membership on several State Boards, most of which are concerned with the State's financial affairs. He is a member of the Funding Board, the Board of Claims, the Board of Equalization, the State School Bond Authority, Tennessee Educational Loan Corporation, the Licensing Board for the Healing Arts, the Board of the Tennessee Housing Development Agency, the Board of the Tennessee Industrial Development Agency, the Tax Modernization and Reform Commission and Chairman of the Board of Trustees of the Consolidated Retirement System.

DEPARTMENT OF THE TREASURY  
 TREASURER'S BALANCE SHEET  
 JUNE 30, 1973

ASSETS

|                                      |                       |                                       |
|--------------------------------------|-----------------------|---------------------------------------|
| Cash                                 |                       | \$ 31,690,192.07                      |
| Cash on Deposit with U.S. Government |                       | 263,822,559.81                        |
| Petty Cash                           |                       | 107,155.00                            |
| Cash on Deposit with Airlines        |                       | 1,700.00                              |
| Employee Travel Advances             |                       | 77,216.00                             |
| Investments:                         |                       |                                       |
| Time Deposits                        | \$497,555,100.00      |                                       |
| Repurchase Agreements                | 49,500,000.00         |                                       |
| Consolidated Retirement              | <u>530,679,722.24</u> | <u>1,077,734,822.24</u>               |
| <br><b>TOTAL ASSETS</b>              |                       | <br><u><u>\$ 1,373,433,645.12</u></u> |

LIABILITIES, RESERVES AND FUND BALANCES

Liabilities

|                      |  |                  |
|----------------------|--|------------------|
| Warrants Outstanding |  | \$ 43,879,515.98 |
|----------------------|--|------------------|

Reserves and Fund Balances

Reserves:

|  |                  |                     |
|--|------------------|---------------------|
| Employment Security-Future Benefits-State        | \$263,115,628.35 |                     |
| Employment Security-Future Building Construction | 706,931.46       |                     |
| Petty Cash                                       | 107,155.00       |                     |
| Cash on Deposit with Airlines                    | 1,700.00         |                     |
| Employee Travel Advances                         | <u>77,216.00</u> | 264,008,630.81      |
| General Fund                                     |                  | 130,437,570.79      |
| Highway Fund                                     |                  | 130,353,328.04      |
| Sinking Fund                                     |                  | 2,900,835.29        |
| Bond and Construction Fund                       |                  | 142,370,002.94      |
| Tenn. School Bond Authority Fund                 |                  | 17,450,989.48       |
| Sewerage Treatment Facilities Fund               |                  | 17,045,807.90       |
| Local Government Fund                            |                  | 28,907,813.78       |
| Contingent Revenue Fund                          |                  | 34,892,337.52       |
| Employment Security Fund                         |                  | 1,634,269.15        |
| Consolidated Retirement Fund                     |                  | 554,423,215.28      |
| Board of Equilization Loan Fund                  |                  | <u>5,129,328.16</u> |

|  |  |                                  |
|--|--|----------------------------------|
| <b>TOTAL LIABILITIES, RESERVES AND FUND BALANCES</b> |  | <u><u>\$1,373,433,645.12</u></u> |
|--|--|----------------------------------|

DEPARTMENT OF THE TREASURY  
 SCHEDULE OF CASH BALANCES, INVESTMENTS AND PERCENTAGE INVESTED  
 BY AVERAGING DAILY BALANCES BY THE MONTH  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1973

| Months | Average<br>Balance In<br>Paying Banks | Average<br>Warrant<br>Payments | Average<br>Available<br>Balance In<br>Paying Banks | Average<br>Available<br>In Open<br>Accounts* | INVESTMENTS                         |                             |                  | Percentage<br>Of Funds<br>Invested |
|--------|---------------------------------------|--------------------------------|--|--|-------------------------------------|-----------------------------|------------------|------------------------------------|
|        |                                       |                                |  |  | Average<br>Repurchase<br>Agreements | Average<br>Time<br>Deposits | Retirement       |                                    |
| July   | \$10,214,007.26                       | \$6,207,321.89                 | \$4,006,685.37                                     | \$103,021,366.74                             | \$509,000,000.00                    | \$302,857,777.00            | \$469,781,724.00 | 93                                 |
| Aug.   | 12,451,385.30                         | 9,302,982.07                   | 3,148,403.23                                       | 96,597,158.61                                | 29,760,000.00                       | 326,976,325.00              | 478,135,904.65   | 90                                 |
| Sept.  | 10,980,386.64                         | 7,455,652.69                   | 3,524,733.95                                       | 110,168,745.39                               | 47,200,000.00                       | 332,627,433.00              | 494,907,349.71   | 89                                 |
| Oct.   | 9,382,045.07                          | 7,833,256.97                   | 1,548,788.10                                       | 94,806,663.79                                | 44,100,000.00                       | 351,984,712.00              | 499,358,214.97   | 91                                 |
| Nov.   | 11,081,704.77                         | 9,336,529.61                   | 1,745,175.16                                       | 102,517,536.89                               | 25,600,000.00                       | 354,046,433.00              | 502,118,225.84   | 90                                 |
| Dec.   | 10,528,828.84                         | 8,661,141.39                   | 1,867,687.45                                       | 92,784,449.82                                | 11,300,000.00                       | 344,742,616.00              | 510,355,232.34   | 91                                 |
| Jan.   | 9,062,756.89                          | 6,657,214.51                   | 2,405,542.38                                       | 89,245,050.28                                | 13,700,000.00                       | 354,046,433.00              | 517,380,083.58   | 91                                 |
| Feb.   | 13,632,062.87                         | 9,296,029.59                   | 4,336,033.28                                       | 77,527,390.00                                | 17,500,000.00                       | 350,126,314.00              | 530,069,829.29   | 92                                 |
| March  | 11,690,165.13                         | 7,397,848.99                   | 4,292,316.14                                       | 85,286,913.06                                | 20,300,000.00                       | 341,677,293.00              | 533,647,397.92   | 92                                 |
| April  | 16,251,344.67                         | 6,315,724.41                   | 9,935,620.26                                       | 88,118,699.89                                | 50,500,000.00                       | 370,439,766.00              | 535,599,007.54   | 92                                 |
| May    | 15,840,575.46                         | 8,737,043.67                   | 7,103,531.79                                       | 68,708,683.61                                | 56,200,000.00                       | 425,571,809.00              | 542,175,260.72   | 94                                 |
| June   | 12,512,214.16                         | 6,441,681.37                   | 6,070,532.79                                       | 55,204,692.35                                | 44,300,000.00                       | 452,975,833.00              | 545,939,660.76   | 95                                 |

INCOME FROM INVESTED FUNDS

| <u>Time Deposits</u> | <u>Re-Purchase Agreements</u> | <u>Retirement</u> | <u>Total</u>    |
|----------------------|-------------------------------|-------------------|-----------------|
| \$13,415,548.39      | \$2,005,172.93                | \$28,943,829.91   | \$44,364,551.23 |

\*These balances include uncollected funds not available for investment. If collected fund balance figures were available, per cent invested would increase by approximately three per cent (3%).

STATE OF TENNESSEE  
GENERAL BONDED DEBT  
STATEMENT OF CHANGES IN FUTURE BOND MATURITIES  
FOR THE YEAR ENDED JUNE 30, 1973

| TYPE                 | INTEREST<br>RATE | ISSUE<br>DATE | BALANCE<br>JUNE 30, 1972 | SOLD<br>DURING<br>YEAR | MATURED<br>DURING<br>YEAR | BALANCE<br>JUNE 30, 1973 |
|----------------------|------------------|---------------|--------------------------|------------------------|---------------------------|--------------------------|
| HIGHWAY              | 3.25 - 3.30%     | 05-1-59       | \$ 8,500,000             |                        | \$ 1,500,000              | \$ 7,000,000             |
| EDUCATION            | 3.25             | 05-1-60       | 4,000,000                |                        | 1,000,000                 | 3,000,000                |
| HIGHWAY              | 3.30             | 05-1-60       | 6,000,000                |                        |                           | 5,000,000                |
| EDUCATION            | 3.00             | 02-1-61       | 400,000                  |                        |                           | 400,000                  |
| HIGHWAY              | 3.00 - 3.20      | 02-1-61       | 10,000,000               |                        | 1,500,000                 | 8,500,000                |
| EDUCATION            | 2.75 - 2.90      | 01-1-62       | 3,500,000                |                        | 1,000,000                 | 2,500,000                |
| HIGHWAY              | 2.90 - 3.10      | 01-1-62       | 5,000,000                |                        |                           | 5,000,000                |
| HIGHWAY              | 2.70 - 3.00      | 04-1-63       | 15,000,000               |                        |                           | 15,000,000               |
| MENTAL HEALTH        | 2.70             | 04-1-63       | 2,000,000                |                        | 1,000,000                 | 1,000,000                |
| HIGHWAY              | 3.00 - 3.10      | 03-1-64       | 13,000,000               |                        | 1,000,000                 | 12,000,000               |
| CORRECTIONS          | 4.00             | 02-1-65       | 4,000,000                |                        | 500,000                   | 3,500,000                |
| MENTAL HEALTH        | 3.80 - 4.00      | 02-1-65       | 4,500,000                |                        |                           | 4,500,000                |
| HIGHWAY              | .10 - 4.00       | 02-1-65       | 13,000,000               |                        |                           | 13,000,000               |
| HIGHWAY              | 3.60             | 06-1-66       | 7,000,000                |                        | 1,000,000                 | 6,000,000                |
| EDUCATION            | 3.60 - 3.70      | 06-1-66       | 12,000,000               |                        |                           | 12,000,000               |
| HIGHWAY              | 3.70 - 3.75      | 12-1-66       | 19,000,000               |                        | 3,000,000                 | 16,000,000               |
| HIGHWAY              | 3.60 - 3.90      | 04-1-67       | 4,500,000                |                        | 300,000                   | 4,200,000                |
| EDUCATION            | 3.60 - 4.00      | 04-1-67       | 16,000,000               |                        | 800,000                   | 15,200,000               |
| MENTAL HEALTH        | 3.60 - 4.00      | 04-1-67       | 3,600,000                |                        | 180,000                   | 3,420,000                |
| CORRECTIONS          | 3.60 - 4.00      | 04-1-67       | 3,600,000                |                        | 180,000                   | 3,420,000                |
| HIGHWAY              | 3.60 - 3.90      | 01-1-68       | 17,600,000               |                        | 1,100,000                 | 16,500,000               |
| EDUCATION            | 3.60 - 3.90      | 01-1-68       | 4,000,000                |                        | 250,000                   | 3,750,000                |
| BUILDING COMMISSION  | 3.60 - 3.90      | 01-1-68       | 4,000,000                |                        | 250,000                   | 3,750,000                |
| MENTAL HEALTH        | 3.60 - 3.90      | 01-1-68       | 2,400,000                |                        | 150,000                   | 2,250,000                |
| MENTAL HEALTH        | 5.00 - 6.00      | 10-1-69       | 3,150,000                |                        | 175,000                   | 2,975,000                |
| CORRECTIONS          | 5.00 - 6.00      | 10-1-69       | 5,850,000                |                        | 325,000                   | 5,525,000                |
| PARKS AND RECREATION | 5.00 - 6.00      | 10-1-69       | 9,000,000                |                        | 500,000                   | 8,500,000                |
| EDUCATION            | 5.00 - 6.00      | 10-1-69       | 29,700,000               |                        | 1,650,000                 | 28,050,000               |
| HIGHWAY              | 3.75 - 4.75      | 02-1-71       | 20,330,000               |                        | 1,070,000                 | 19,260,000               |
| BUILDING COMMISSION  | 3.75 - 4.75      | 02-1-71       | 4,750,000                |                        | 250,000                   | 4,500,000                |
| EDUCATION            | 3.75 - 4.75      | 02-1-71       | 25,270,000               |                        | 1,330,000                 | 23,940,000               |
| CORRECTIONS          | 3.75 - 4.75      | 02-1-71       | 2,850,000                |                        | 150,000                   | 2,700,000                |
| PARKS AND RECREATION | 3.75 - 4.75      | 02-1-71       | 9,500,000                |                        | 500,000                   | 9,000,000                |
| MENTAL HEALTH        | 4.00 - 5.00      | 09-1-71       | 3,000,000                |                        | 150,000                   | 2,850,000                |
| EDUCATION            | 4.00 - 5.00      | 09-1-71       | 16,000,000               |                        | 800,000                   | 15,200,000               |
| HIGHWAY              | 4.00 - 5.00      | 09-1-71       | 26,000,000               |                        | 1,300,000                 | 24,700,000               |
| PARKS AND RECREATION | 4.00 - 5.00      | 09-1-72       |                          | \$ 8,000,000           | 400,000                   | 7,600,000                |
| HIGHWAY              | 4.00 - 5.00      | 09-1-72       |                          | 20,000,000             | 1,000,000                 | 19,000,000               |
| EDUCATION            | 4.00 - 5.00      | 09-1-72       |                          | 32,000,000             | 1,600,000                 | 30,400,000               |
| TOTALS               |                  |               | \$338,000,000            | \$60,000,000           | \$25,910,000              | \$372,090,000            |

STATE OF TENNESSEE  
 CONSOLIDATED RETIREMENT FUND  
 BALANCE SHEET  
 June 30, 1973

ASSETS

|                                      |    |    |                        |                          |
|--------------------------------------|----|----|------------------------|--------------------------|
| Cash on Deposit with State Treasurer |    | \$ | 23,689,725.67          |                          |
| Receivables:                         |    |    |                        |                          |
| Member Contributions                 | \$ |    | 2,297,000.06           |                          |
| Employer Contributions               |    |    | 1,309,920.90           |                          |
| Investment Income                    |    |    | <u>7,899,651.91</u>    | 11,506,572.87            |
| Investments:                         |    |    |                        |                          |
| Government Bonds                     |    |    | 2,265,000.00           |                          |
| Federal Land Bank Bonds              |    |    | 650,000.00             |                          |
| Federal National Mortgage Bonds      |    |    | 2,925,000.00           |                          |
| Federal Merchant Marine Bonds        |    |    | 2,010,000.00           |                          |
| US Insured Business Loans            |    |    | 1,947,733.34           |                          |
| Municipal County Bonds               |    |    | 1,000.00               |                          |
| International Bank Bonds             |    |    | 9,744,000.00           |                          |
| Canadian Government Bonds            |    |    | 23,515,000.00          |                          |
| Canadian Utility Bonds               |    |    | 13,800,000.00          |                          |
| Canadian Industrial Bonds            |    |    | 5,850,000.00           |                          |
| Corporate Industrial Bonds           |    |    | 134,729,874.80         |                          |
| Corporate Bank and Credit Co. Bonds  |    |    | 38,679,634.28          |                          |
| Corporate Utility Bonds              |    |    | 156,861,581.27         |                          |
| Corporate Railroad Bonds             |    |    | 39,258,491.97          |                          |
| Mortgages                            |    |    | 15,738,169.02          |                          |
| Short Term Investment                |    |    | 5,000,000.00           |                          |
| Convertible Debenture Bonds          |    |    | 972,000.00             |                          |
| Common Stock                         |    |    | 87,676,357.35          |                          |
| Unamortized Premium                  |    |    | 1,871,591.57           |                          |
| Unamortized Discount                 |    |    | <u>(12,815,711.36)</u> | 530,679,722.24           |
| Total Assets                         |    |    |                        | <u>\$ 565,876,020.78</u> |

LIABILITIES AND RESERVES

|                                     |    |    |                   |                          |
|-------------------------------------|----|----|-------------------|--------------------------|
| Liabilities-Deferred Credit         |    | \$ | 33.33             |                          |
| Reserve-Member Contributions        | \$ |    | 191,477,719.75    |                          |
| Reserve-Employer Contributions      |    |    | 374,110,079.50    |                          |
| Reserve-Former Member Contributions |    |    | <u>288,188.20</u> | 565,875,987.45           |
| Total Liabilities and Reserves      |    |    |                   | <u>\$ 565,876,020.78</u> |

STATE OF TENNESSEE  
 CONSOLIDATED RETIREMENT FUND  
 STATEMENT OF CHANGES IN FUND BALANCE  
 FOR THE YEAR ENDED June 30, 1973

|   |                   |                   |
|---|-------------------|-------------------|
| Fund Balance, June 30, 1972                                 | \$ 496,353,015.74 |                   |
| Less: Adjustment to Reserve-                                | (368.92)          |                   |
|   |                   | \$ 496,352,646.82 |
| Revenue:  |                   |                   |
| Member Contributions  | \$ 25,622,321.34  |                   |
| Employer Contributions                                      | 57,148,249.63     |                   |
| Prior Service Contributions                                 | 1,325,508.13      |                   |
| Earnings on Investments                                     | 29,885,307.32     |                   |
| Discount Amortization                                       | 622,970.51        |                   |
| Profit or Loss on Sale of Investments                       | (1,516,279.25)    |                   |
| Public Service Commission Revenue                           | 3,955.00          |                   |
| State Contributions-Widows Pensions                         | 1,800.00          |                   |
| State Contributions-Former Governors<br>and Widows          | 215,199.03        |                   |
|   |                   |                   |
| Total Revenue   |                   | \$ 113,309,031.71 |
| Expenditures:   |                   |                   |
| Retired Payroll   | \$ 38,212,869.47  |                   |
| Payments to Former Members                                  | 2,784.11          |                   |
| Payments to Beneficiaries of Retired<br>Members             | 283,498.52        |                   |
| Amortization of Premiums                                    | 48,168.67         |                   |
| Professional Fees   | 25,375.00         |                   |
| Refund of Overpayment by Retiring Members                   | 4,391.63          |                   |
| Payment to Deceased Members<br>Beneficiary (State Matching) | 436,425.28        |                   |
| Widows Pensions   | 1,800.00          |                   |
| Refunds of Members Contribution                             | 4,770,378.40      |                   |
|   |                   |                   |
| Total Expenditures  |                   | 43,785,691.08     |
| Excess of Revenue over Expenditures                         |                   | 69,523,340.63     |
| Fund Balance June 30, 1973                                  |                   | \$ 565,875,987.45 |

## APPENDIX

### 4-339 - Department of Treasury

There is created a Department of the Treasury through which the state treasurer - who shall be the chief officer of said department, shall administer the duties imposed upon him by law. The state treasurer, as the chief officer of said department, and said department shall be subject to all laws applying generally to heads of administrative departments and to administrative departments, not inconsistent with his status as a constitutional officer. (Acts 1959, Ch. 9, section 9.)

### 4-340 - Division of Retirement

A division of retirement is hereby created in the department of the treasury. Said division shall attend to all duties heretofore performed by the personnel of such retirement systems as shall by law be attached to it, except those discretionary duties performed directly by the boards administering such retirement systems. The authority of retirement systems attached to the division of retirement to employ personnel is hereby abolished, but the authority of boards administering retirement systems is not otherwise impaired hereby. The following retirement systems are hereby attached to said division of retirement: The Tennessee teachers' retirement system, the Tennessee state retirement system, the old age and survivors' insurance agency, the attorneys-general retirement system of Tennessee, and the Tennessee judges' retirement system. (Acts 1959, ch. 9, section 9; impl. am. Acts 1969, ch. 209, section 1; impl. am. Acts 1969, ch. 210, section 1.)

### 8-505 - Office - Duties

The treasurer shall keep his office in the room assigned to him in the capitol, and shall perform all the duties appertaining thereto by law, or which may be required of him by resolution of the General Assembly. (Code 1858, section 228, (deriv. Acts 1835-1836, ch. 27, section 2); Shan., section 276; Code 1932, section 220.)

### 8-506 - Accounts of Receipts and Disbursements

The treasurer shall keep in a book, or books, under distinct heads, true, faithful and just accounts of all the money received by him from time to time by virtue of his office, and also of all such sums of money as he shall pay out of the treasury on warrants by him received. (Code 1858, section 237 (deriv. Acts 1835-1836, ch. 27, section 5); Shan., section 289; Code 1932, section 245.)

#### 8-507 - General Ledger

The treasurer shall keep a general ledger of accounts, into which he shall post all the receipts and disbursements at his office, arranging the receipts and disbursements under the heads which they properly belong. He shall open in said ledger a general account of receipts and disbursements, which last mentioned account he shall compare with the books kept by the commissioner of finance and administration in his office, on the last day of each quarter of the fiscal year, and, after having made them correspond, shall strike the balance on said account, showing the amount at that time in the treasury due to the state; and he shall carry said balance forward on the books to the general account for the next quarter. (Code 1858, section 238 (deriv. Acts 1835-1836, ch. 27, section 12); Shan., section 290; Code 1932, section 246; mod. C. Supp. 1950, section 246; impl. am. Acts 1959, ch. 9, section 3; impl. am. Acts 1961, ch. 97, section 3.)

#### 8-508 - Accounts with Banks

The treasurer shall keep accounts in the books of his office with the different banks in which the public revenue or money is deposited, on which balances shall be struck at the aforesaid periods, showing the amount in bank to the credit of the State at the end of each quarter. (Code 1858, section 239 (deriv. Acts 1835-1836, ch. 27, section 12); Shan., section 291; Code 1932, section 247.)

#### 8-509 - Cash Account

He shall, moreover, keep a general cash account, which shall be balanced at the aforesaid periods, showing the balance in the treasury at the end of each quarter. (Code 1858, section 240 (deriv. Acts 1835-1836, ch. 27, section 12); Shan., section 292; Code 1932, section 248.)

#### 8-510 - Custodian of Collateral

The state treasurer is designated as the custodian of all collateral, securities, bonds and other valuable papers deposited with the State or any department thereof, and shall be exclusively responsible for the safe keeping thereof. It shall be the duty of each department head or other person in the state government having in his or her possession collateral of the type above mentioned, to turn the same over to the state treasurer upon the latter's request and to receive from the state treasurer an itemized receipt therefor and as additional collateral shall come into the hands of the department head or other person the same procedure shall be followed.

8-510 - Custodian of Collateral (Cont'd)

For the safe keeping of such collateral, the state treasurer shall execute an additional bond in such sum as may be fixed by the Governor with the surety thereon to be approved by the governor. He shall make an annual report to the governor of the collateral in his hands, which report shall be made on or before December 15 of each calendar year. The expenses of such additional bond, if any, shall be paid from the appropriation made to the treasurer's office. (Acts 1941, ch. 157, section 1) C. Supp. 1950, section 252.1.)