

**TEXAS DEPARTMENT OF INSURANCE  
ANNUAL FINANCIAL REPORT  
FISCAL YEAR 2003**

**TABLE OF CONTENTS**

|             |   |    |
|-------------|---|----|
| Exhibit I   | Combined Balance Sheet/Statement of Net Assets – Governmental Funds   | 1  |
| Exhibit II  | Combined Statement of Revenues, Expenditures, and Changes in Fund Balances/Statement of Activities – Governmental Funds | 5  |
| Exhibit III | Combined Statement of Net Assets – Proprietary Funds  | 9  |
| Exhibit IV  | Combined Statement of Revenues, Expenses, and Changes in Net Assets – Proprietary Funds                                 | 10 |
| Exhibit V   | Combined Statement of Cash Flows - Proprietary Funds  | 11 |
| Exhibit VI  | Combined Statement of Fiduciary Net Assets – Fiduciary Funds  | 13 |
| Exhibit VII | Combined Statement of Changes in Fiduciary Net Assets – Fiduciary Funds   | 14 |
|             | Notes to the Financial Statements   | 15 |
| Exhibit A-1 | Combining Balance Sheet - All General and Consolidated Funds  | 27 |
| Exhibit A-2 | Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – All General and Consolidated Funds        | 28 |
| Exhibit I-1 | Combining Statement of Fiduciary Net Assets – Private-Purpose Trust Funds   | 29 |
| Exhibit I-2 | Combining Statement of Changes in Fiduciary Net Assets – Private-Purpose Trust Funds                                    | 30 |
| Exhibit J-1 | Combining Statement of Changes in Assets and Liabilities – Agency Funds   | 31 |
| Exhibit L-1 | Combining Statement of Net Assets – Discretely Presented Proprietary Component Units                                    | 33 |
| Exhibit L-2 | Combining Statement of Revenues, Expenses, and Changes in Net Assets – Discretely Presented Proprietary Component Units | 34 |
| Exhibit L-3 | Combining Statement of Cash Flows – Discretely Presented Proprietary Component Units                                    | 35 |
| Schedule 1A | Schedule of Expenditures of Federal Awards  | 37 |
| Schedule 6  | Summary of Revenues/Transfers In  | 39 |
| Schedule 6A | Comparative Statement of Revenues   | 41 |