



STATE OF ILLINOIS  
**OFFICE OF THE  
AUDITOR GENERAL**

Frank J. Mautino, Auditor General

**SUMMARY REPORT DIGEST**

**DEPARTMENT OF CENTRAL MANAGEMENT SERVICES**  
**LOCAL GOVERNMENT HEALTH INSURANCE RESERVE FUND**

**Financial Audit**  
**For the Year Ended June 30, 2023**

**Release Date: February 15, 2024**

<b>FINDINGS THIS AUDIT:</b>	<b>0</b>
<b>FINDINGS LAST AUDIT:</b>	<b>1</b>

**INTRODUCTION**

This digest covers the Department of Central Management Services (Department), Local Government Health Insurance Reserve Fund's financial audit as of and for the year ended June 30, 2023. There were no material findings disclosed during our audit.

**AUDITOR'S OPINION**

The auditors stated the financial statements of the Department of Central Management Services, Local Government Health Insurance Reserve Fund as of and for the year ended June 30, 2023, are fairly stated in all material respects.

This financial audit was conducted by Sikich LLP.

**SIGNED ORIGINAL ON FILE**

JANE CLARK  
Division Director

This report is transmitted in accordance with Section 3-14 of the Illinois State Auditing Act.

**SIGNED ORIGINAL ON FILE**

FRANK J. MAUTINO  
Auditor General

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**DEPARTMENT OF CENTRAL MANAGEMENT SERVICES  
LOCAL GOVERNMENT HEALTH INSURANCE RESERVE FUND  
FINANCIAL AUDIT  
For the Year Ended June 30, 2023**

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION (in thousands)	Fiscal Year 2023	Fiscal Year 2022
<b>OPERATING REVENUES</b>		
Charges of Sales or Services.....	\$ 34,620	\$ 32,829
<b>OPERATING EXPENSES</b>		
Benefit payments and refunds.....	30,418	32,167
Depreciation.....	1	2
General and administrative .....	1,629	1,508
Total operating expenses.....	<u>32,048</u>	<u>33,677</u>
Operating Income (loss).....	2,572	(848)
<b>NONOPERATING REVENUES (EXPENSES)</b>		
Interest and investment income .....	235	25
Interest expense.....	(5)	(34)
Other revenues.....	(34)	6
Changes in net position.....	<u>2,768</u>	<u>(851)</u>
Net Position, July 1, .....	5,908	6,759
<b>NET POSITION, JUNE 30.....</b>	<u>\$ 8,676</u>	<u>\$ 5,908</u>
SELECTED ACCOUNT BALANCES (in thousands)	June 30, 2023	June 30, 2022
<b>ASSETS</b>		
Cash equity with State Treasurer.....	\$ 7,849	\$ 5,322
Cash and cash equivalents.....	1,397	1,886
Securities lending collateral equity with State Treasurer.....	1,402	801
Due from other government - Federal.....	6	12
Due from other government - local.....	502	515
Other receivables, net.....	618	364
Capital assets, net.....	-	1
Total assets.....	<u>\$ 11,774</u>	<u>\$ 8,901</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities.....	\$ 1,625	\$ 2,120
Due to other State funds.....	9	11
Unearned revenue.....	25	20
Obligations under securities lending of the State Treasurer.....	1,402	801
Current portion of leases payable .....	-	1
Current portion of long-term obligations.....	-	4
Noncurrent portion of long-term obligations.....	37	36
Total liabilities.....	<u>3,098</u>	<u>2,993</u>
<b>Net Position</b>		
Unrestricted.....	8,676	5,908
Total Net Position .....	<u>\$ 8,676</u>	<u>\$ 5,908</u>
Participant Information	Fiscal Year 2023	Fiscal Year 2022
Number of local government entities participating	197	204
Approximate number of employees covered	1,744	1,687
Approximate number of dependents covered	1,153	1,136
Approximate number of retirees covered	85	94
<b>AGENCY DIRECTOR</b>		
During Audit Period: Anthony Pascente (Acting) (7/1/22 - 1/20/23), Raven DeVaughn (Acting) (1/21/23 - Present)		
Currently: Raven DeVaugh (Acting)		