

STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS

LOGAN CORRECTIONAL CENTER

LIMITED SCOPE COMPLIANCE EXAMINATION  
For the Two Years Ended June 30, 2006

Performed as Special Assistant Auditors  
For the Auditor General, State of Illinois

STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
For the Two Years Ended June 30, 2006

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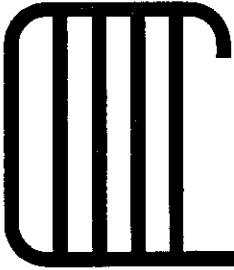
STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
For the Two Years Ended June 30, 2006

**CENTER OFFICIALS**

Warden (Current)	Mr. Gregory Firkus
Warden (04/01/05 to 09/15/05)	Vacant
Warden (01/01/05 to 03/31/05)	Mr. Raymond Bensko
Warden (12/01/04 to 12/31/04)	Vacant
Warden (01/01/03 to 11/30/04)	Mr. Larry Sims
Assistant Warden - Programs (Current)	Mr. Markus Hardy
Assistant Warden - Programs (04/01/06 to 05/31/06)	Vacant
Assistant Warden - Programs (07/16/03 to 03/31/06)	Mr. Austin Randolph, Jr.
Assistant Warden - Operations (Current)	Mr. J. Mark Jones
Assistant Warden - Operations (09/16/05 to 12/15/05)	Mr. Jonathan Walls
Assistant Warden - Operations (07/02/02 to 09/15/05)	Mr. Gregory Firkus
Business Office Administrator	Mr. Mark LaMothe

The Center is located at:

1096 1350th Street  
P. O. Box 1000  
Lincoln, Illinois 62656-5094



**Illinois**  
Department of  
**Corrections**

Rod R. Blagojevich  
Governor

Roger E. Walker Jr.  
Director

Logan Correctional Center / 1096 1350<sup>th</sup> Street / P.O. Box 1000 / Lincoln, IL 62656 / Telephone: (217) 753-5581 / TDD: (800) 526-0844

September 29, 2006

E. C. Ortiz & Co., LLP  
333 S. DesPlaines Street, Suite 2-N  
Chicago, Illinois 60661

Ladies and Gentlemen:

We are responsible for the identification of, and compliance with, all aspects of laws, regulations, contracts, or grant agreements that could have a material effect on the operations of the Agency. We are responsible for and we have established and maintained an effective system of, internal controls over compliance requirements. We have performed an evaluation of the Agency's compliance with the following assertions during the two-year period ended June 30, 2006. Based on this evaluation, we assert that during the years ended June 30, 2005 and June 30, 2006, the Agency has materially complied with the assertions below.

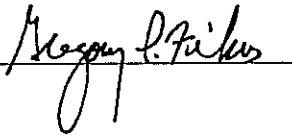
- A. The Agency has obligated, expended, received and used public funds of the State in accordance with the purpose for which such funds have been appropriated or otherwise authorized by law.
- B. The Agency has obligated, expended, received and used public funds of the State in accordance with any limitations, restrictions, conditions or mandatory directions imposed by law upon such obligation, expenditure, receipt or use.
- C. The Agency has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. The State revenues and receipts collected by the Agency are in accordance with applicable laws and regulations and the accounting and recordkeeping of such revenues and receipts is fair, accurate and in accordance with law.

- E. The money or negotiable securities or similar assets handled by the Agency on behalf of the State or held in trust by the Agency have been properly and legally administered, and the accounting and recordkeeping relating thereto is proper, accurate and in accordance with law.

Yours very truly,

Logan Correctional Center

Gregory Firkus  
Warden



Mark LaMothe  
Business Administrator



STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
For the Two Years Ended June 30, 2006

**COMPLIANCE REPORT**

**SUMMARY**

The limited scope compliance testing performed during this examination was conducted in accordance with *Government Auditing Standards* and in accordance with the Illinois State Auditing Act.

**ACCOUNTANTS' REPORT**

The Independent Accountants' Report on State Compliance, on Internal Control Over Compliance and on Supplementary Information for State Compliance Purposes relates only to those chapters of the "Audit Guide for Performing Financial Audits and Compliance Attestation Engagements of Illinois State Agencies" (*Audit Guide*) which are identified in the report as having compliance testing performed.

**SUMMARY OF FINDINGS**

<u>Number of</u>	<u>This Report</u>	<u>Prior Report</u>
Findings	-	-
Repeated findings	-	-
Prior recommendations implemented or not repeated	-	1

There were no findings noted in our testing which are required to be included in the report.

**EXIT CONFERENCE**

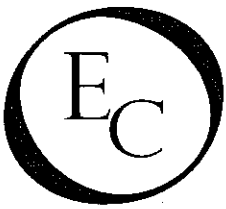
The finding and recommendation appearing in this report were discussed with Department and Center personnel at an exit conference on December 6, 2006. Attending were:

Logan Correctional Center  
Gregory Firkus, Warden  
Mark LaMothe, Business Administrator

Office of the Auditor General  
Courtney Dzierwa, Audit Manager

E. C. Ortiz & Co., LLP  
Jennifer B. Santos, Partner  
Leilani N. Rodrigo, Manager

Responses to the recommendation were provided by Ms. Mary Ann Bohlen, Department of Corrections Accounting Manager in a letter dated January 3, 2007.



**INDEPENDENT ACCOUNTANTS' REPORT ON STATE COMPLIANCE,  
ON INTERNAL CONTROL OVER COMPLIANCE, AND ON  
SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES**

Honorable William G. Holland  
Auditor General  
State of Illinois

**Compliance**

As Special Assistant Auditors for the Auditor General, we performed a limited scope compliance examination of the State of Illinois Department of Corrections - Logan Correctional Center's compliance with the requirements listed below, as more fully described in the Audit Guide for Performing Financial Audits and Compliance Attestation Engagements of Illinois State Agencies (*Audit Guide*) as adopted by the Auditor General, during the two years ended June 30, 2006. The management of the State of Illinois Department of Corrections - Logan Correctional Center is responsible for compliance with these requirements. Our responsibility is to express an opinion on the State of Illinois Department of Corrections - Logan Correctional Center's compliance based on our examination.

- A. The State of Illinois Department of Corrections - Logan Correctional Center has obligated, expended, received, and used public funds of the State in accordance with the purpose for which such funds have been appropriated or otherwise authorized by law.
- B. The State of Illinois Department of Corrections - Logan Correctional Center has obligated, expended, received, and used public funds of the State in accordance with any limitations, restrictions, conditions or mandatory directions imposed by law upon such obligation, expenditure, receipt or use.
- C. The State of Illinois Department of Corrections - Logan Correctional Center has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. The State revenues and receipts collected by the State of Illinois Department of Corrections - Logan Correctional Center are in accordance with applicable laws and regulations and the accounting and recordkeeping of such revenues and receipts is fair, accurate and in accordance with law.
- E. Money or negotiable securities or similar assets handled by the State of Illinois Department of Corrections - Logan Correctional Center on behalf of the State or held in trust by the State of Illinois Department of Corrections - Logan Correctional Center have been properly and legally administered and the accounting and recordkeeping relating thereto is proper, accurate, and in accordance with law.

Our limited scope compliance examination of the Center was limited to the following areas of the *Audit Guide*:

- Chapter 8 - Personal Services Expenditures
- Chapter 9 - Contractual Services Expenditures
- Chapter 11 - Commodities Expenditures
- Chapter 18 - Appropriations, Transfers and Expenditures
- Chapter 22 - Review of Agency Functions and Planning Program
- Chapter 30 - Auditing Compliance With Agency Specific Statutory Mandates

The areas of the *Audit Guide* not examined at the Center have had procedures performed on a Department-wide basis through the compliance examination of the Department's General Office, and accordingly, any findings from the results of those procedures have been included in the Department of Corrections - General Office compliance report. We have also performed certain procedures with respect to the accounting records of the Center to assist in the performance of the Auditor General's financial statement audit of the entire Department of Corrections for the year ended June 30, 2006. The results of these additional procedures have been communicated to the Department of Corrections - General Office auditors.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants; the standards applicable to attestation engagements contained in *Government Auditing Standards* issued by the Comptroller General of the United States; the Illinois State Auditing Act (Act); and the *Audit Guide* as adopted by the Auditor General pursuant to the Act; and, accordingly, included examining, on a test basis, evidence about the State of Illinois Department of Corrections - Logan Correctional Center's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the State of Illinois Department of Corrections - Logan Correctional Center's compliance with specified requirements.

In our opinion, the State of Illinois Department of Corrections - Logan Correctional Center complied, in all material respects, with the aforementioned requirements during the two years ended June 30, 2006.

As required by the *Audit Guide*, immaterial findings relating to instances of noncompliance excluded from this report have been reported in a separate letter to your office.

### **Internal Control**

The management of the State of Illinois Department of Corrections - Logan Correctional Center is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws and regulations. In planning and performing our limited scope compliance examination, we considered the State of Illinois Department of Corrections - Logan Correctional Center's internal control over compliance with the aforementioned requirements in order to determine our examination procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the *Audit Guide*, issued by the Illinois Office of the Auditor General. We have also performed certain procedures



with respect to the accounting records of the Center to assist in the performance of the Auditor General's financial statement audit of the entire Department of Corrections for the year ended June 30, 2006. The results of these additional procedures have been communicated to the Department of Corrections - General Office auditors.

Our consideration of internal control over compliance with the aforementioned requirements would not necessarily disclose all matters in internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws and regulations that would be material in relation to one or more of the aforementioned requirements being examined may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving internal control over compliance that we consider to be material weaknesses.

As required by the *Audit Guide*, immaterial findings relating to internal control deficiencies excluded from this report have been reported in a separate letter to your office.

### **Supplementary Information for State Compliance Purposes**

Our examination was conducted for the purpose of forming an opinion on compliance with the requirements listed in the first paragraph of this report. The accompanying supplementary information as listed in the table of contents as Supplementary Information for State Compliance Purposes is presented for purposes of additional analysis. We have applied certain limited procedures as prescribed by the *Audit Guide*, as adopted by the Auditor General, to the 2006 and 2005 Supplementary Information for State Compliance Purposes, except for information on the Schedule of Locally Held Funds - Cash Basis, Schedule of Changes in State Property, Comparative Schedule of Cash Receipts and Deposits, Schedule of Changes in Inventories, Employee Overtime, Shared Resources, Annual Cost Statistics and Service Efforts and Accomplishments on which we did not perform any procedures. However, we do not express an opinion on the supplementary information.

We have not applied procedures to the 2004 Supplementary Information for State Compliance Purposes, and accordingly, we do not express an opinion thereon.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, Center and Department management, and is not intended to be and should not be used by anyone other than these specified parties.

*E. C. Ortiz & Co., LLP*

E. C. Ortiz & Co., LLP  
Chicago, Illinois

September 29, 2006

STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
SCHEDULE OF FINDINGS  
For the Two Years Ended June 30, 2006

Current Findings

There were no current findings noted during the Limited Scope Compliance Examination for the two years ended June 30, 2006.

STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
SCHEDULE OF FINDINGS  
For the Two Years Ended June 30, 2006

Prior Findings Not Repeated

There were no findings noted during the Limited Scope Compliance Examination for the two years ended June 30, 2004.

STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES  
For the Two Years Ended June 30, 2006

SUMMARY

Supplementary Information for State Compliance Purposes presented in this section of the report includes the following:

Fiscal Schedules and Analysis:

- Schedule of Appropriations, Expenditures and Lapsed Balances
- Comparative Schedule of Net Appropriations, Expenditures and Lapsed Balances
- Description of Locally Held Funds
- Schedule of Locally Held Funds - Special Revenue Funds
- Schedule of Locally Held Funds - Cash Basis (Not Examined)
- Schedule of Changes in State Property (Not Examined)
- Comparative Schedule of Cash Receipts and Deposits (Not Examined)
- Analysis of Significant Variations in Expenditures
- Analysis of Significant Lapse Period Spending
- Schedule of Changes in Inventories (Not Examined)

Analysis of Operations:

- Center Functions and Planning Program
- Average Number of Employees
- Employee Overtime (Not Examined)
- Inmate Commissary Operation
- Shared Resources (Not Examined)
- Annual Cost Statistics
  - Costs Per Year Per Inmate (Not Examined)
  - Ratio of Employees to Inmates (Not Examined)
  - Cell Square Feet Per Inmate (Not Examined)
  - Food Services (Not Examined)
  - Medical and Clergy Service Contracts (Not Examined)
- Service Efforts and Accomplishments (Not Examined)

The accountants' report on the Supplementary Information for State Compliance Purposes presented in the Compliance Report Section states the auditors have applied certain limited procedures as prescribed by the *Audit Guide*, as adopted by the Auditor General to the 2006 and 2005 Supplementary Information for State Compliance Purposes, except for information on the Schedule of Locally Held Funds - Cash Basis, Schedule of Changes in State Property, Comparative Schedule of Cash Receipts and Deposits, Schedule of Changes in Inventories, Employee Overtime, Shared Resources, Annual Cost Statistics and Service Efforts and Accomplishments on which they did not perform any procedures. However, the auditors do not express an opinion on the supplementary information. The auditors have not applied procedures to the 2004 Supplementary Information for State Compliance Purposes, and accordingly, do not express an opinion thereon.

STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
For the Year Ended June 30, 2006

	APPROPRIATIONS NET OF TRANSFERS	LAPSE PERIOD		TOTAL EXPENDITURES 14 MONTHS ENDED AUGUST 31, 2006	BALANCES LAPSED AUGUST 31, 2006
		EXPENDITURES THROUGH JUNE 30, 2006	EXPENDITURES JULY 1 TO AUGUST 31, 2006		
<b>PUBLIC ACT 94-0015</b>					
<b>GENERAL REVENUE FUND - 001</b>					
Personal services	\$ 19,066,000	\$ 18,111,535	\$ 954,406	\$ 19,065,941	\$ 59
Employee retirement contributions paid by employer	247,500	247,400	-	247,400	100
Student, member and inmate compensation	360,300	329,061	31,188	360,249	51
State contributions to State Employees' Retirement System	1,485,900	1,411,094	74,370	1,485,464	436
State contributions to Social Security	1,416,100	1,344,838	71,200	1,416,038	62
Contractual services	4,039,400	3,649,116	390,187	4,039,303	97
Travel	4,700	3,097	1,557	4,654	46
Travel and allowances for committed, paroled and discharged prisoners	24,300	23,174	1,044	24,218	82
Commodities	2,059,200	1,863,147	196,001	2,059,148	52
Printing	14,700	11,468	3,181	14,649	51
Equipment	28,900	19,674	9,134	28,808	92
Telecommunications services	81,000	80,970	-	80,970	30
Operation of automotive equipment	226,000	219,987	5,971	225,958	42
<b>Total - Fiscal Year 2006</b>	<b>\$ 29,054,000</b>	<b>\$ 27,314,561</b>	<b>\$ 1,738,239</b>	<b>\$ 29,052,800</b>	<b>\$ 1,200</b>

Note: The information reflected in this schedule was taken from the Center's records and reconciled to records of the State Comptroller.

STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
For the Year Ended June 30, 2005

	APPROPRIATIONS NET OF TRANSFERS	LAPSE PERIOD		TOTAL EXPENDITURES 14 MONTHS ENDED AUGUST 31, 2005	BALANCES LAPSED AUGUST 31, 2005
		EXPENDITURES THROUGH JUNE 30, 2005	EXPENDITURES JULY 1 TO AUGUST 31, 2005		
	\$ 19,094,800	\$ 18,092,607	\$ 976,544	\$ 19,069,151	\$ 25,649
Personal services	39,576	39,576	-	39,576	-
Employee retirement contributions paid by employer	388,900	346,078	26,318	372,396	16,504
Student, member and inmate compensation	2,961,600	2,803,384	153,680	2,957,064	4,536
State contributions to State Employees' Retirement System	1,458,200	1,294,505	71,266	1,365,771	92,429
State contributions to Social Security	3,919,000	3,167,663	747,309	3,914,972	4,028
Contractual services	3,200	2,711	119	2,830	370
Travel	6,600	6,526	-	6,526	74
Travel and allowances for committed, paroled and discharged prisoners	2,335,300	2,039,474	280,733	2,320,207	15,093
Commodities	19,500	11,658	7,609	19,267	233
Printing	5,000	-	-	-	5,000
Equipment	130,500	111,101	17,449	128,550	1,950
Telecommunications services	262,200	213,700	48,480	262,180	20
Operation of automotive equipment					
<b>Total - Fiscal Year 2005</b>	<b>\$ 30,624,376</b>	<b>\$ 28,128,983</b>	<b>\$ 2,329,507</b>	<b>\$ 30,458,490</b>	<b>\$ 165,886</b>

PUBLIC ACT 93-0842 & 93-0681

GENERAL REVENUE FUND - 001

Personal services  
Employee retirement contributions  
paid by employer  
Student, member and  
inmate compensation  
State contributions to State  
Employees' Retirement System  
State contributions to Social Security  
Contractual services  
Travel  
Travel and allowances for committed,  
paroled and discharged prisoners  
Commodities  
Printing  
Equipment  
Telecommunications services  
Operation of automotive equipment

Total - Fiscal Year 2005

Note: The information reflected in this schedule was taken from the Center's records and reconciled to records of the State Comptroller.

STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
For the Years Ended June 30,

	FISCAL YEAR		
	2006	2005	2004
	P.A. 94-0015	P.A. 93-0842 & 93-0681	P.A. 93-0091
GENERAL REVENUE FUND - 001			
Appropriations (net of transfers)	\$ 29,054,000	\$ 30,624,376	\$ 31,951,200
EXPENDITURES			
Personal services	19,065,941	19,069,151	19,102,152
Employee retirement contributions paid by employer	247,400	39,576	975,820
Student, member and inmate compensation	360,249	372,396	433,717
State contributions to State Employees' Retirement System	1,485,464	2,957,064	1,704,330
State contributions to Social Security	1,416,038	1,365,771	1,417,178
Contractual services	4,039,303	3,914,972	3,896,815
Travel	4,654	2,830	5,528
Travel and allowances for committed, paroled and discharged prisoners	24,218	6,526	26,737
Commodities	2,059,148	2,320,207	2,852,202
Printing	14,649	19,267	11,926
Equipment	28,808	-	77,143
Telecommunications services	80,970	128,550	136,789
Operation of automotive equipment	225,958	262,180	252,458
Total Expenditures	<u>29,052,800</u>	<u>30,458,490</u>	<u>30,892,795</u>
LAPSED BALANCES	<u>\$ 1,200</u>	<u>\$ 165,886</u>	<u>\$ 1,058,405</u>

STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
DESCRIPTION OF LOCALLY HELD FUNDS  
For the Two Years Ended June 30, 2006

The locally held funds of the Center are grouped into two fund categories, Governmental and Fiduciary funds. These are non-appropriated funds with the exception of the Travel and Allowance Revolving Fund, which is an appropriated fund. The funds are not held in the State Treasury and are described as follows:

1. Governmental Funds

*General Revenue Fund*

The Travel and Allowance Revolving Fund is a cash imprest fund located at the Center and is used to provide travel and allowances for discharged inmates. The Travel and Allowance Revolving Fund is replenished from the Center's General Revenue Fund appropriation on a monthly basis upon submission of a duly authorized voucher.

*Special Revenue Funds*

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The Center maintains four special revenue funds.

The Employees' Commissary Fund and Inmates' Commissary Fund are used to maintain stores for selling food, candy, tobacco, health and beauty aids and other personal items. The inmates' commissary sells solely to inmates and the employees' commissary sells to employees. Profits derived from Commissary Funds' sales are allocated 60% to pay the wages and benefits of employees who work at the commissaries and 40% to either the Inmates' Benefit Fund for sales from the Inmates' Commissary or the Employees' Benefit Fund for sales from the Employees' Commissary.

Inmates' Benefit Fund and Employees' Benefit Fund are used to provide entertainment and recreational activities for inmates and employees. The Employees' Benefit Fund is also used to provide travel expense reimbursement for correctional officers while travel vouchers are being processed. During the fiscal year 2006 the accounting and expenditure processing of the Inmates' Benefit Fund were transferred to the Department of Corrections General Office.

2. Fiduciary Fund

*Agency Fund*

An agency fund is used to account for assets held as the agent for others. The Center maintains one such fund, the Inmates' Trust Fund which is a depository for the inmates' money. The Inmates' Trust Fund is used to account for the receipts and disbursements of the inmate's individual accounts.



STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
SCHEDULE OF LOCALLY HELD FUNDS - SPECIAL REVENUE FUNDS  
For the Year Ended June 30, 2006

	Employees' Commissary Fund	Inmates' Commissary Fund	Employees' Benefit Fund	Inmates' Benefit Fund *
<b>REVENUES</b>				.
Income from Sales	\$ 106,113	\$ 1,746,655	\$ -	\$ -
Investment Income	77	2,164	10	1,950
Miscellaneous				
Other	2,819	-	15,386	14,747
<b>Total Revenues</b>	<b>109,009</b>	<b>1,748,819</b>	<b>15,396</b>	<b>16,697</b>
<b>EXPENDITURES</b>				
Purchases	94,145	1,411,907	-	-
General and Administrative	2,453	3,226	-	45,449
Contractual	-	-	13,649	44,594
Equipment	-	-	-	21,582
Other	-	-	2,328	-
<b>Total Expenditures</b>	<b>96,598</b>	<b>1,415,133</b>	<b>15,977</b>	<b>111,625</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	12,411	333,686	(581)	(94,928)
<b>OTHER FINANCING SOURCES</b>				
Transfers In	-	-	4,965	133,705
Transfers (Out)	(12,411)	(333,686)	-	-
<b>Total Other Financing Sources</b>	<b>(12,411)</b>	<b>(333,686)</b>	<b>4,965</b>	<b>133,705</b>
Net Change in Fund Balance	-	-	4,384	38,777
Fund Balance July 1, 2005	-	-	5,472	284,903
Fund Balance June 30, 2006	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 9,856</b>	<b>\$ 323,680</b>

Note: Schedule is presented on the accrual basis of accounting.

\* FY 2006 Inmates' Benefit Fund was not examined.

STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
SCHEDULE OF LOCALLY HELD FUNDS - SPECIAL REVENUE FUNDS  
For the Year Ended June 30, 2005

	Employees' Commissary Fund	Inmates' Commissary Fund	Employees' Benefit Fund	Inmates' Benefit Fund
<b>REVENUES</b>				
Income from Sales	\$ 106,434	\$ 1,586,992	\$ -	\$ -
Investment Income	71	756	9	113
Miscellaneous				
Other	2,249	-	9,821	56,466
Total Revenues	<u>108,754</u>	<u>1,587,748</u>	<u>9,830</u>	<u>56,579</u>
<b>EXPENDITURES</b>				
Purchases	98,599	1,260,243	-	-
General and Administrative	2,743	4,315	-	-
Equipment	660	-	-	-
Other	841	-	14,375	193,638
Total Expenditures	<u>102,843</u>	<u>1,264,558</u>	<u>14,375</u>	<u>193,638</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5,911</u>	<u>323,190</u>	<u>(4,545)</u>	<u>(137,059)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers In	-	-	2,365	129,376
Transfers (Out)	(5,911)	(323,190)	-	-
Total Other Financing Sources	<u>(5,911)</u>	<u>(323,190)</u>	<u>2,365</u>	<u>129,376</u>
Net Change in Fund Balance	-	-	(2,180)	(7,683)
Fund Balance July 1, 2004	<u>-</u>	<u>-</u>	<u>7,652</u>	<u>292,586</u>
Fund Balance June 30, 2005	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,472</u>	<u>\$ 284,903</u>

Note: Schedule is presented on the accrual basis of accounting.

STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
SCHEDULE OF LOCALLY HELD FUNDS - CASH BASIS  
(NOT EXAMINED)  
For the Years Ended June 30,

	2005		2006	
	Travel and Allowance Rev. Fund	Inmates' Trust Fund	Travel and Allowance Rev. Fund	Inmates' Trust Fund
Balance - July 1	\$ 19,604	\$ 47,626	\$ 1,445	\$ 81,951
Receipts				
Investment Income	-	100	-	231
Inmate Account Receipts	-	1,462,490	-	1,622,816
Appropriations from General Revenue Fund	7,722	411,934	-	397,762
<b>TOTAL RECEIPTS</b>	<u>7,722</u>	<u>1,874,524</u>	<u>-</u>	<u>2,020,809</u>
Disbursements				
Inmate Account Disbursements	-	1,840,099	-	1,999,074
Disbursements for released inmates	25,881	-	1,445	-
<b>TOTAL DISBURSEMENTS</b>	<u>25,881</u>	<u>1,840,099</u>	<u>1,445</u>	<u>1,999,074</u>
Fund Transfers				
Fund Transfers In	-	-	-	-
Fund Transfers (Out)	-	(100)	-	(231)
<b>TOTAL TRANSFERS</b>	<u>-</u>	<u>(100)</u>	<u>-</u>	<u>(231)</u>
Balance - June 30	<u>\$ 1,445</u>	<u>\$ 81,951</u>	<u>\$ -</u>	<u>\$ 103,455</u>

Note: Schedule is presented on the cash basis of accounting.

STATE OF ILLINOIS  
DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
SCHEDULE OF CHANGES IN STATE PROPERTY  
(NOT EXAMINED)

For the Years Ended June 30,

2005

2006

	Land	Buildings	Equipment	Total	Land	Buildings	Equipment	Total
Balance, beginning	\$ 7,746,032	\$ 24,005,664	\$ 3,389,581	\$ 35,141,277	\$ 7,746,032	\$ 23,073,737	\$ 3,585,248	\$ 34,405,017
Additions:								
Purchases	-	-	19,538	19,538	-	23,629	19,396	43,025
Transfers-in:								
Intra-agency	-	-	458,410	458,410	-	-	56,457	56,457
Inter-agency	-	-	-	-	-	-	600	600
Capital Development Board	25,403	122,415	-	147,818	-	908,298	114,040	1,022,338
Inmates' Commissary Fund	-	-	648	648	-	-	2,500	2,500
Inmates' Benefit Fund	-	-	22,031	22,031	-	-	6,689	6,689
Donations	-	-	339	339	-	-	810	810
Adjustments	-	8,149	1,999	10,148	-	-	41,817	41,817
Total Additions	25,403	130,564	502,965	658,932	-	931,927	242,309	1,174,236
Deductions:								
Transfers-out:								
Intra-agency	-	-	509,488	509,488	-	-	37,989	37,989
Scrap property	-	-	18,768	18,768	-	-	101,964	101,964
Surplus property	-	-	6,428	6,428	-	-	51,696	51,696
Condemned and lost property	-	-	-	-	-	-	5,480	5,480
Adjustment	-	1,595	9,624	11,219	-	-	240,847	240,847
Total Deductions	-	1,595	544,308	545,903	-	-	437,976	437,976
Balance, ending	\$ 7,771,435	\$ 24,134,633	\$ 3,348,238	\$ 35,254,306	\$ 7,746,032	\$ 24,005,664	\$ 3,389,581	\$ 35,141,277

Note: Center management indicated the balances at June 30, 2006 and 2005 have been reconciled to the property reports submitted to the Office of the Comptroller.  
Land balances also include the neighboring Lincoln Correctional Center.

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DEPARTMENT OF CORRECTIONS  
LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
COMPARATIVE SCHEDULE OF CASH RECEIPTS AND DEPOSITS  
(NOT EXAMINED)  
For the Years Ended June 30,

	FISCAL YEAR		
	2006	2005	2004
<u>RECEIPTS</u>			
Jury Duty and Telephone Reimbursement	\$ 280	\$ 106	\$ 482
Inmate Restitution, Postage, Funeral Furlough, Medical Services	45,519	25,871	35,225
Miscellaneous	1,597	4,392	5,973
<b>TOTAL RECEIPTS</b>	<b>\$ 47,396</b>	<b>\$ 30,369</b>	<b>\$ 41,680</b>
<u>REMITTANCES</u>			
General Revenue Fund - 001	\$ 1,877	\$ 4,498	\$ 6,455
Department of Corrections Reimbursement Fund - 523	45,519	25,871	35,225
<b>TOTAL RECEIPTS REMITTED DIRECTLY TO STATE TREASURER</b>	<b>\$ 47,396</b>	<b>\$ 30,369</b>	<b>\$ 41,680</b>
<u>DEPOSITS</u>			
Receipts recorded by Center	\$ 1,877	\$ 4,498	\$ 6,455
Add: Deposits in transit - Beginning of year	276	-	-
Deduct: Deposits in transit - End of year	(240)	(276)	-
<b>DEPOSITS RECORDED BY THE STATE COMPTRROLLER</b>	<b>\$ 1,913</b>	<b>\$ 4,222</b>	<b>\$ 6,455</b>

Note: The Deposits reconciliation section of this schedule is a reconciliation of the Center's General Revenue Fund receipts to the Comptroller's General Revenue Fund deposits only. The Comptroller's records do not provide a detail breakdown of deposits into the Department of Corrections Reimbursement Fund #523 by Center.

STATE OF ILLINOIS  
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LIMITED SCOPE COMPLIANCE EXAMINATION  
ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES  
For the Two Years Ended June 30, 2006

Fiscal Year 2006

A comparative schedule of significant variations in expenditures (20% or more) for the fiscal years ended June 30, 2006 and June 30, 2005 are shown below:

EXPENDITURE ITEM	FISCAL YEAR ENDED JUNE 30,		INCREASE (DECREASE)	
	2006	2005	AMOUNT	%
Employee retirement contributions paid by employer	\$ 247,400	\$ 39,576	\$ 207,824	525%
State contributions to State Employees' Retirement System	1,485,464	2,957,064	(1,471,600)	(50%)
Travel	4,654	2,830	1,824	64%
Travel and allowances for committed, paroled and discharged prisoners	24,218	6,526	17,692	271%
Printing	14,649	19,267	(4,618)	(24%)
Equipment	28,808	—	28,808	100%
Telecommunications services	80,970	128,550	(47,580)	(37%)

Center management provided the following explanations for the significant variations identified above.

Employee retirement contributions paid by employer

With the exception of the July 1-15 payroll in FY 2005, Employee Retirement Contributions Paid by Employer was processed from Personal Services appropriation (Object Code 1120) for FY 2005. FY 2006 retirement contributions were vouchered through this line item resulting to the increase in expenditures.

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ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES  
For the Two Years Ended June 30, 2006

Fiscal Year 2006 (Continued)

State contributions to State Employees' Retirement System

The State of Illinois required employees to contribute an additional 4% to the State Employee Retirement Fund in FY 2005.

Travel

The increase is due to a Memorandum of Understanding signed 12/07/05 which allowed staff away from their parent institutions for inmate escort of writ duties the option of accepting or refusing a sack lunch. If the sack lunch is not accepted, the staff member may submit for lunch reimbursement.

Travel and allowances for committed, paroled and discharged prisoners

Effective 10/01/04, the Department began the process of liquidating the Travel and Allowance Locally Held Funds. The spend down of the cash box and checking account resulted in significant savings in FY 2005.

Printing

An Order for Delivery to CMS Paper and Printing Warehouse amounting to \$4,945 was placed in 4/20/06. The order was received on 5/10/06. The Paper and Printing Warehouse was in the process of closing its operating at that time. The Center requested for an invoice from the Warehouse however the Warehouse responded that there was no record of the delivery, thus the Center won't be billed.

Equipment

The Center was not allocated funds for Equipment expenditures in FY 2005.

Telecommunications services

The Center was instructed by the Central Office to hold payment for services from the Telecommunication Revolving Fund for the period 3/01/06 through 6/30/06. This resulted in FY 2006 liabilities amounting to \$37,624 not processed against the FY 2006 appropriation.

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LIMITED SCOPE COMPLIANCE EXAMINATION  
ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES  
For the Two Years Ended June 30, 2006

Fiscal Year 2005

A comparative schedule of significant variations in expenditures (20% or more) for the fiscal years ended June 30, 2005 and June 30, 2004 are shown below:

EXPENDITURE ITEM	FISCAL YEAR ENDED JUNE 30,		INCREASE (DECREASE)	
	2005	2004	AMOUNT	%
Employee retirement contributions paid by employer	\$ 39,576	\$ 975,820	(\$ 936,244)	(96%)
State contributions to State Employees' Retirement System	2,957,064	1,704,330	1,252,734	74%
Travel	2,830	5,528	(2,698)	(49%)
Travel and allowances for committed, paroled and discharged prisoners	6,526	26,737	(20,211)	(76%)
Printing	19,267	11,926	7,341	62%
Equipment	—	77,143	(77,143)	(100%)

Center management provided the following explanations for the significant variations identified above.

Employee retirement contributions paid by employer

With the exception of the July 1-15 payroll in FY 2005, Employee Retirement Contributions Paid by Employer was processed from Personal Services appropriation (Object Code 1120) for FY 2005 resulting to the decrease in the expenditures.

State contributions to State Employees' Retirement System

The State of Illinois required employees to contribute an additional 4% to the State Employee Retirement Fund in FY 2005.



STATE OF ILLINOIS  
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ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES  
For the Two Years Ended June 30, 2006

Fiscal Year 2005 (Continued)

Travel

Due to budgetary restraints, all travel was restricted to mandatory training.

Travel and allowances for committed, paroled and discharged prisoners

Effective 10/01/04, the Department began the process of liquidating the Travel and Allowance Locally Held Funds. The spend down of the Travel and Allowance cash box and checking account resulted in significant savings in FY 2005.

Printing

Prior to FY 2005, the Center processed copy paper expenditures from either Printing (1302) or Office Supplies (1304) line items. Starting FY 2005, the Center processed all expenditures for copy paper from the Printing (1302) line item.

Equipment

The Center was not allocated funds for Equipment expenditures in FY 2005.

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ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING  
For the Two Years Ended June 30, 2006

Our testing of lapse period expenditures for fiscal year ended June 30, 2006 disclosed three appropriation line items with significant (20% or more) lapse period expenditures, as scheduled below:

EXPENDITURE ITEM	Fiscal Year Ended June 30, 2006		
	TOTAL EXPENDITURES	LAPSE PERIOD EXPENDITURES	%
Travel	\$ 4,654	\$ 1,557	33%
Printing	14,649	3,181	22%
Equipment	28,808	9,134	32%

Center management provided the following explanations for the significant lapse period expenditures identified above.

Travel

The Center did not process travel vouchers for approximately 3 months while awaiting a 2% transfer allocation which was received on 8/14/06.

Printing

The Center did not process printing vouchers for approximately 3 months while awaiting a 2% transfer allocation which was received on 8/14/06.

Equipment

A supplemental equipment request for equipment items was approved in June 2006 and the order was subsequently placed. Consequently, the items and related invoice were not received and processed until the lapse period.

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ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING  
For the Two Years Ended June 30, 2006

Our testing of lapse period expenditures for fiscal year ended June 30, 2005 disclosed one appropriation line item with significant (20% or more) lapse period expenditures, as scheduled below:

EXPENDITURE ITEM	Fiscal Year Ended June 30, 2005		
	TOTAL EXPENDITURES	LAPSE PERIOD EXPENDITURES	%
Printing	\$ 19,267	\$ 7,609	39%

Center management provided the following explanation for the significant lapse period expenditures identified above.

Printing

The 2% transfer allocation was received by the Center on 8/11/05 or after the start of lapse period.

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SCHEDULE OF CHANGES IN INVENTORIES  
(NOT EXAMINED)  
Two Years Ended June 30, 2006

	Balance July 1, 2005	Additions	Deletions	Balance June 30, 2006
<b>GENERAL REVENUE FUND</b>				
General Stores	\$ 32,964	\$ 259,962	\$ 273,007	\$ 19,919
Mechanical Stores	23,068	549,004	550,573	21,499
Inmate Clothing	24,881	135,924	124,592	36,213
Officers' Clothing	711	26,041	26,259	493
Office Supplies	11,106	38,893	33,539	16,460
Kitchen	137,027	1,297,329	1,368,119	66,237
Postage	-	23,600	23,600	-
Surplus Inventory	5,146	997	6,143	-
	<u>\$ 234,903</u>	<u>\$ 2,331,750</u>	<u>\$ 2,405,832</u>	<u>\$ 160,821</u>

<b>LOCAL FUNDS</b>				
Employees' Commissary Fund	\$ 3,694	\$ 94,133	\$ 93,449	\$ 4,378
Inmates' Commissary Fund	82,898	1,375,582	1,411,025	47,455
	<u>\$ 86,592</u>	<u>\$ 1,469,715</u>	<u>\$ 1,504,474</u>	<u>\$ 51,833</u>

	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005
<b>GENERAL REVENUE FUND</b>				
General Stores	\$ 62,080	\$ 232,570	\$ 261,686	\$ 32,964
Mechanical Stores	27,630	579,781	584,343	23,068
Inmate Clothing	37,689	132,917	145,725	24,881
Officers' Clothing	253	31,088	30,630	711
Office Supplies	14,373	43,399	46,666	11,106
Kitchen	97,464	1,449,062	1,409,499	137,027
Postage	-	20,000	20,000	-
Surplus Inventory	8,276	6,625	9,755	5,146
	<u>\$ 247,765</u>	<u>\$ 2,495,442</u>	<u>\$ 2,508,304</u>	<u>\$ 234,903</u>

<b>LOCAL FUNDS</b>				
Employees' Commissary Fund	\$ 2,797	\$ 98,462	\$ 97,565	\$ 3,694
Inmates' Commissary Fund	53,519	1,289,058	1,259,679	82,898
	<u>\$ 56,316</u>	<u>\$ 1,387,520</u>	<u>\$ 1,357,244</u>	<u>\$ 86,592</u>

Note: The inventory balances at June 30 were reconciled to the records of the Center.

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CENTER FUNCTIONS AND PLANNING PROGRAM

Logan Correctional Center (Center) located in Lincoln, Illinois is an all male medium security facility of the Illinois Department of Corrections. During this two-year period, the Center had an average population of approximately 1,894 inmates.

It is the mission of the Center to protect the public from criminal offenders through a system of incarceration and supervision which securely segregates offenders from society, assures offenders of their constitutional rights and maintains programs to enhance the success of the offender's reentry into society. The Center has the dual responsibility of providing a safe, secure environment, as well as providing programs and services designed to assist inmates in reintegrating into the community upon release. Applying this purpose involves a combination of personnel and infrastructure adequate to maintain control over inmates within an adult male correctional environment. To help accomplish this, the Center provides self-improvement opportunities available through participation in various programs and leisure activities.

Long-range planning activities are primarily carried out at the Department's Central Office level. The Center's planning program focuses on the development of goals and objectives on an annual basis as documented in individual employee performance objectives and evaluations, monthly executive staff meeting minutes and quarterly budget submission, review and approval. Specific goals and objectives are developed and incorporated into annual job performance evaluations of management staff. Progress evaluation is achieved through quarterly and annual reviews conducted with Center personnel and Department officials. Monitoring and review procedures include ongoing periodic evaluations and program reviews relative to compliance with rules and directives applicable to the Center.

The Center participates in Technology System International's (TSI) inmate tracking system pilot program. Utilizing a federally funded grant, TSI has installed monitors throughout the facility that are linked to a computer system. Each inmate at the Center has been fitted with a watch-sized wrist monitor. The system is capable of tracking one or multiple inmates at all times and has resulted in a significantly more efficient investigative capabilities thereby reducing staff hours previously spent on this area. The system was installed during the previous examination cycle. Enhancements to the system during this examination period have increased savings and improved staff and inmate safety.

A new Health Care Unit has become fully operational during this two-year period. Consequently, the Center's infirmary care services have resulted in continued reduction of overtime previously expended due to security staff required to monitor inmates admitted to local community hospitals.

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CENTER FUNCTIONS AND PLANNING PROGRAM (Continued)

A new Dietary Unit was constructed during the previous examination cycle and has become operational during this two-year period. This has increased efficiency and sanitation and reduced cost for serving inmate meals. Meal cost has been reduced from \$1.15 per meal for FY 2004 to \$0.82 per meal for FY 2006. Meal serving time for the inmate population has been reduced by about an hour per meal resulting in additional savings and freeing staff for other assignments.

Sewerage reduction meter installed in the power plant and at outlets throughout the Center to more accurately measure the Center's water usage resulted in a 6% decrease in sewerage expenditures from FY 2005 to FY 2006.

School District 428 and Richland Community College create educational opportunities for the Center's inmates to participate in Adult Basic Education, GED, Special Education, Cooperative Work Training and college level academic classes.

Accomplishments and goals are designed to implement the mission statement of the Department and the Center. The Center is committed to maintaining a safe and secure environment at a time when staff and budget reductions necessitate doing more with less.

Auditors' Assessment of Center's Planning Program

The Center's planning program focuses on the development of goals and objectives on an annual basis. Long-range planning activities are primarily carried out at the Department's General Office level. Taking into consideration this management structure, the Center's goals and objectives as incorporated into annual job performance evaluations appear to represent adequate goals and objectives for carrying out the Center's functions.

Evaluation of progress is achieved through quarterly reviews conducted with Center personnel and Department officials. The Center has specific written definitions of its criteria for evaluating overall institutional performance, which includes collection of various statistical data. Monitoring and review procedures include ongoing periodic evaluations and program reviews relative to compliance with rules and directives applicable to the Center. In addition, periodic safety and health inspections are conducted by independent qualified sources.

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AVERAGE NUMBER OF EMPLOYEES

The following table, prepared from Center records, presents the average number of employees, by function, for the past three years.

	Fiscal Year		
	2006	2005	2004
Administrative	7	6	6
Business office and stores	11	12	13
Clinical services	17	15	21
Work Camp	26	27	28
Recreation	2	2	2
Maintenance/Farms	12	13	13
Utilities	9	9	8
Laundry	1	1	1
Correctional officers	250	256	264
Dietary	14	13	14
Medical/Psychiatric	11	12	13
Religion	2	2	2
Total	<u>362</u>	<u>368</u>	<u>385</u>

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EMPLOYEE OVERTIME (Not Examined)

Certain employees are eligible for overtime if the hours worked during a day exceed the employees standard work hours. Correctional Officers receive a ¼-hour of overtime for each day they stand for roll call. The roll call overtime is paid at straight time for all but Correctional Lieutenants who receive 1½ times normal pay.

Overtime is to be distributed as equally as possible among employees who normally perform the work in the position in which the overtime is needed. An employees' supervisor must approve any overtime. In most cases, except for roll call, employees are compensated at 1½ times their normal hourly rate for overtime hours worked. Employees have the opportunity to be compensated either in pay for the overtime or receive compensatory time off.

The following table, prepared from Department records present the paid overtime and earned compensatory time incurred during fiscal year 2006 and 2005.

	<u>2006</u>	<u>2005</u>
Paid overtime hours worked during fiscal year	<u>9,417</u>	<u>19,351</u>
Value of overtime hours worked during fiscal year	<u>\$ 384,246</u>	<u>\$ 693,528</u>
Compensatory hours earned during fiscal year	<u>9,872</u>	<u>13,540</u>
Value of compensatory hours earned during fiscal year	<u>\$ 251,847</u>	<u>\$ 315,667</u>
Total paid overtime hours and earned compensatory hours during fiscal year	<u>19,289</u>	<u>32,891</u>
Total value of paid overtime hours and earned compensatory hours during fiscal year	<u>\$ 636,093</u>	<u>\$ 1,009,195</u>



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INMATE COMMISSARY OPERATION

The Center operates a commissary for the benefit of the inmates. The commissary purchases goods from outside vendors and then retails the items to the inmates. The commissary purchases goods at wholesale prices where possible. Effective January 1, 2004 the Unified Code of Corrections, 730 ILCS 5/3-7-2a, was amended to change the mark-up of cost on the goods purchased for resale in the commissary. Effective January 1, 2004 the selling price for all goods shall be sufficient to cover the cost of the goods and an additional charge of up to 35% for tobacco products and up to 25% for non-tobacco products.

The financial transactions of the Inmate commissary are recorded in the Inmates' Commissary Fund. A summary of the financial activity of the Inmates' Commissary Fund for the years ended June 30, 2006 and 2005 are presented on pages 16 and 17 of this report.

As part of our testing, 10 inmate commissary products were selected and their sale price recomputed to determine compliance with the Unified Code of Corrections regarding the statutorily required mark-up. Based on results of testing, we noted that an overhead charge of 7% was added to invoiced product cost prior to the application of the 25% (35% for tobacco products) markup. As a result of the overhead charge, final selling prices averaged 34% (non-tobacco products) and 44% (tobacco products) above invoiced product costs.

SHARED RESOURCES (Not Examined)

Shared services between Logan Correctional Center and Lincoln Correctional Center are generally equitable but not practically quantifiable.

Lincoln Correctional Center provides warehouse space and electrical power for Logan's cold storage, maintains garbage compactors for shared waste disposal contract, conducts daily bank runs for both Centers, provides sewerage screen maintenance and occasionally provides maintenance staff.

Logan Correctional Center maintains the water delivery system (tower and pumps) for both Centers, provides laundry service, conducts daily mail runs for both Centers, occasionally provides maintenance staff and provides staff, fuel and vehicle(s) for weekly transfer runs to Dwight and Decatur Correctional Centers.

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COSTS PER YEAR PER INMATE (Not Examined)

Comparative costs of inmate care, prepared from Center records for the fiscal year ended June 30, are shown below:

	Fiscal Year		
	2006	2005	2004
Rated population	1,074	1,074	1,074
Inmate population (as of May 31)	1,883	1,896	1,901
Average number of inmates	1,894	1,893	1,898
Expenditures from appropriations	\$ 29,052,800	\$ 30,458,490	\$ 30,892,795
Less: equipment and capital improvements	28,808	-	77,143
Add: services provided by Lincoln Correctional Center	-	-	11,873
Net expenditures	<u>\$ 29,023,992</u>	<u>\$ 30,458,490</u>	<u>\$ 30,827,525</u>
Net inmate cost per year	<u>\$ 15,324</u>	<u>\$ 16,090</u>	<u>\$ 16,242</u>

Net expenditures for computing net inmate cost per year represent total expenditures from appropriations less equipment expenditures, add or less net service related costs provided to/from other facilities and divided by average number of inmates.

The rated population and inmate population noted above was taken from the Illinois Department of Corrections' quarterly reports to the State legislature.

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RATIO OF EMPLOYEES TO INMATES (Not Examined)

The following comparisons are prepared from Center records for the fiscal year ended June 30:

	Fiscal Year		
	2006	2005	2004
Average number of employees	362	368	385
Average number of correctional officers	250	256	272
Average number of inmates	1,894	1,893	1,898
Ratio of employees to inmates	1 to 5.23	1 to 5.14	1 to 4.93
Ratio of correctional officers to inmates	1 to 7.58	1 to 7.39	1 to 6.98

CELL SQUARE FEET PER INMATE (Not Examined)

The following comparisons are from a report issued by the Department of Corrections to the State legislature:

	Fiscal Year		
	2006	2005	2004
Approximate Square Foot Per Inmate	39	39	39

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LOGAN CORRECTIONAL CENTER  
LIMITED SCOPE COMPLIANCE EXAMINATION  
ANALYSIS OF OPERATIONS  
For the Two Years Ended June 30, 2006

FOOD SERVICES (Not Examined)

The following table, prepared from the Center records, summarizes the number of meals served and the average cost per meal.

	Fiscal Year		
	2006	2005	2004
Breakfast	320,105	310,420	310,250
Lunch	571,225	583,900	584,000
Dinner	647,877	656,730	657,000
Staff meals	73,000	73,000	109,500
Total Meals Served	<u>1,612,207</u>	<u>1,624,050</u>	<u>1,660,750</u>
Food Cost	<u>\$ 1,329,154</u>	<u>\$ 1,407,673</u>	<u>\$ 1,916,233</u>
Cost Per Meal	<u>\$ 0.82</u>	<u>\$ 0.87</u>	<u>\$ 1.15</u>

MEDICAL AND CLERGY SERVICE CONTRACTS (Not Examined)

The following table, prepared from Center records, summarizes what was paid to vendors for medical and clergy contractual services for fiscal years 2006, 2005 and 2004.

	Fiscal Year		
	2006	2005	2004
Medical Services:			
Wexford Health Sources, Inc.	\$ 1,170,048	\$ 2,392,590	\$ 2,352,864
Health Professionals, Ltd.	1,195,550	-	-
Other medical services	-	-	1,473
Total Medical Services	<u>\$ 2,365,598</u>	<u>\$ 2,392,590</u>	<u>\$ 2,354,337</u>
Clergy Services:			
Lubavitch Chabad of Illinois	\$ -	\$ 1,320	\$ 13,000
Catholic Diocese Peoria Assn.	-	4,095	-
Masjid Wali Hasan	-	8,585	-
Total Clergy Services	<u>\$ -</u>	<u>\$ 14,000</u>	<u>\$ 13,000</u>

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SERVICE EFFORTS AND ACCOMPLISHMENTS (Not Examined)

Logan Correctional Center (Center) is a Level 4 medium security adult male institution located in Lincoln, 30 miles north of Springfield. The Center occupies approximately 138 acres and was formerly an annex to the Department of Mental Health. On December 1, 1977, the department acquired the annex and the first contingent of male inmates was received on January 11, 1978. The institution is comprised of 13 separate general population living units which include one X-design unit that houses 448 inmates. The Center was utilized to house both male and female inmates from February 1987 through October 7, 2000.

*HIGHLIGHTS*

In March of 2004, the Center opened its new Health Care Unit and 15-bed infirmary enabling the facility to provide more efficient medical care for offenders and decreasing the amount of overtime previously expended by security staff needed to monitor offenders admitted to outside hospitals. This savings has carried over to the current examination period. In June 2004, the Center's new Dietary building was completed. This new Dietary was open for business by mid-July 2004 and has resulted in significant savings by shortening the time it takes to serve inmate meals. Cost per meal has decreased significantly in part due to a more efficient food preparation process. The Program Center's heating and cooling system was upgraded to an Energy Management System allowing individual offices to control their temperature throughout the building thereby lowering utility costs.

*PROGRAMS*

During FY 2005, MacMurray College and subsequently Richland Community College awarded 41 vocational certificates and 26 work training certificates. Several of the vocational classes completed projects that were donated to the community's Habitat for Humanities Program. Richland Community College offered associate degrees with two Associate in Liberal Studies degrees awarded at the June 2005 graduation ceremony. MacMurray College offered vocational opportunities and awarded an Associate of General Studies degree at the June 2005 ceremony. School District 428 awarded 174 A.B.E. certificates. Additionally, the District had a 91% GED success rate with 87 of 96 awarded.

During fiscal year 2006, Richland Community College Vocational School had 246 offenders enrolled with 88 vocational certificates awarded and 25 work training certificates awarded. The Center's construction class completed projects that were donated to the Habitat for Humanities Program. The Horticulture class grew thousands of flowers for the First Lady's Wildflower Program. During FY 2006, School District 428 at the Center continued their offering of A.B.E., G.E.D., and Special Education classes throughout the day and evening. Approximately 450 students were enrolled in these educational programs with 281 A.B.E. certificates awarded and G.E.D. success rate of 105 out of 125 (84%).

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SERVICE EFFORTS AND ACCOMPLISHMENTS (Not Examined) (Continued)

*NEW TECHNOLOGY*

In FY 2005, the Center installed a 9-camera surveillance system in the new Dietary building. The system allows staff to monitor and record inmate and staff activity from remote monitors at any time. This deterrence has improved the safety of both staff and inmates and allowed staff to more easily investigate incidents occurring during meals.

In May 2005, a Direct Digital Control HVAC system was installed in the Program Center. This new system greatly improved temperature control capability in the building resulting in significant energy savings.

In June 2005, the Center replaced the antiquated 40 horsepower electric and steam feedwater pump in the power plant. This pump was the only means of water supply to the coal and gas fired boilers. This 40 hp pump was replaced with three 7.5 hp pumps using variable drives operating at alternate run times depending on load requirements. The cost savings of electrical use reflects a payback of approximately 2.5 years with continued savings thereafter.

*FISCAL RESPONSIBILITY*

At a time of significant fiscal constraints for the State of Illinois, the Center reduced expenditures in FY 2005 by 1.4% over FY 2004 with an additional reduction of 4.6% in FY 2006. Inmate population has remained the same during this period. Savings were realized through staff attrition at a time when contract costs were increasing. Additional savings occurred by reducing expenditures on consumables, food, clothing, household items, etc. In order to achieve fiscal responsibility and comply with budget constraints, comprehensive budget analysis and reviews were conducted during each fiscal year. Additionally, a spending plan and budget variance report were compiled and submitted monthly. By increasing budgetary oversight, the Center was able to achieve its goal of reducing spending while maintaining a secure environment and providing viable programs and services for offenders.