

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

FINANCIAL AUDIT

For the Year Ended June 30, 2011

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

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

FINANCIAL AUDIT  
For the Year Ended June 30, 2011

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STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

AGENCY OFFICIALS

Secretary of State	Honorable Jesse White
Deputy Secretary of State and Chief of Staff	Thomas N. Benigno
Chief Auditor	Nancy Bowyer
General Counsel	Irene Lyons
Inspector General	Jim Burns
Accounting Revenue, Director	Carl Forn
Chief Financial Officer	Amanda Trimmer

Secretary of State offices are located throughout the State of Illinois. Secretary of State financial records are processed and maintained at the Howlett Building, Springfield, Illinois 62756. Executive offices of the Secretary of State are located at Room 213, Capitol Building, Springfield, Illinois, 62756 and Suite 5-400, 100 W. Randolph, Chicago, Illinois 60601.

## **FINANCIAL STATEMENT REPORT**

### **SUMMARY**

The audit of the accompanying financial statements of the State of Illinois, Office of the Secretary of State was performed by Sikich LLP.

Based on their audit, the auditors expressed an unqualified opinion on the agency's basic financial statements.



132 South Water Street, Suite 300 • Decatur, IL 62523

Members of American Institute of  
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Honorable William G. Holland  
Auditor General  
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the State of Illinois, Office of the Secretary of State, as of and for the year ended June 30, 2011, which collectively comprise the Office of the Secretary of State's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the State of Illinois, Office of the Secretary of State's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note 2, the financial statements of the State of Illinois, Office of the Secretary of State are intended to present the financial position and changes in financial position of only that portion of the governmental activities, each major fund, and the aggregate remaining fund information of the State that is attributable to the transactions of the State of Illinois, Office of the Secretary of State. They do not purport to, and do not, present fairly the financial position of the State of Illinois as of June 30, 2011, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the State of Illinois, Office of the Secretary of State, as of June 30, 2011, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 2, the State of Illinois, Office of the Secretary of State adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, for the year ended June 30, 2011.

In accordance with *Government Auditing Standards*, we have also issued a report dated May 15, 2012, on our consideration of the State of Illinois, Office of the Secretary of State's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The State of Illinois, Office of the Secretary of State has not presented a management's discussion and analysis and budgetary comparison information for any of its funds that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the State of Illinois, Office of the Secretary of State's basic financial statements. The accompanying supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying supplementary information, as listed in the table of contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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



Decatur, Illinois  
May 15, 2012

State of Illinois  
Office of the Secretary of State

Statement of Net Assets and Governmental Funds Balance Sheet

June 30, 2011 (Expressed in Thousands)

	General Fund	Road Fund	State Construction Account 0902	Other Nonmajor Funds	Total Governmental Funds	Adjustments	Statement of Net Assets
<b>ASSETS</b>							
Unexpended appropriations	\$ 32,963	\$ 100	\$ -	\$ 132	\$ 33,195	\$ -	\$ 33,195
Cash equity with State Treasurer	63,226	25,499	70,124	105,805	264,654	-	264,654
Cash and cash equivalents	88	-	-	7	95	-	95
Securities lending collateral of State Treasurer	-	-	-	6,669	6,669	-	6,669
Taxes receivable, net	2,052	-	-	-	2,052	-	2,052
Intergovernmental receivables, net	-	-	-	1,280	1,280	-	1,280
Other receivables, net	128	4,206	2,470	45	6,849	-	6,849
Due from other State funds	-	-	-	8,225	8,225	-	8,225
Due from other Office funds	319	-	-	99	418	(418)	-
Inventories	-	-	-	4,792	4,792	-	4,792
Prepaid expenses	-	-	-	-	-	4,434	4,434
Capital assets not being depreciated	-	-	-	-	-	6,707	6,707
Capital assets being depreciated, net	-	-	-	-	-	174,489	174,489
<b>Total assets</b>	<b>\$ 98,776</b>	<b>\$ 29,805</b>	<b>\$ 72,594</b>	<b>\$ 127,054</b>	<b>\$ 328,229</b>	<b>\$ 185,212</b>	<b>\$ 513,441</b>
<b>LIABILITIES</b>							
Accounts payable and accrued liabilities	\$ 21,101	\$ -	\$ -	\$ 3,569	\$ 24,670	\$ -	\$ 24,670
Intergovernmental payables	24,758	-	-	254	25,012	-	25,012
Due to other State fiduciary funds	204	-	-	6	210	-	210
Due to other Office funds	-	-	-	418	418	(418)	-
Due to State funds	1,844	-	-	129	1,973	-	1,973
Due to State of Illinois component units	45	-	-	227	272	-	272
Unavailable revenue	-	-	-	739	739	(739)	-
Unearned revenue	4,241	10,573	6,098	208	21,120	-	21,120
Obligations under securities lending of State Treasurer	-	-	-	6,669	6,669	-	6,669
Long-term obligations:							
Due within one year	-	-	-	-	-	3,197	3,197
Due subsequent to one year	-	-	-	-	-	19,022	19,022
<b>Total liabilities</b>	<b>\$ 52,193</b>	<b>\$ 10,573</b>	<b>\$ 6,098</b>	<b>\$ 12,219</b>	<b>\$ 81,083</b>	<b>\$ 21,062</b>	<b>\$ 102,145</b>
<b>FUND BALANCES/NET ASSETS</b>							
Nonspendable:							
Inventories	-	-	-	4,792	4,792	(4,792)	-
Restricted for:							
General government	15	-	-	3,320	3,335	(3,335)	-
Committed to:							
General government	2,282	19,232	66,496	104,730	192,740	(192,740)	-
Assigned to:							
General government	-	-	-	1,020	1,020	(1,020)	-
Unassigned	44,286	-	-	973	45,259	(45,259)	-
Invested in capital assets, net of related debt	-	-	-	-	-	181,196	181,196
Restricted assets	-	-	-	-	-	12,546	12,546
Unrestricted net assets	46,583	19,232	66,496	114,835	247,146	217,554	217,554
<b>Total fund balances/net assets</b>	<b>\$ 98,776</b>	<b>\$ 29,805</b>	<b>\$ 72,594</b>	<b>\$ 127,054</b>	<b>\$ 328,229</b>	<b>\$ 164,150</b>	<b>\$ 411,296</b>
<b>Total liabilities and fund balances</b>							

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

**State of Illinois**  
**Office of the Secretary of State**  
**Reconciliation of Governmental Funds Balance Sheet**  
**to Statement of Net Assets**  
**June 30, 2011**  
**(Expressed in Thousands)**

<b>Total fund balances-governmental funds</b>	\$	247,146
<p>Amounts reported for governmental activities in the Statement of Net Assets are different because:</p>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		181,196
Prepaid expenses for governmental activities are current uses of financial resources for funds.		4,434
Revenues in the Statement of Activities that do not provide current financial resources are deferred in the funds.		739
Some liabilities reported in the Statement of Net Assets do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds. These liabilities consist of:		
Compensated absences		(22,219)
<b>Net assets of governmental activities</b>	<b>\$</b>	<b>411,296</b>

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



*State of Illinois  
Office of the Secretary of State*

**Statement of Activities and Governmental Revenues,  
Expenditures and Changes in Fund Balances**

For the Year Ended June 30, 2011 (Expressed in Thousands)

	General Fund	Road Fund	State Construction Account 0902	Other Nonmajor Funds	Total Governmental Funds	Adjustments	Statement of Activities
Expenditures/expenses:							
General government	\$ 277,038	-	\$ -	\$ 69,015	\$ 346,053	\$ 13,623	\$ 359,676
Capital outlays	1,924	-	-	504	2,428	(2,428)	-
<b>Total expenditures/expenses</b>	<u>278,962</u>	<u>-</u>	<u>-</u>	<u>69,519</u>	<u>348,481</u>	<u>11,195</u>	<u>359,676</u>
Program revenues:							
Charges for services:							
Licenses and fees	525,492	843,856	461,734	86,278	1,917,360	(1,018)	1,916,342
Other	13	1	-	108	122	(1)	121
Total charges for services	<u>525,505</u>	<u>843,857</u>	<u>461,734</u>	<u>86,386</u>	<u>1,917,482</u>	<u>(1,019)</u>	<u>1,916,463</u>
Operating grant revenue:							
Federal	38	-	-	6,016	6,054	462	6,516
Other	-	-	-	500	500	-	500
Total operating grant revenue	<u>38</u>	<u>-</u>	<u>-</u>	<u>6,516</u>	<u>6,554</u>	<u>462</u>	<u>7,016</u>
<b>Net program revenues</b>	<u>246,581</u>	<u>843,857</u>	<u>461,734</u>	<u>23,383</u>	<u>1,575,555</u>	<u>(11,752)</u>	<u>1,563,803</u>
General revenues:							
Interest and investment income	-	-	-	92	92	-	92
Other taxes	210,431	-	-	-	210,431	-	210,431
Other	263	-	-	6,379	6,642	-	6,642
<b>Total general revenues</b>	<u>210,694</u>	<u>-</u>	<u>-</u>	<u>6,471</u>	<u>217,165</u>	<u>-</u>	<u>217,165</u>
Other sources (uses):							
Appropriations from State resources	260,277	2,284	-	7,155	269,716	-	269,716
Lapsed appropriations	(981)	(1)	-	(2,398)	(3,380)	-	(3,380)
Receipts collected and transmitted to State Treasury	(732,768)	(833,210)	(460,988)	(18,564)	(2,045,530)	-	(2,045,530)
Reappropriations to Future Year(s)	-	-	-	11	11	-	11
Capital transfers from other State agencies	-	-	-	-	-	3,544	3,544
Amount of SAMS transfers-in	(1,354)	-	-	-	(1,354)	-	(1,354)
Amount of SAMS transfers-out	19,162	-	-	-	19,162	-	19,162
Transfers-in	100	-	-	7,862	7,962	(7,887)	75
Transfers-out	(3,000)	-	-	(4,889)	(7,889)	7,887	(2)
<b>Total other sources (uses)</b>	<u>(458,564)</u>	<u>(830,927)</u>	<u>(460,988)</u>	<u>(10,823)</u>	<u>(1,761,302)</u>	<u>3,544</u>	<u>(1,757,758)</u>
Change in fund balance/net assets	(1,289)	12,930	746	19,031	31,418	(8,208)	23,210
Fund balance/net assets, July 1, 2010	47,872	6,302	65,750	95,834	215,758	172,328	388,086
Increase (decrease) for changes in inventories	-	-	-	(30)	(30)	30	-
Fund balance/net assets, June 30, 2011	\$ 46,583	\$ 19,232	\$ 66,496	\$ 114,835	\$ 247,146	\$ 164,150	\$ 411,296

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

**State of Illinois**  
**Office of the Secretary of State**  
**Reconciliation of Statement of Revenues, Expenditures and Changes in**  
**Fund Balances of Governmental Funds to Statement of Activities**  
**For the Year Ended June 30, 2011**  
**(Expressed in Thousands)**

<b>Net change in fund balances</b>	\$	31,418
Change in inventories		(30)
	\$	<u>31,388</u>
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets. This is the amount by which depreciation in the current period exceeded capital outlays.		(12,748)
Some capital assets were transferred in from other State agencies and therefore, were received at no cost.		3,544
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. This amount represents the decrease in unavailable revenue over the prior year.		(557)
Prepaid expenses in the Statement of Activities are not reported as expenses in governmental funds. This amount represents the increase in prepaid expenses over the prior year.		1,625
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. Below are such activities:		
Increase in compensated absences obligation		<u>(42)</u>
 <b>Change in net assets of governmental activities</b>	 \$	 <u><u>23,210</u></u>

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

*State of Illinois*  
*Office of the Secretary of State*

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**Statement of Fiduciary Net Assets**

June 30, 2011 (Expressed in Thousands)

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash equity with State Treasurer	\$ 6,294
Cash and cash equivalents	136
Investments	829
<b>Total assets</b>	<u>\$ 7,259</u>
<b>LIABILITIES</b>	
Other liabilities	\$ 7,259
<b>Total liabilities</b>	<u>\$ 7,259</u>

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

**STATE OF ILLINOIS**  
**OFFICE OF THE SECRETARY OF STATE**

Notes to Financial Statements

June 30, 2011

**(1) Organization**

The Office of the Secretary of State (the Office) is a part of the executive branch of government of the State of Illinois (State) and operates under the authority of and review by the Illinois General Assembly. The Office operates under a budget approved by the General Assembly in which resources primarily from the General Revenue Fund are appropriated for the use of the Office. Activities of the Office are subject to the authority of the Office of the Governor, the State's chief executive officer, and other departments of the executive and legislative branches of government (such as the Department of Central Management Services, the Governor's Office of Management and Budget, the State Treasurer's Office, and the State Comptroller's Office) as defined by the Illinois General Assembly. All funds appropriated to the Office and all other cash received are under the custody and control of the State Treasurer, with the exception of the Secretary of State Antique Vehicle Show fund, a nonmajor special governmental fund, the Go-Back Fund and the Safekeeping Fund, fiduciary funds, and the Special Advance Fund, a subaccount of the General Revenue Fund, which are all locally held funds, and various petty cash funds, which are under the direct control of the Office.

The Office has a broad range of responsibilities for the maintenance of official records of the acts of the General Assembly and of the Executive Branch as provided by law as well as to perform other duties as may be prescribed by law, including administration of the Illinois Vehicle Code. The Office is organized into twenty-five departments under three broad operating divisions to carry out its responsibilities. The operating divisions of the Office are the Executive, General and Administrative, and Motor Vehicle divisions.

**(2) Summary of Significant Accounting Policies**

The financial statements of the Office have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as prescribed by the Governmental Accounting Standards Board (GASB). To facilitate the understanding of data included in the financial statements, summarized below are the more significant accounting policies.

**(a) Financial Reporting Entity**

As defined by GAAP, the financial reporting entity consists of a primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as:

- 1) Appointment of a voting majority of the component unit's board and either (a) the primary government's ability to impose its will, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- 2) Fiscal dependency on the primary government.

Based upon the required criteria, the Office has no component units and is not a component unit of any other entity. However, because the Office is not legally separate from the State of Illinois, the financial statements of the Office are included in the financial statements of the

**STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE**

Notes to Financial Statements

June 30, 2011

State of Illinois. The State of Illinois' Comprehensive Annual Financial Report may be obtained by writing to the State Comptroller's Office, Division of Financial Reporting, 325 West Adams Street, Springfield, Illinois, 62704-1871.

**(b) Basis of Presentation**

The financial statements of the State of Illinois, Office of the Secretary of State, are intended to present the financial position and the changes in financial position of only that portion of the governmental activities, each major fund of the State of Illinois, and the aggregate remaining fund information of the State of Illinois that is attributable to the transactions of the Office. They do not purport to, and do not, present fairly the financial position of the State of Illinois as of June 30, 2011 and the changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The financial activities of the Office, which consist only of governmental activities, are reported under the general government function in the State of Illinois' Comprehensive Annual Financial Report. For reporting purposes, the Office has combined the fund and government-wide financial statements using a columnar format that reconciles individual line items of fund financial data to government-wide data in a separate column. A brief description of the Office's government-wide and fund financial statements is as follows:

**Government-wide Statements.** The government-wide statement of net assets and statement of activities report the overall financial activity of the Office, excluding fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities of the Office. The financial activities of the Office consist only of governmental activities, which are primarily supported by taxes, charges for services, and other nonexchange transactions.

The statement of net assets presents the assets and liabilities of the Office's governmental activities with the difference being reported as net assets. The assets and liabilities are presented in order of their relative liquidity by class of asset or liability with liabilities whose average maturities are greater than one year reported in two components - the amount due within one year and the amount due in more than one year.

The statement of activities presents a comparison between direct expenses and program revenues for the general government function of the Office's governmental activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

**Fund Financial Statements.** The fund financial statements provide information about the Office's funds, including fiduciary funds. Separate statements for each fund category - governmental and fiduciary - are presented. The emphasis on fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

**STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE**

Notes to Financial Statements

June 30, 2011

The Office administers the following major governmental funds (or portions thereof in the case of shared funds – see the State of Illinois' Comprehensive Annual Financial Report:

**General** – This is the State's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The services which are administered by the Office and accounted for in the general fund include, among others, the operations of various Executive and General and Administrative departments throughout the Office. Certain resources obtained from federal grants and used to support general governmental activities are accounted for in the General Fund consistent with applicable legal requirements. The Office's portion of the General Fund is composed of two primary sub-accounts (General Revenue and Common School) and four secondary sub-accounts (Live and Learn, Corporate Franchise Tax Refund, Capital Projects and Special Advance).

**Road** – This fund accounts for the activities of the State highway programs including highway maintenance and construction, traffic control and safety, and administering motor vehicle laws and regulations. Funding sources include federal aid, State motor fuel taxes and various license and fee charges.

**State Construction Account** – This fund accounts for the construction, reconstruction, and maintenance of the State maintained highway system. Funding sources include a portion of motor vehicle registration fees, weight taxes, and transfers from the Motor Fuel Tax Fund.

Additionally, the Office administers the following fund types:

**Governmental Funds:**

**Special Revenue** – These funds account for resources obtained from specific revenue sources that are legally restricted to expenditures for specified purposes. Special revenue funds account for, among other things, federal grant programs, taxes levied with statutorily defined distributions and other resources restricted as to purpose.

**Debt Service** – These funds account for governmental resources obtained and accumulated to pay interest and principal on general long-term debt (other than capital leases, workers' compensation and unfunded retirement costs).

**Capital Projects** – These funds account for resources obtained and used for the acquisition or construction of major capital facilities. Such resources are derived principally from proceeds of general and special obligation bond issues and certificates of participation.

**Fiduciary Funds:**

**Agency** – These funds account for the following activities in which the Office acts in the capacity of an agent and distributes any revenue collected to other governmental units or designated beneficiaries: collection of registration fees from truckers of other states and disbursement of funds to other states under reciprocity agreements; collection of deposits from uninsured motorists as proof of financial responsibility and reimbursement of those

**STATE OF ILLINOIS**  
**OFFICE OF THE SECRETARY OF STATE**

Notes to Financial Statements

June 30, 2011

funds in the absence of a court judgment; and the repayment of fees collected by the Office in excess of the required fees.

**(c) *Measurement Focus and Basis of Accounting***

The government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the Office gives (or receives) value without directly receiving (or giving) equal value in exchange, include corporate taxes and intergovernmental grants. Revenue from grants, entitlements, and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the State considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, principal and interest on formal debt issues, claims and judgments, and compensated absences are recorded only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Significant revenue sources which are susceptible to accrual include corporate taxes and certain fees. All other revenue sources including licenses, fines, and certain fees, are considered to be measurable and available only when cash is received.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

**(d) *Shared Fund Presentation***

The financial statement presentation for the General Revenue Account, Common School Account and Capital Projects Account of the General Fund and the Road Fund, Motor Fuel Tax Fund, Drivers Education Fund, General Obligation Bond Retirement and Interest Fund, Capital Development Fund, State College and University Trust Fund, Alternative Fuels Fund, Off Highway Vehicle Trails Fund, State Parking Facility Maintenance Fund, Cycle Rider Safety Training Fund, Vehicle Inspection Fund, and State Construction Account Fund represents only the portion of the shared fund that can be directly attributed to the operations of the Office. Financial statements for total fund operations of the shared State funds are presented in the State of Illinois' Comprehensive Annual Financial Report.

**STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE**

Notes to Financial Statements

June 30, 2011

In presenting these financial statements, certain unique accounts are used for the presentation of shared funds. The following accounts are used in these financial statements to present the Office's portion of shared funds:

Unexpended Appropriations

This "asset" account represents lapse period warrants issued between July and December for fiscal year 2011 in accordance with the Statewide Accounting Management System (SAMS) records plus any liabilities relating to obligations re-appropriated to the subsequent fiscal year.

Appropriations from State Resources

This "other financing source" account represents the final legally adopted appropriation according to SAMS records.

Reappropriations to Future Year(s)

This contra revenue account reduces current year appropriations by the amount of the reappropriation to reflect the State's realignment of the budgetary needs to the subsequent year and avoid double counting of a portion of the appropriation in more than one fiscal year.

Lapsed Appropriations

Lapsed appropriations are the legally adopted appropriations less net warrants issued during the 18 month period from July to December of the following year and re-appropriations to subsequent years according to SAMS records.

Receipts Collected and Transmitted to State Treasury

This "other financing use" account represents all cash receipts received during the fiscal year from SAMS records.

Amount of SAMS Transfers-In

This "other financing use" account represents cash transfers made by the Office of the Comptroller in accordance with statutory provisions to the corresponding fund during the fiscal year per SAMS records in which the Office did not make a deposit into the State Treasury.

Amount of SAMS Transfers-Out

This "other financing source" account represents cash transfers made by the Office of the Comptroller in accordance with statutory provision from the corresponding fund during the fiscal year per SAMS records in which a legally adopted appropriation was not charged.



**STATE OF ILLINOIS**  
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**(e) Eliminations**

Eliminations have been made in the government-wide statement of net assets to minimize the “grossing-up” effect on assets and liabilities within the governmental activities column of the Office. As a result, amounts reported in the governmental funds balance sheet as interdepartmental interfund receivables and payables have been eliminated in the government-wide statement of net assets. Amounts reported in the governmental funds balance sheet as receivable from or payable to fiduciary funds have been included in the government-wide statement of net assets as receivable from and payable to external parties, rather than as internal balances.

**(f) Cash and Cash Equivalents**

Cash equivalents are defined as short-term, highly liquid investments readily convertible to cash with maturities of less than 90 days at the time of purchase. Cash and cash equivalents consist of cash on hand and cash in banks for locally held funds.

**(g) Inventories**

Inventories, consisting primarily of license plates, are valued at cost, principally on the first-in, first-out (FIFO) method. The cost of inventories is recognized as expenditures when purchased. Significant inventories balances in governmental funds are reported on the balance sheet.

**(h) Interfund Transactions**

The Office has the following types of interfund transactions between Office funds and funds of other State agencies:

***Services provided and used***—sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as interfund receivables and payables in the governmental fund balance sheets or the government-wide statements of net assets.

***Reimbursements***—repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

***Transfers***—flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.

The Office also has activity with various component units of the State of Illinois for professional services received and payments of State and Federal programs.

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**(i) Capital Assets**

Capital assets, which include property, plant, equipment and software are reported at cost or estimated historical cost based on appraisals. Contributed assets are reported at estimated fair value at the time received. Capital assets are depreciated or amortized using the straight-line method.

Capitalization thresholds and the estimated useful lives are as follows:

Capital Asset Category	Capitalization Threshold	Estimated Useful Life (in Years)
Land	\$100,000	N/A
Land Improvements	25,000	N/A
Site Improvements	25,000	5-20
Buildings	100,000	30-75
Building Improvements	25,000	10-25
Equipment	5,000	3-10
Software	25,000	3-10
Works of Art, Historical Treasures	5,000	N/A

**(j) Compensated Absences**

The liability for compensated absences reported in the government-wide statement of net assets consists of unpaid, accumulated vacation and sick leave balances for Office employees. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. The liability has been calculated based on the employees' current salary level and includes salary related costs (e.g., Social Security and Medicare taxes).

Legislation that became effective January 1, 1998 capped the paid sick leave for all State Employees' Retirement System members at December 31, 1997. Employees continue to accrue twelve sick days per year, but will not receive monetary compensation for any additional time earned after December 31, 1997. Sick days earned between 1984 and December 31, 1997 (with a 50% cash value) would only be used after all days with no cash value are depleted. Any sick days earned and unused after December 31, 1997 will be converted to service time for purposes of calculating employee pension benefits.

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**(k) Fund Balances**

Fund balance is divided into five classifications based primarily on the extent to which the Office is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable – The nonspendable fund balance category includes amounts that cannot be spent because they are not in a spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash.

Restricted – Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation.

Committed – The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action of the State legislature and signed into law by the governor. Those committed amounts cannot be used for any other purpose unless the State legislature and governor removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process.

Assigned – Amounts in the assigned fund balance classification are intended to be used by the Office for specific purposes but do not meet the criteria to be classified as restricted or committed. In the General Fund, assigned amounts represent intended uses established by the State legislature.

Unassigned – The unassigned fund balance classification is the residual classification for the government’s general fund and includes all spendable amounts not contained in the other classifications.

The Office applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

**(l) Net Assets**

In the government-wide statement of net assets, equity is displayed in three components as follows:

***Invested in Capital Assets, Net of Related Debt*** – This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

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***Restricted*** – This consists of net assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, generally it is the State’s policy to use restricted resources first, then unrestricted resources when they are needed.

***Unrestricted*** – This consists of net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

***(m) Use of Estimates***

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

***(n) New Accounting Pronouncements***

Effective for the year ending June 30, 2011 the Office adopted GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, which establishes fund balance classifications and clarifies the definitions of fund types.

**(3) Deposits and Investments**

***(a) Deposits***

The State Treasurer is the custodian of the State’s deposits and investments for funds maintained in the State Treasury. The Office independently manages deposits and investments maintained outside the State Treasury.

Deposits in the custody of the State Treasurer are pooled and invested with other State funds in accordance with the Deposit of State Moneys Act of the Illinois Compiled Statutes (15 ILCS 520/11). Funds held by the State Treasurer have not been categorized as to credit risk because the Office does not own individual securities. Detail on the nature of these deposits and investments is available within the State of Illinois’ Comprehensive Annual Financial Report.

Deposits for locally-held funds of governmental activities had a carrying amount and a bank balance of \$16 thousand at June 30, 2011. Deposits of locally-held funds of fiduciary funds had a carrying amount and a bank balance of \$913 thousand at June 30, 2011.

Cash on hand totaled \$79 thousand at June 30, 2011.

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**(b) Investments**

As of June 30, 2011, the Office had the following investments outside of the State Treasury:

<i><b>Fiduciary Funds</b></i>	<b>Fair Value (Thousands)</b>	<b>Weighted Average Maturity (Years)</b>
U.S Treasury Notes	\$ 50	2.88
Danaher Corporation Common Stock	2	N/A
	\$ 52	

On the fiduciary statement of net assets, the Office has an additional amount of \$777 thousand in certificates of deposit which are recorded as investments since their maturity dates were greater than 90 days at the time of purchase.

**Interest Rate Risk:** The Office does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**(c) Securities Lending Collateral**

Under the authority of the Treasurer’s published investment policy that was developed in accordance with the State statute, the State Treasurer lends securities to broker-dealers and other entities for collateral that will be returned for the same securities in the future. The State Treasurer has, through a Securities Lending Agreement, authorized Deutsche Bank Group to lend the State Treasurer’s securities to broker-dealers and banks pursuant to a form of loan agreement.

During fiscal years 2011 and 2010, Deutsche Bank Group lent U.S. Agency Securities, U.S. Treasury Bills, and U.S. Agency Discount Notes and received as collateral U.S. dollar denominated cash. Borrowers were required to deliver collateral for each loan equal to at least 100% of the aggregate fair value of the loaned securities. Loans are marked to market daily. If the fair value of collateral falls below 100%, the borrower must provide additional collateral to raise the fair value to 100%.

The State Treasurer did not impose any restrictions during the fiscal year on the amount of the loans of available, eligible securities. In the event of borrower default, Deutsche Bank Group provides the State Treasurer with counterparty default indemnification. In addition, Deutsche Bank Group is obligated to indemnify the State Treasurer if Deutsche Bank Group loses any securities, collateral or investments of the State Treasurer in Deutsche Bank Group’s custody. Moreover, there were no losses during the fiscal year resulting from a default of the borrowers or Deutsche Bank Group.

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During the fiscal year, the State Treasurer and the borrowers maintained the right to terminate all securities lending transactions on demand. The cash collateral received on each loan was invested in repurchase agreements with approved counterparties collateralized with securities approved by Deutsche Bank Group and marked to market daily at no less than 102%. Because the loans are terminable at will, their duration did not generally match the duration of the investments made with cash collateral. The State Treasurer had no credit risk as a result of its securities lending program as the collateral held exceeded the fair value of the securities lent.

In accordance with GASB Statement No. 28, paragraph 9, the Office of the State Treasurer has allocated the assets and obligations at June 30, 2011 arising from securities lending agreements to the various funds of the State. The total allocated to the Office of the Secretary of State was \$6.669 million at June 30, 2011.

**(4) Taxes and other Receivables**

Taxes and other receivables (amounts expressed in thousands) at June 30, 2011 are as follows:

	Governmental Activities				Total
	General Fund	Road Fund	State Construction Account	Nonmajor Governmental Funds	
Taxes receivable:					
Other	\$ 2,367	\$ -	\$ -	\$ -	\$ 2,367
Less: allowance for uncollectible amounts	(315)	-	-	-	(315)
Total taxes receivable, net	<u>\$ 2,052</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,052</u>
Other receivables:					
Licenses and fees receivable	\$ 348	\$ 5,353	\$ 3,144	\$ 568	\$ 9,413
Less: allowance for uncollectible amounts	(220)	(1,147)	(674)	(531)	(2,572)
Licenses and fees receivable, net	<u>128</u>	<u>4,206</u>	<u>2,470</u>	<u>37</u>	<u>6,841</u>
Interest and other investment income	-	-	-	8	8
Total other receivables, net	<u>\$ 128</u>	<u>\$ 4,206</u>	<u>\$ 2,470</u>	<u>\$ 45</u>	<u>\$ 6,849</u>

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**(5) Interfund Balances and Activity**

**(a) Balances Due to/from Other Funds**

The following balances (amounts expressed in thousands) at June 30, 2011 represent amounts due from other Office and State of Illinois funds.

<u>Fund</u>	<u>Due from</u>		<u>Description/Purpose</u>
	<u>Other Office Funds</u>	<u>Other State Funds</u>	
General	\$ 319	\$ -	Due from other Office funds for transfers of excess balances and repayment from various grant activity.
Nonmajor governmental funds	99	8,225	Due from other State funds for interfund borrowing, protested receipts and repayment from various grant activity; from other Office funds for repayment of various grant activity.
	<u>\$ 418</u>	<u>\$ 8,225</u>	

The following balances (amounts expressed in thousands) at June 30, 2011 represent amounts due to other Office and State of Illinois funds.

<u>Fund</u>	<u>Due to</u>			<u>Description/Purpose</u>
	<u>Other Office Funds</u>	<u>Other State Funds</u>	<u>Other State Fiduciary Funds</u>	
General	\$ -	\$ 1,844	\$ 204	Due to other State funds for purchases of services and to other State fiduciary funds for payment of retirement costs.
Nonmajor governmental funds	418	129	6	Due to other Office Funds for transfers of excess balances and repayment of grant activity; to other State funds for statutorily required transfers and purchases of services; and to other State fiduciary funds for payment of retirement costs.
	<u>\$ 418</u>	<u>\$ 1,973</u>	<u>\$ 210</u>	

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Notes to Financial Statements

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**(b) Transfers to/from Other Funds**

Interfund transfers in (amounts expressed in thousands) for the year ended June 30, 2011, were as follows:

<u>Fund</u>	<u>Transfers in from</u>		<u>Description/Purpose</u>
	<u>Other Office Funds</u>	<u>Other State Funds</u>	
General	\$ 100	\$ -	Transfer from other Office funds of excess balances.
Nonmajor governmental funds	7,787	75	Transfer from other Office funds and other State funds pursuant to State statute.
	<u>\$ 7,887</u>	<u>\$ 75</u>	

Interfund transfers out (amounts expressed in thousands) for the year ended June 30, 2011, were as follows:

<u>Fund</u>	<u>Transfers out to</u>		<u>Description/Purpose</u>
	<u>Other Office Funds</u>	<u>Other State Funds</u>	
General	\$ 3,000	\$ -	Transfer to other Office funds pursuant to State statute.
Nonmajor governmental funds	4,887	2	Transfer to other Office funds and other State funds pursuant to State statute.
	<u>\$ 7,887</u>	<u>\$ 2</u>	



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June 30, 2011

*(c) Balances Due from/to State of Illinois Component Units*

The following balances (amounts expressed in thousands) at June 30, 2011 represent amounts due to State of Illinois Component Units for reimbursement of expenses incurred.

<u>Due to Component Units</u>	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>
Toll Highway Authority	\$ 3	\$ -
Eastern Illinois University	4	-
Northeastern Illinois University	5	-
Western Illinois University	2	-
Illinois State University	4	-
Northern Illinois University	3	-
Southern Illinois University	5	-
University of Illinois	19	227
	<u>\$ 45</u>	<u>\$ 227</u>

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Notes to Financial Statements

June 30, 2011

**(6) Capital Assets**

Capital asset activity (amounts expressed in thousands) for the year ended June 30, 2011 was as follows:

	<u>Balance June 30, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Net Transfers</u>	<u>Balance June 30, 2011</u>
<b>Governmental activities:</b>					
Capital assets not being depreciated:					
Land and land improvements	\$ 6,588	\$ 18	\$ -	\$ 1	\$ 6,607
Historical treasures & works of art	100	-	-	-	100
Total capital assets not being depreciated	<u>6,688</u>	<u>18</u>	<u>-</u>	<u>1</u>	<u>6,707</u>
Capital assets being depreciated:					
Buildings and building improvements	418,234	542	-	3,614	422,390
Equipment	50,467	1,868	1,714	315	50,936
Software	29	-	-	-	29
Total capital assets being depreciated	<u>468,730</u>	<u>2,410</u>	<u>1,714</u>	<u>3,929</u>	<u>473,355</u>
Less accumulated depreciation/amortization:					
Buildings and building improvements	238,032	13,354	-	84	251,470
Equipment	46,985	1,801	1,702	302	47,386
Software	1	9	-	-	10
Total accumulated depreciation/amortization	<u>285,018</u>	<u>15,164</u>	<u>1,702</u>	<u>386</u>	<u>298,866</u>
Total capital assets being depreciated/amortized, net	<u>183,712</u>	<u>(12,754)</u>	<u>12</u>	<u>3,543</u>	<u>174,489</u>
Governmental activity capital assets, net	<u>\$ 190,400</u>	<u>\$ (12,736)</u>	<u>\$ 12</u>	<u>\$ 3,544</u>	<u>\$ 181,196</u>

Depreciation and amortization expense for governmental activities (amounts expressed in thousands) for the year ended June 30, 2011 was charged as follows:

General government \$ 15,164

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Notes to Financial Statements

June 30, 2011

**(7) Changes in Long-Term Obligations**

Changes in long-term obligations (amounts expressed in thousands) for the year ended June 30, 2011 were as follows:

	<b>Balance July 1, 2010</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance June 30, 2011</b>	<b>Amounts Due Within One Year</b>
<b>Governmental activities:</b>					
Compensated absences	\$ 22,177	\$ 15,864	\$ 15,822	\$ 22,219	\$ 3,197
<b>Total governmental activities</b>	<b>\$ 22,177</b>	<b>\$ 15,864</b>	<b>\$ 15,822</b>	<b>\$ 22,219</b>	<b>\$ 3,197</b>

**(8) Pension Plan**

Substantially all of the Office's full-time employees who are not eligible for participation in another state-sponsored retirement plan participate in the State Employees' Retirement System (SERS), which is a pension trust fund in the State of Illinois reporting entity. The SERS is a single-employer defined benefit public employee retirement system (PERS) in which State employees participate, except those covered by the State Universities, Teachers', General Assembly, and Judges' Retirement Systems. The financial position and results of operations of the SERS for fiscal year 2011 are included in the State of Illinois' Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2011. The SERS issues a separate CAFR that may be obtained by writing to the SERS, 2101 South Veterans Parkway, Springfield, Illinois, 62794-9255.

A summary of SERS benefit provisions, changes in benefit provisions, employee eligibility requirements including eligibility for vesting, and the authority under which benefit provisions are established are included as an integral part of the SERS' CAFR. Also included is a discussion of employer and employee obligations to contribute and the authority under which those obligations are established.

The Office pays employer retirement contributions based upon an actuarially determined percentage of their payrolls. For fiscal year 2011, the employer contribution rate was 27.988%. Effective for pay periods beginning after December 31, 1991, the State opted to pay the employee portion of retirement for most State agencies (including the Office) with employees covered by the State Employees' and Teachers' Retirement Systems. However, effective with the fiscal year 2004 budget, the State opted to stop paying the portion or a part of the portion of retirement for many State agencies (including the Office) for certain classes of employees covered by the State Employees' and Teachers' Retirement Systems. The pickup, when applicable, is subject to sufficient annual appropriations and those employees covered may vary across employee groups and State agencies.

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June 30, 2011

**(9) Post-employment Benefits**

The State provides health, dental, vision, and life insurance benefits for retirees and their dependents in a program administered by the Department of Healthcare and Family Services along with the Department of Central Management Services. Substantially all State employees become eligible for post-employment benefits if they eventually become annuitants of one of the State sponsored pension plans. Health, dental, and vision benefits include basic benefits for annuitants and dependents under the State's self-insurance plan and insurance contracts currently in force. Annuitants may be required to contribute towards health, dental, and vision benefits with the amount based on factors such as date of retirement, years of credited service with the State, whether the annuitant is covered by Medicare, and whether the annuitant has chosen a managed health care plan. Annuitants who retired prior to January 1, 1998, and who are vested in the State Employee's Retirement System do not contribute towards health, dental, and vision benefits. For annuitants who retired on or after January 1, 1998, the annuitant's contribution amount is reduced five percent for each year of credited service with the State allowing those annuitants with twenty or more years of credited service to not have to contribute towards health, dental, and vision benefits. Annuitants also receive life insurance coverage equal to the annual salary of the last day of employment until age 60, at which time the benefit becomes \$5,000.

The total cost of the State's portion of health, dental, vision, and life insurance benefits of all members, including post-employment health, dental, vision, and life insurance benefits, is recognized as an expense by the State in the Illinois Comprehensive Annual Financial Report. The State finances the costs on a pay-as-you-go basis. The total costs incurred for health, dental, vision, and life insurance benefits are not separated by department or component unit for annuitants and their dependents nor active employees and their dependents.

A summary of post-employment benefit provisions, changes in benefit provisions, employee eligibility requirements including eligibility for vesting, and the authority under which benefit provisions are established are included as an integral part of the financial statements of the Department of Healthcare and Family Services. A copy of the financial statements of the Department of Healthcare and Family Services may be obtained by writing to the Department of Healthcare and Family Services, 201 South Grand Ave., Springfield, Illinois, 62763-3838.

**(10) Risk Management**

The Office is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; workers compensation and natural disasters. The State retains the risk of loss (i.e. self insured) for these risks.

**(11) Commitments and Contingencies**

**(a) Operating leases**

The Office leases certain office facilities and equipment under the terms of noncancelable operating lease agreements that require the Office to make minimum lease payments plus pay a pro rata share of certain operating costs. Rent expense under operating leases was \$13.676 million for the year ended June 30, 2011.

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The following is a schedule of future minimum lease payments under the operating lease (amounts expressed in thousands):

<u>Year ending June 30,</u>	<u>Amount</u>
2012	\$ 7,736
2013	6,169
2014	4,583
2015	3,023
2016	2,103
2017-2021	<u>2,658</u>
	\$ <u>26,272</u>

**(b) Federal Funding**

The Office receives federal grants which are subject to review and audit by federal grantor agencies. Certain costs could be questioned as not being an eligible expenditure under the terms of the grants. At June 30, 2011, there were no material questioned costs that have not been resolved with the federal awarding agencies. However, questioned costs could still be identified during audits to be conducted in the future. Management of the Office believes there will be no material adjustments to the federal grants and, accordingly, has not recorded a provision for possible repayment.

**(c) Litigation**

The Office is routinely involved in a number of legal proceedings and claims that cover a wide range of matters. In the opinion of management, the outcome of these other matters is not expected to have any material adverse effect on the financial position or operations of the Office.

State of Illinois  
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Combining Schedule of Accounts  
General Fund

June 30, 2011 (Expressed in Thousands)

	General Revenue 0001	Live and Learn 0026	Corporate Franchise Tax Refund 0380	Common School 0412	Capital Projects 0694	Special Advance 1198	Eliminations	Total
\$	32,963	-	-	-	-	-	-	32,963
	30,996	476	2,282	29	29,443	-	-	63,226
	79	-	-	-	-	9	-	88
	2,052	-	-	-	-	-	-	2,052
	128	-	-	-	-	-	-	128
	319	17,420	-	-	-	6	(17,426)	319
\$	66,537	17,896	2,282	29	29,443	15	(17,426)	98,776

ASSETS

Unexpended appropriations  
Cash equity with State Treasurer  
Cash and cash equivalents  
Taxes receivable, net  
Other receivables, net  
Due from other Office funds  
Total assets

LIABILITIES

Accounts payable and accrued liabilities  
Intergovernmental payables  
Due to other State fiduciary funds  
Due to other Office funds  
Due to other State funds  
Due to component units  
Unearned revenue  
Total liabilities

\$	20,706	395	-	-	-	-	-	21,101
	8,919	15,839	-	-	-	-	-	24,758
	201	3	-	-	-	-	-	204
	17,426	-	-	-	-	-	(17,426)	-
	1,834	10	-	-	-	-	-	1,844
	44	1	-	-	-	-	-	45
	106	-	-	-	4,135	-	-	4,241
\$	49,236	16,248	-	-	4,135	-	(17,426)	52,193

FUND BALANCES

Restricted for:  
General government  
Committed to:  
General government  
Unassigned  
Total fund balances  
Total liabilities and fund balances

	-	-	-	-	-	15	-	15
	-	-	2,282	-	-	-	-	2,282
	17,301	1,648	-	29	25,308	-	-	44,286
	17,301	1,648	2,282	29	25,308	15	-	46,583
\$	66,537	17,896	2,282	29	29,443	15	(17,426)	98,776

*State of Illinois*  
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**Combining Schedule of Revenues,  
 Expenditures and Changes in Fund Balance -  
 General Fund**

For the Year Ended June 30, 2011 (Expressed in Thousands)

	General Revenue 0001	Live and Learn 0026	Corporate Franchise Tax Refund 0380	Common School 0412	Capital Projects 0694	Special Advance 1198	Eliminations	Total
<b>REVENUES</b>								
Licenses and fees	\$ 232,090	\$ -	\$ -	\$ 411	\$ 292,991	\$ -	\$ -	\$ 525,492
Federal government	38	-	-	-	-	-	-	38
Other charges for services	13	-	-	-	-	-	-	13
Other taxes	208,325	-	2,106	-	-	-	-	210,431
Other revenue	263	-	-	-	-	-	-	263
<b>Total revenues</b>	<b>440,729</b>	<b>-</b>	<b>2,106</b>	<b>411</b>	<b>292,991</b>	<b>-</b>	<b>-</b>	<b>736,237</b>
<b>EXPENDITURES</b>								
General government	256,679	20,359	-	-	-	-	-	277,038
Capital outlays	1,924	-	-	-	-	-	-	1,924
<b>Total expenditures</b>	<b>258,603</b>	<b>20,359</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>278,962</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>182,126</b>	<b>(20,359)</b>	<b>2,106</b>	<b>411</b>	<b>292,991</b>	<b>-</b>	<b>-</b>	<b>457,275</b>
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>								
Appropriations from State resources	260,277	-	-	-	-	-	-	260,277
Lapsed appropriations	(981)	-	-	-	-	-	-	(981)
Receipts collected and transmitted to State Treasury	(438,892)	-	-	(414)	(293,462)	-	-	(732,768)
Amount of SAMS Transfers-in	(1,354)	-	-	-	-	-	-	(1,354)
Amount of SAMS Transfers-out	19,162	-	-	-	-	-	-	19,162
Transfers-in	100	20,904	-	-	-	-	(20,904)	100
Transfers-out	(20,904)	-	(3,000)	-	-	-	20,904	(3,000)
<b>Net other sources (uses) of financial resources</b>	<b>(182,592)</b>	<b>20,904</b>	<b>(3,000)</b>	<b>(414)</b>	<b>(293,462)</b>	<b>-</b>	<b>-</b>	<b>(458,564)</b>
<b>Net change in fund balances</b>	<b>(466)</b>	<b>545</b>	<b>(894)</b>	<b>(3)</b>	<b>(471)</b>	<b>-</b>	<b>-</b>	<b>(1,289)</b>
Fund balances, July 1, 2010	17,767	1,103	3,176	32	25,779	15	-	47,872
<b>FUND BALANCES, JUNE 30, 2011</b>	<b>\$ 17,301</b>	<b>\$ 1,648</b>	<b>\$ 2,282</b>	<b>\$ 29</b>	<b>\$ 25,308</b>	<b>\$ 15</b>	<b>\$ -</b>	<b>\$ 46,583</b>

*State of Illinois*  
*Office of the Secretary of State*  
**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2011 (Expressed in Thousands)

	Special Revenue									
	Motor Fuel Tax 0012	Drivers Education 0031	Lobbyist Registration Administration 0044	Accessible Electronic Information Services 0106	CDLIS/ AAMVA Net Trust 0109	Registered Limited Liability Partnership 0167	Secretary of State Federal Projects 0176	Secretary of State Special License Plate 0185		
<b>ASSETS</b>										
Unexpended appropriations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash equity with State Treasurer	-	1,101	1,434	77	82	609	70	3,539	-	-
Cash and cash equivalents	-	-	-	-	-	-	-	-	-	-
Securities lending collateral of State Treasurer	-	-	-	-	-	-	-	-	-	-
Intergovernmental receivables, net	-	-	-	-	-	-	6	-	-	-
Other receivables, net	-	6	8	-	-	-	-	-	-	7
Due from other State funds	-	-	-	-	-	-	-	-	-	-
Due from other Office funds	-	-	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-	-	1,671
<b>Total assets</b>	\$ -	\$ 1,107	\$ 1,442	\$ 77	\$ 82	\$ 609	\$ 76	\$ 5,217	\$ -	\$ 5,217
<b>LIABILITIES</b>										
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 17	\$ -	\$ 54	\$ -	\$ 3	\$ 758	\$ -	\$ -
Intergovernmental payables	-	-	1	-	-	-	5	-	-	-
Due to other State fiduciary funds	-	-	5	-	-	-	-	-	-	-
Due to other Office funds	-	-	-	-	-	100	-	-	-	-
Due to other State funds	-	-	4	-	-	-	-	-	-	-
Due to State of Illinois component units	-	-	-	-	-	-	-	-	-	-
Unavailable revenue	-	-	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	-	83
Obligations under securities lending of State Treasurer	-	-	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	-	-	27	-	54	100	8	-	-	841
<b>FUND BALANCES (DEFICITS)</b>										
Nonspendable	-	-	-	-	-	-	-	-	-	1,671
Inventories	-	-	-	-	-	-	-	-	-	-
Restricted for:										
General government	-	-	-	-	-	-	-	-	-	-
Committed to:										
General government	-	-	1,415	77	28	509	-	-	-	2,705
Assigned to:										
General government	-	-	-	-	-	-	68	-	-	-
Unassigned	-	1,107	-	-	-	-	-	-	-	-
<b>Total fund balances (deficits)</b>	\$ -	\$ 1,107	\$ 1,415	\$ 77	\$ 28	\$ 509	\$ 68	\$ 4,376	\$ -	\$ 5,217
<b>Total liabilities and fund balances (deficits)</b>	\$ -	\$ 1,107	\$ 1,442	\$ 77	\$ 82	\$ 609	\$ 76	\$ 5,217	\$ -	\$ 5,217



*State of Illinois*  
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**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2011 (Expressed in Thousands)

	Special Revenue							
	Securities Investors Education 0292	Interagency Grant 0295	Family Financial Responsibility 0322	Motor Vehicle Review Board 0323	Securities Audit and Enforcement 0362	Department of Business Services Special Operations 0363	Secretary of State Evidence 0374	State College and University Trust 0417
<b>ASSETS</b>								
Unexpended appropriations	-	-	-	-	-	-	-	-
Cash equity with State Treasurer	9,714	452	173	244	17,419	7,705	6	27
Cash and cash equivalents	-	-	-	-	-	-	-	-
Securities lending collateral of State Treasurer	-	-	-	-	6,669	-	-	-
Intergovernmental receivables, net	-	-	-	-	-	-	-	-
Other receivables, net	-	-	-	-	12	-	-	-
Due from other State funds	1,000	101	-	-	2,010	-	-	-
Due from other Office funds	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>10,714</b>	<b>553</b>	<b>173</b>	<b>244</b>	<b>26,110</b>	<b>7,705</b>	<b>6</b>	<b>27</b>
<b>LIABILITIES</b>								
Accounts payable and accrued liabilities	4	54	-	4	33	30	-	-
Intergovernmental payables	-	-	-	-	1	-	-	-
Due to other State fiduciary funds	-	-	-	-	-	-	-	-
Due to other Office funds	-	181	-	-	-	-	-	-
Due to other State funds	-	-	-	-	8	8	-	-
Due to State of Illinois component units	-	-	-	-	-	-	-	-
Unavailable revenue	-	-	-	-	-	-	-	-
Unearned revenue	-	18	-	-	-	-	-	10
Obligations under securities lending of State Treasurer	-	-	-	-	6,669	-	-	-
<b>Total liabilities</b>	<b>4</b>	<b>253</b>	<b>-</b>	<b>4</b>	<b>6,711</b>	<b>38</b>	<b>-</b>	<b>10</b>
<b>FUND BALANCES (DEFICITS)</b>								
Nonspendable	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-
Restricted for:								
General government	-	-	-	-	-	-	6	-
Committed to:								
General government	10,710	-	173	240	19,399	7,667	-	17
Assigned to:								
General government	-	300	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
<b>Total fund balances (deficits)</b>	<b>10,710</b>	<b>300</b>	<b>173</b>	<b>240</b>	<b>19,399</b>	<b>7,667</b>	<b>6</b>	<b>17</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>10,714</b>	<b>553</b>	<b>173</b>	<b>244</b>	<b>26,110</b>	<b>7,705</b>	<b>6</b>	<b>27</b>

*State of Illinois*  
*Office of the Secretary of State*  
**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2011 (Expressed in Thousands)

	Special Revenue							
	Alternative Fuels 0422	Indigent BAIDD Fund 0451	Monitoring Device Driving Permit Administration 0453	Rotary Club Fund 0454	Autism Awareness 0458	Ovarian Cancer Awareness Fund 0459	Illinois Professional Golfers Association Junior Golf 0463	Boy Scout and Girl Scout Fund 0464
<b>ASSETS</b>								
Unexpended appropriations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash equity with State Treasurer	403	55	2,328	2	7	6	42	19
Cash and cash equivalents	-	-	-	-	-	-	-	-
Securities lending collateral of State Treasurer	-	-	-	-	-	-	-	-
Intergovernmental receivables, net	-	-	-	-	-	-	-	-
Other receivables, net	-	18	-	-	-	-	-	-
Due from other State funds	-	-	-	-	-	-	-	-
Due from other Office funds	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 403</b>	<b>\$ 73</b>	<b>\$ 2,328</b>	<b>\$ 2</b>	<b>\$ 7</b>	<b>\$ 6</b>	<b>\$ 42</b>	<b>\$ 19</b>
<b>LIABILITIES</b>								
Accounts payable and accrued liabilities	\$ -	\$ 73	\$ 4	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental payables	-	-	-	-	-	-	-	-
Due to other State fiduciary funds	-	-	-	-	-	-	-	-
Due to other Office funds	-	-	-	-	-	-	-	-
Due to other State funds	-	-	1	-	-	-	-	-
Due to State of Illinois component units	-	-	-	-	-	-	-	-
Unavailable revenue	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	1	-	-	1	-
Obligations under securities lending of State Treasurer	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>73</b>	<b>5</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>								
Nonspendable	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-
Restricted for:								
General government	-	-	2,323	1	7	6	41	19
Committed to:								
General government	403	-	-	-	-	-	-	-
Assigned to:								
General government	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
<b>Total fund balances (deficits)</b>	<b>\$ 403</b>	<b>\$ 73</b>	<b>\$ 2,323</b>	<b>\$ 1</b>	<b>\$ 7</b>	<b>\$ 6</b>	<b>\$ 41</b>	<b>\$ 19</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 403</b>	<b>\$ 73</b>	<b>\$ 2,328</b>	<b>\$ 2</b>	<b>\$ 7</b>	<b>\$ 6</b>	<b>\$ 42</b>	<b>\$ 19</b>

*State of Illinois*  
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**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2011 (Expressed in Thousands)

	Special Revenue							
	Agriculture in the Classroom 0466	Sheet Metal Workers Int'l Assoc. of Illinois Fund 0468	Library Services 0470	State Library 0471	Secretary of State Identification and Theft Prevention 0480	Secretary of State Special Services 0483	Franchise Tax and License Fee Amnesty Administration 0490	Support Our Troops Fund 0496
<b>ASSETS</b>								
Unexpended appropriations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash equity with State Treasurer	40	3	41	19	29,564	16,635	-	11
Cash and cash equivalents	-	-	-	-	-	-	-	-
Securities lending collateral of State Treasurer	-	-	-	-	-	-	-	-
Intergovernmental receivables, net	-	-	592	-	634	48	-	-
Other receivables, net	-	-	-	1	-	-	-	-
Due from other State funds	-	-	-	-	5,000	-	-	-
Due from other Office funds	-	-	-	-	-	99	-	-
Inventories	-	-	-	-	-	-	-	-
<b>Total assets</b>	\$ 40	\$ 3	\$ 633	\$ 20	\$ 35,198	\$ 16,782	\$ -	\$ 11
<b>LIABILITIES</b>								
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 35	\$ -	\$ 524	\$ 877	\$ -	\$ -
Intergovernmental payables	-	-	234	-	-	3	-	-
Due to other State fiduciary funds	-	-	-	-	-	-	-	-
Due to other Office funds	-	-	137	-	-	-	-	-
Due to other State funds	-	-	-	-	1	1	-	-
Due to State of Illinois component units	-	-	227	-	-	-	-	-
Unavailable revenue	-	-	137	-	602	-	-	-
Unearned revenue	1	-	-	-	-	-	-	-
Obligations under securities lending of State Treasurer	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	1	-	770	-	1,127	881	-	-
<b>FUND BALANCES (DEFICITS)</b>								
Nonspendable	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-
Restricted for:								
General government	39	3	-	-	-	-	-	11
Committed to:								
General government	-	-	-	20	34,071	15,901	-	-
Assigned to:								
General government	-	-	-	-	-	-	-	-
Unassigned	-	-	(137)	-	-	-	-	-
<b>Total fund balances (deficits)</b>	39	3	(137)	20	34,071	15,901	-	11
<b>Total liabilities and fund balances (deficits)</b>	40	3	633	20	35,198	16,782	-	11

*State of Illinois*  
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**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2011 (Expressed in Thousands)

		Special Revenue							
		Master Mason 0508	Illinois and Michigan Canal 0570	Off Highway Vehicle Trails 0574	Pan Hellenic Trust 0584	Park District Youth Program 0585	Professional Sports Team Education 0587	Illinois Route 66 Heritage Project 0594	Police Memorial Committee 0598
<b>ASSETS</b>									
	Unexpended appropriations	-	-	-	-	-	-	-	-
	Cash equity with State Treasurer	10	2	23	107	23	286	74	125
	Cash and cash equivalents	-	-	-	-	-	-	-	-
	Securities lending collateral of State Treasurer	-	-	-	-	-	-	-	-
	Intergovernmental receivables, net	-	-	-	-	-	-	-	-
	Other receivables, net	-	84	-	-	-	-	-	-
	Due from other State funds	-	-	-	-	-	-	-	-
	Due from other Office funds	-	-	-	-	-	-	-	-
	Inventories	-	-	-	-	-	-	-	-
	<b>Total assets</b>	<b>10</b>	<b>86</b>	<b>23</b>	<b>107</b>	<b>23</b>	<b>286</b>	<b>74</b>	<b>125</b>
<b>LIABILITIES</b>									
	Accounts payable and accrued liabilities	-	-	-	-	-	-	-	-
	Intergovernmental payables	-	-	-	-	-	-	-	-
	Due to other State fiduciary funds	-	-	-	-	-	-	-	-
	Due to other Office funds	-	-	-	-	-	-	-	-
	Due to other State funds	-	-	-	-	-	-	-	-
	Due to State of Illinois component units	-	-	-	-	-	-	-	-
	Unavailable revenue	-	-	-	-	-	-	-	-
	Unearned revenue	1	-	-	1	1	4	3	3
	Obligations under securities lending of State Treasurer	-	-	-	-	-	-	-	-
	<b>Total liabilities</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>1</b>	<b>4</b>	<b>3</b>	<b>3</b>
<b>FUND BALANCES (DEFICITS)</b>									
	Nonspendable	-	-	-	-	-	-	-	-
	Inventories	-	-	-	-	-	-	-	-
	Restricted for:								
	General government	9	86	-	106	22	282	71	122
	Committed to:								
	General government	-	-	23	-	-	-	-	-
	Assigned to:								
	General government	-	-	-	-	-	-	-	-
	Unassigned	-	-	-	-	-	-	-	-
	<b>Total fund balances (deficits)</b>	<b>9</b>	<b>86</b>	<b>23</b>	<b>106</b>	<b>22</b>	<b>282</b>	<b>71</b>	<b>122</b>
	<b>Total liabilities and fund balances (deficits)</b>	<b>10</b>	<b>86</b>	<b>23</b>	<b>107</b>	<b>23</b>	<b>286</b>	<b>74</b>	<b>125</b>

*State of Illinois*  
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**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2011 (Expressed in Thousands)

	Special Revenue							
	Mammogram 0599	Motor Vehicle License Plate 0622	Special Olympics Illinois Fund 0623	Illinois Police Association Fund 0655	Organ Donor Awareness 0716	Secretary of State DUI Administration 0732	Chicago and Northeast Illinois District Council of Carpenters 0756	Secretary of State DUI 0758
<b>ASSETS</b>								
Unexpended appropriations	-	-	-	-	-	-	-	-
Cash equity with State Treasurer	61	8,727	12	30	102	2,593	-	36
Cash and cash equivalents	-	-	-	-	-	-	-	-
Securities lending collateral of State Treasurer	-	-	-	-	-	-	-	-
Intergovernmental receivables, net	-	-	-	-	-	-	-	-
Other receivables, net	-	-	23	-	-	-	-	-
Due from other State funds	-	-	-	-	-	-	-	-
Due from other Office funds	-	3,121	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>61</b>	<b>11,848</b>	<b>35</b>	<b>30</b>	<b>102</b>	<b>2,593</b>	<b>-</b>	<b>36</b>
<b>LIABILITIES</b>								
Accounts payable and accrued liabilities	-	929	-	-	-	63	-	-
Intergovernmental payables	-	6	-	-	-	-	-	-
Due to other State fiduciary funds	-	-	-	-	-	-	-	-
Due to other Office funds	-	-	-	-	-	-	-	-
Due to other State funds	-	68	-	-	-	9	-	-
Due to State of Illinois component units	-	-	-	-	-	-	-	-
Unavailable revenue	-	-	-	-	-	-	-	-
Unearned revenue	3	-	-	1	4	-	-	-
Obligations under securities lending of State Treasurer	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>3</b>	<b>1,003</b>	<b>-</b>	<b>1</b>	<b>4</b>	<b>72</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>								
Nonspendable	-	-	-	-	-	-	-	-
Inventories	-	3,121	-	-	-	-	-	-
Restricted for:								
General government	58	-	-	29	-	-	-	36
Committed to:								
General government	-	7,724	35	-	98	2,521	-	-
Assigned to:								
General government	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
<b>Total fund balances (deficits)</b>	<b>58</b>	<b>10,845</b>	<b>35</b>	<b>29</b>	<b>98</b>	<b>2,521</b>	<b>-</b>	<b>36</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>61</b>	<b>11,848</b>	<b>35</b>	<b>30</b>	<b>102</b>	<b>2,593</b>	<b>-</b>	<b>36</b>

*State of Illinois*  
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**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2011 (Expressed in Thousands)

	Special Revenue							St. Jude Children's Research 0899
	Secretary of State Police Services 0759	Marine Corps Scholarship 0760	State Parking Facility Maintenance 0782	Illinois EMS Memorial Scholarship and Training Fund 0800	International Brotherhood of Teamsters Fund 0803	Share the Road 0854	Cycle Rider Safety Training 0863	
<b>ASSETS</b>								
Unexpended appropriations	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash equity with State Treasurer	480	45	-	4	2	19	552	1
Cash and cash equivalents	-	-	-	-	-	-	-	-
Securities lending collateral of State Treasurer	-	-	-	-	-	-	-	-
Intergovernmental receivables, net	-	-	-	-	-	-	-	-
Other receivables, net	-	-	-	-	-	-	-	-
Due from other State funds	-	-	-	-	-	-	-	-
Due from other Office funds	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>480</b>	<b>45</b>	<b>4</b>	<b>2</b>	<b>19</b>	<b>552</b>	<b>1</b>	
<b>LIABILITIES</b>								
Accounts payable and accrued liabilities	10	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental payables	-	-	-	-	-	-	-	-
Due to other State fiduciary funds	1	-	-	-	-	-	-	-
Due to other Office funds	-	-	-	-	-	-	-	-
Due to other State funds	-	-	-	-	-	-	-	-
Due to State of Illinois component units	-	-	-	-	-	-	-	-
Unavailable revenue	-	-	-	-	-	-	-	-
Unearned revenue	-	2	-	-	-	-	70	-
Obligations under securities lending of State Treasurer	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>11</b>	<b>2</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>70</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>								
Nonspendable	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-
Restricted for:								
General government	-	-	-	4	2	19	-	1
Committed to:								
General government	469	43	-	-	-	-	482	-
Assigned to:								
General government	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
<b>Total fund balances (deficits)</b>	<b>469</b>	<b>43</b>	<b>-</b>	<b>4</b>	<b>2</b>	<b>19</b>	<b>482</b>	<b>1</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>480</b>	<b>45</b>	<b>-</b>	<b>4</b>	<b>2</b>	<b>19</b>	<b>552</b>	<b>1</b>

*State of Illinois*  
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**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2011 (Expressed in Thousands)

	Special Revenue					Capital Projects		Debt Service		Total
	4-H 0915	Ducks Unlimited 0918	Secretary of State Grant 0948	Vehicle Inspection 0963	Secretary of State Antique Vehicle Show 1390	Capital Development 0141	General Obligation Bond Retirement and Interest 0101			
<b>ASSETS</b>										
Unexpended appropriations	\$	-	\$	88	\$	-	\$	-	\$	132
Cash equity with State Treasurer	4	6	654	-	-	-	-	-	-	105,805
Cash and cash equivalents	-	-	-	-	7	-	-	-	-	7
Securities lending collateral of State Treasurer	-	-	-	-	-	-	-	-	-	6,669
Intergovernmental receivables, net	-	-	-	-	-	-	-	-	-	1,280
Other receivables, net	-	-	-	-	-	-	-	-	-	45
Due from other State funds	-	-	-	-	-	-	-	-	-	8,225
Due from other Office funds	-	-	-	-	-	-	-	-	-	99
Inventories	-	-	-	-	-	-	-	-	-	4,792
<b>Total assets</b>	<b>\$ 4</b>	<b>\$ 6</b>	<b>\$ 654</b>	<b>\$ 88</b>	<b>\$ 7</b>	<b>\$ 44</b>	<b>\$ 44</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 127,054</b>
<b>LIABILITIES</b>										
Accounts payable and accrued liabilities	\$	-	\$ 1	52	\$	-	\$ 44	-	-	\$ 3,569
Intergovernmental payables	-	-	-	4	-	-	-	-	-	254
Due to other State fiduciary funds	-	-	-	-	-	-	-	-	-	6
Due to other Office funds	-	-	-	-	-	-	-	-	-	418
Due to other State funds	-	-	-	29	-	-	-	-	-	129
Due to State of Illinois component units	-	-	-	-	-	-	-	-	-	227
Unavailable revenue	-	-	-	-	-	-	-	-	-	739
Unearned revenue	-	-	1	-	-	-	-	-	-	208
Obligations under securities lending of State Treasurer	-	-	-	-	-	-	-	-	-	6,669
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>2</b>	<b>85</b>	<b>-</b>	<b>44</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,219</b>
<b>FUND BALANCES (DEFICITS)</b>										
Nonspendable	-	-	-	-	-	-	-	-	-	4,792
Inventories	-	-	-	-	-	-	-	-	-	-
Restricted for:										
General government	4	6	-	-	7	-	-	-	-	3,320
Committed to:										
General government	-	-	-	-	-	-	-	-	-	104,730
Assigned to:										
General government	-	-	652	-	-	-	-	-	-	1,020
Unassigned	-	-	-	3	-	-	-	-	-	973
<b>Total fund balances (deficits)</b>	<b>4</b>	<b>6</b>	<b>652</b>	<b>3</b>	<b>7</b>	<b>-</b>	<b>44</b>	<b>-</b>	<b>-</b>	<b>114,835</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 4</b>	<b>\$ 6</b>	<b>\$ 654</b>	<b>\$ 88</b>	<b>\$ 7</b>	<b>\$ 44</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 127,054</b>

State of Illinois

Office of the Secretary of State

**Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds**

For the Year Ended June 30, 2011 (Expressed in Thousands)

	Special Revenue									
	Motor Fuel Tax 0012	Drivers Education 0031	Lobbyist Registration Administration 0044	Accessible Electronic Information Services 0106	CDLIS/ AAMVA Net Trust 0109	Registered Limited Liability Partnership 0167	Secretary of State Federal Projects 0176	Secretary of State Special License Plate 0185		
<b>REVENUES</b>										
Federal government	-	-	-	-	-	-	-	-	-	-
Licenses and fees	-	11,866	-	-	-	-	-	-	53	\$
Interest and other investment income	-	-	2,120	-	683	486	-	-	-	4,640
Other charges for services	-	-	-	-	-	-	-	-	-	-
Other revenues	-	-	92	-	-	-	-	-	-	-
Other operating grants	-	-	-	-	-	-	-	-	-	-
<b>Total revenues</b>	-	11,866	2,212	-	683	486	53	-	-	4,640
<b>EXPENDITURES</b>										
General government	1,300	-	893	70	699	104	53	4,735	-	-
Capital outlays	-	-	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	1,300	-	893	70	699	104	53	4,735	-	-
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(1,300)	11,866	1,319	(70)	(16)	382	-	(95)	-	-
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>										
Appropriations from State resources	1,300	-	-	-	-	-	-	-	-	-
Lapsed appropriations	-	-	-	-	-	-	-	-	-	-
Receipts collected and transmitted to State Treasury	-	(11,837)	-	-	-	-	-	-	-	-
Reappropriations to Future Years	-	-	-	-	-	-	-	-	-	-
Transfers-in	-	-	-	75	-	-	-	-	-	-
Transfers-out	-	-	-	-	-	(387)	-	-	-	-
<b>Net other sources (uses) of financial resources</b>	1,300	(11,837)	-	75	-	(387)	-	-	-	-
<b>Net change in fund balances</b>	-	29	1,319	5	(16)	(5)	-	(95)	-	-
Fund balances, July 1, 2010	-	1,078	96	72	44	514	68	5,211	-	-
Increase (decrease) for changes in inventories	-	-	-	-	-	-	-	(740)	-	-
<b>FUND BALANCES, JUNE 30, 2011</b>	\$ -	\$ 1,107	\$ 1,415	\$ 77	\$ 28	\$ 509	\$ 68	\$ 4,376	\$ -	\$ -



State of Illinois

Office of the Secretary of State

Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds

For the Year Ended June 30, 2011 (Expressed in Thousands)

	Special Revenue									
	Securities Investors Education 0292	Interagency Grant 0295	Family Financial Responsibility 0322	Motor Vehicle Review Board 0323	Securities Audit and Enforcement 0362	Department of Business Services Special Operations 0363	Secretary of State Evidence 0374	State College and University Trust 0417		
<b>REVENUES</b>										
Federal government	-	151	-	-	-	-	-	-	-	-
Licenses and fees	-	-	100	261	9,681	11,090	-	-	-	259
Interest and other investment income	-	-	-	-	92	-	-	-	-	-
Other charges for services	-	-	-	-	-	-	-	-	-	-
Other revenues	6,253	-	-	-	21	-	-	-	-	-
Other operating grants	-	499	-	-	-	-	-	-	-	-
<b>Total revenues</b>	6,253	650	100	261	9,794	11,090	-	-	-	259
<b>EXPENDITURES</b>										
General government	187	650	-	223	7,069	4,385	5	-	-	-
Capital outlays	-	-	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	187	650	-	223	7,069	4,385	5	-	-	-
<b>Excess (deficiency) of revenues over (under) expenditures</b>	6,066	-	100	38	2,725	6,705	(5)	-	-	259
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>										
Appropriations from State resources	-	-	-	-	-	-	-	-	-	-
Lapsed appropriations	-	-	-	-	-	-	-	-	-	-
Receipts collected and transmitted to State Treasury	-	-	-	-	-	-	-	-	-	(261)
Reappropriations to Future Years	-	-	-	-	-	-	-	-	-	-
Transfers-in	-	-	-	-	-	-	-	-	-	-
Transfers-out	(750)	-	-	-	(750)	(3,000)	-	-	-	-
<b>Net other sources (uses) of financial resources</b>	(750)	-	-	-	(750)	(3,000)	-	-	-	(261)
<b>Net change in fund balances</b>	5,316	-	100	38	1,975	3,705	(5)	-	-	(2)
Fund balances, July 1, 2010	5,394	300	73	202	17,424	3,962	11	-	-	19
Increase (decrease) for changes in inventories	-	-	-	-	-	-	-	-	-	-
<b>FUND BALANCES, JUNE 30, 2011</b>	\$ 10,710	\$ 300	\$ 173	\$ 240	\$ 19,399	\$ 7,667	\$ 6	\$ 6	\$ 6	\$ 17

State of Illinois

Office of the Secretary of State

Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds

For the Year Ended June 30, 2011 (Expressed in Thousands)

	Special Revenue									
	Alternative Fuels 0422	Indigent BAID Fund 0451	Monitoring Device Driving Permit Administration 0453	Rotary Club Fund 0454	Autism Awareness 0458	Ovarian Cancer Awareness Fund 0459	Illinois Professional Golfers Association Junior Golf 0463	Boy Scout and Girl Scout Fund 0464		
<b>REVENUES</b>										
Federal government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
Licenses and fees	1,616	222	1,690	4	7	8	29	10		
Interest and other investment income	-	-	-	-	-	-	-	-		
Other charges for services	-	-	-	-	-	-	-	-		
Other revenues	-	-	-	-	-	-	-	-		
Other operating grants	-	-	-	-	-	-	-	-		
<b>Total revenues</b>	1,616	222	1,690	4	7	8	29	10		
<b>EXPENDITURES</b>										
General government	165	222	773	5	-	5	25	4		
Capital outlays	-	-	-	-	-	-	-	-		
<b>Total expenditures</b>	165	222	773	5	-	5	25	4		
<b>Excess (deficiency) of revenues over (under) expenditures</b>	1,451	-	917	(1)	7	3	4	6		
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>										
Appropriations from State resources	225	-	-	-	-	-	-	-		
Lapsed appropriations	(60)	-	-	-	-	-	-	-		
Receipts collected and transmitted to State Treasury	(1,648)	-	-	-	-	-	-	-		
Reappropriations to Future Years	-	-	-	-	-	-	-	-		
Transfers-in	-	-	-	-	-	-	-	-		
Transfers-out	-	-	-	-	-	-	-	-		
<b>Net other sources (uses) of financial resources</b>	(1,483)	-	-	-	-	-	-	-		
<b>Net change in fund balances</b>	(32)	-	917	(1)	7	3	4	6		
Fund balances, July 1, 2010	435	-	1,406	2	-	3	37	13		
Increase (decrease) for changes in inventories	-	-	-	-	-	-	-	-		
<b>FUND BALANCES, JUNE 30, 2011</b>	\$ 403	\$ -	\$ 2,323	\$ 1	\$ 7	\$ 6	\$ 41	\$ 19		

State of Illinois

Office of the Secretary of State

Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds

For the Year Ended June 30, 2011 (Expressed in Thousands)

	Special Revenue									
	Agriculture in the Classroom 0466	Sheet Metal Workers Int'l Fund 0468	Library Services 0470	State Library 0471	Secretary of State Identification and Theft Prevention 0480	Secretary of State Special Services 0483	Franchise Tax and License Fee Amnesty Administration 0490	Support Our Troops Fund 0496		
<b>REVENUES</b>										
Federal government	\$ -	\$ -	\$ 5,108	\$ -	\$ 481	\$ 223	\$ -	\$ -		
Licenses and fees	55	2	-	-	-	21,942	-	7		
Interest and other investment income	-	-	-	-	-	-	-	-		
Other charges for services	-	-	-	1	-	-	-	-		
Other revenues	-	-	-	7	-	-	-	-		
Other operating grants	-	-	-	1	-	-	-	-		
<b>Total revenues</b>	<b>55</b>	<b>2</b>	<b>5,108</b>	<b>9</b>	<b>481</b>	<b>22,165</b>	<b>-</b>	<b>7</b>		
<b>EXPENDITURES</b>										
General government	50	-	5,155	5	3,727	21,224	-	-		
Capital outlays	-	-	90	1	32	204	-	-		
<b>Total expenditures</b>	<b>50</b>	<b>-</b>	<b>5,245</b>	<b>6</b>	<b>3,759</b>	<b>21,428</b>	<b>-</b>	<b>-</b>		
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>5</b>	<b>2</b>	<b>(137)</b>	<b>3</b>	<b>(3,278)</b>	<b>737</b>	<b>-</b>	<b>7</b>		
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>										
Appropriations from State resources	-	-	-	-	-	-	-	-		
Lapsed appropriations	-	-	-	-	-	-	-	-		
Receipts collected and transmitted to State Treasury	-	-	-	-	-	-	-	-		
Reappropriations to Future Years	-	-	-	-	7,787	-	-	-		
Transfers-in	-	-	-	-	-	-	-	-		
Transfers-out	-	-	-	-	-	-	-	(2)		
<b>Net other sources (uses) of financial resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,787</b>	<b>-</b>	<b>-</b>	<b>(2)</b>		
<b>Net change in fund balances</b>	<b>5</b>	<b>2</b>	<b>(137)</b>	<b>3</b>	<b>4,509</b>	<b>737</b>	<b>(2)</b>	<b>7</b>		
Fund balances, July 1, 2010	34	1	-	17	29,562	15,164	2	4		
Increase (decrease) for changes in inventories	-	-	-	-	-	-	-	-		
<b>FUND BALANCES, JUNE 30, 2011</b>	<b>\$ 39</b>	<b>\$ 3</b>	<b>\$ (137)</b>	<b>\$ 20</b>	<b>\$ 34,071</b>	<b>\$ 15,901</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 11</b>

State of Illinois

Office of the Secretary of State

Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds

For the Year Ended June 30, 2011 (Expressed in Thousands)

		Special Revenue									
		Master Mason 0508	Illinois and Michigan Canal 0570	Off Highway Vehicle Trails 0574	Pan Hellenic Trust 0584	Park District Youth Program 0585	Professional Sports Team Education 0587	Illinois Route 66 Heritage Project 0594	Police Memorial Committee 0598		
<b>REVENUES</b>											
	Federal government	-	-	-	-	-	-	-	-	-	-
	Licenses and fees	43	7	267	42	25	282	127	-	158	
	Interest and other investment income	-	-	-	-	-	-	-	-	-	
	Other charges for services	-	-	-	-	-	-	-	-	-	
	Other revenues	-	-	-	-	-	-	-	-	-	
	Other operating grants	-	-	-	-	-	-	-	-	-	
	<b>Total revenues</b>	43	7	267	42	25	282	127	-	158	
<b>EXPENDITURES</b>											
	General government	50	-	-	30	25	-	100	200	-	
	Capital outlays	-	-	-	-	-	-	-	-	-	
	<b>Total expenditures</b>	50	-	-	30	25	-	100	200	-	
	<b>Excess (deficiency) of revenues over (under) expenditures</b>	(7)	7	267	12	-	282	27	(42)		
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>											
	Appropriations from State resources	-	-	-	-	-	-	-	-	-	
	Lapsed appropriations	-	-	-	-	-	-	-	-	-	
	Receipts collected and transmitted to State Treasury	-	-	(269)	-	-	-	-	-	-	
	Reappropriations to Future Years	-	-	-	-	-	-	-	-	-	
	Transfers-in	-	-	-	-	-	-	-	-	-	
	Transfers-out	-	-	-	-	-	-	-	-	-	
	<b>Net other sources (uses) of financial resources</b>	-	-	(269)	-	-	-	-	-	-	
	<b>Net change in fund balances</b>	(7)	7	(2)	12	-	282	27	(42)		
	Fund balances, July 1, 2010	16	79	25	94	22	-	44	164		
	Increase (decrease) for changes in inventories	-	-	-	-	-	-	-	-		
	<b>FUND BALANCES, JUNE 30, 2011</b>	9	86	23	106	22	282	71	122		

State of Illinois

Office of the Secretary of State

Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds

For the Year Ended June 30, 2011 (Expressed in Thousands)

	Special Revenue									
	Mammogram 0599	Motor Vehicle License Plate 0622	Special Olympics Illinois Fund 0623	Illinois Police Association Fund 0655	Organ Donor Awareness 0716	Secretary of State DUI Administration 0732	Chicago and Northeast Illinois District Council of Carpenters 0756	Secretary of State DUI 0758		
<b>REVENUES</b>										
Federal government	-	-	-	-	-	-	-	-	-	-
Licenses and fees	129	10,995	12	32	183	2,095	-	-	-	-
Interest and other investment income	-	-	-	-	-	-	-	-	-	-
Other charges for services	-	-	-	-	-	-	-	-	-	15
Other revenues	-	91	-	-	-	-	-	-	-	-
Other operating grants	-	-	-	-	-	-	-	-	-	-
<b>Total revenues</b>	129	11,086	12	32	183	2,095	-	-	-	15
<b>EXPENDITURES</b>										
General government	130	11,625	-	20	131	1,606	-	-	-	-
Capital outlays	-	16	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	130	11,641	-	20	131	1,606	-	-	-	-
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(1)	(555)	12	12	52	489	-	-	-	15
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>										
Appropriations from State resources	-	-	-	-	-	-	-	-	-	-
Lapsed appropriations	-	-	-	-	-	-	-	-	-	-
Receipts collected and transmitted to State Treasury	-	-	-	-	-	-	-	-	-	-
Reappropriations to Future Years	-	-	-	-	-	-	-	-	-	-
Transfers-in	-	-	-	-	-	-	-	-	-	-
Transfers-out	-	-	-	-	-	-	-	-	-	-
<b>Net other sources (uses) of financial resources</b>	-	-	-	-	-	-	-	-	-	-
<b>Net change in fund balances</b>	(1)	(555)	12	12	52	489	-	-	-	15
Fund balances, July 1, 2010	59	10,690	23	17	46	2,032	-	-	-	21
Increase (decrease) for changes in inventories	-	710	-	-	-	-	-	-	-	-
<b>FUND BALANCES, JUNE 30, 2011</b>	\$ 58	\$ 10,845	\$ 35	\$ 29	\$ 98	\$ 2,521	\$ -	\$ -	\$ -	\$ 36

State of Illinois

Office of the Secretary of State

Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds

For the Year Ended June 30, 2011 (Expressed in Thousands)

	Special Revenue									
	Secretary of State Police Services 0759	Marine Corps Scholarship 0760	State Parking Facility Maintenance 0782	Illinois EMS Memorial Scholarship and Training Fund 0800	International Brotherhood of Teamsters Fund 0803	Share the Road 0854	Cycle Rider Safety Training 0863	St. Jude Children's Research 0899		
<b>REVENUES</b>										
Federal government	-	\$	-	\$	-	\$	-	\$	-	\$
Licenses and fees	380		85		1		19		4,591	
Interest and other investment income	-		-		-		-		-	
Other charges for services	-		-		-		-		-	
Other revenues	-		-		-		-		-	
Other operating grants	-		-		-		-		-	
<b>Total revenues</b>	380	85	2	1	1	19	4,591			1
<b>EXPENDITURES</b>										
General government	89		60		-		-		-	
Capital outlays	-		-		-		-		-	
<b>Total expenditures</b>	89	60	-	-	-	-	-	-	-	-
<b>Excess (deficiency) of revenues over (under) expenditures</b>	291	25	2	1	-	19	4,591			1
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>										
Appropriations from State resources	-		40		-		-		-	
Lapsed appropriations	-		(40)		-		-		-	
Receipts collected and transmitted to State Treasury	-		(2)		-		(4,541)		-	
Reappropriations to Future Years	-		-		-		-		-	
Transfers-in	-		-		-		-		-	
Transfers-out	-		-		-		-		-	
<b>Net other sources (uses) of financial resources</b>	-	-	(2)	-	-	-	(4,541)		-	-
<b>Net change in fund balances</b>	291	25	-	1	-	19	50			1
Fund balances, July 1, 2010	178	18	-	3	2	-	432			-
Increase (decrease) for changes in inventories	-	-	-	-	-	-	-		-	-
<b>FUND BALANCES, JUNE 30, 2011</b>	\$ 469	\$ 43	\$ -	\$ 4	\$ 2	\$ 19	\$ 482			\$ 1

State of Illinois

Office of the Secretary of State

Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds

For the Year Ended June 30, 2011 (Expressed in Thousands)

	Special Revenue				Secretary of State Antique Vehicle Show 1390	Capital Projects		Debt Service	Total
	4-H 0915	Ducks Unlimited 0918	Secretary of State Grant 0948	Vehicle Inspection 0963		Capital Development 0141	General Obligation Bond Refinement and Interest 0101		
<b>REVENUES</b>									
Federal government									
Licenses and fees	4	6		8					6,016
Interest and other investment income									86,278
Other charges for services									92
Other revenues			7						108
Other operating grants									6,379
<b>Total revenues</b>	4	6	7	8					500
									99,373
<b>EXPENDITURES</b>									
General government			41	2,815	11				69,015
Capital outlays			25						504
<b>Total expenditures</b>			66	2,815	11				69,519
<b>Excess (deficiency) of revenues over (under) expenditures</b>	4	6	(59)	(2,815)	(3)		(485)	6	29,854
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>									
Appropriations from State resources				3,772			1,818		7,155
Lapsed appropriations				(954)			(1,344)		(2,398)
Receipts collected and transmitted to State Treasury								(6)	(18,564)
Reappropriations to Future Years							11		11
Transfers-in									7,862
Transfers-out									(4,889)
<b>Net other sources (uses) of financial resources</b>				2,818			485	(6)	(10,823)
<b>Net change in fund balances</b>	4	6	(59)	3	(3)				19,031
Fund balances, July 1, 2010			711		10				95,834
Increase (decrease) for changes in inventories									(30)
<b>FUND BALANCES, JUNE 30, 2011</b>	4	6	652	3	7				114,835

*State of Illinois*  
*Office of the Secretary of State*

**Combining Statement of Fiduciary Net Assets -  
 Agency Funds**

June 30, 2011 (Expressed in Thousands)

	Safety Responsibility 0436	International Registration Plan 0890	Go-Back 1110	Safekeeping 1344	Total
<b>ASSETS</b>					
Cash equity with State Treasurer	\$ 1,352	\$ 4,942	\$ -	\$ -	\$ 6,294
Cash and cash equivalents	-	-	-	136	136
Investments	-	-	-	829	829
<b>Total assets</b>	<b>\$ 1,352</b>	<b>\$ 4,942</b>	<b>\$ -</b>	<b>\$ 965</b>	<b>\$ 7,259</b>
<b>LIABILITIES</b>					
Other liabilities	\$ 1,352	\$ 4,942	\$ -	\$ 965	\$ 7,259
<b>Total liabilities</b>	<b>\$ 1,352</b>	<b>\$ 4,942</b>	<b>\$ -</b>	<b>\$ 965</b>	<b>\$ 7,259</b>



*State of Illinois*  
*Office of the Secretary of State*

**Combining Statement of Changes in Assets and Liabilities -  
Agency Funds**

For the Year Ended June 30, 2011 (Expressed in Thousands)

	Balance at June			Balance at June		
	30, 2010	Additions	Deletions	30, 2011		
<b>Safety Responsibility (0436)</b>						
<b>ASSETS</b>						
Cash equity with State Treasurer	\$ 1,325	\$ 27	\$ -	\$ 1,352		
<b>Total assets</b>	<b>\$ 1,325</b>	<b>\$ 27</b>	<b>\$ -</b>	<b>\$ 1,352</b>		
<b>LIABILITIES</b>						
Other liabilities	\$ 1,325	\$ 27	\$ -	\$ 1,352		
<b>Total liabilities</b>	<b>\$ 1,325</b>	<b>\$ 27</b>	<b>\$ -</b>	<b>\$ 1,352</b>		
<b>International Registration Plan (0890)</b>						
<b>ASSETS</b>						
Cash equity with State Treasurer	\$ 9,070	\$ 90,434	\$ 94,562	\$ 4,942		
Other receivables, net	18	-	18	-		
<b>Total assets</b>	<b>\$ 9,088</b>	<b>\$ 90,434</b>	<b>\$ 94,580</b>	<b>\$ 4,942</b>		
<b>LIABILITIES</b>						
Other liabilities	\$ 9,088	\$ 90,434	\$ 94,580	\$ 4,942		
<b>Total liabilities</b>	<b>\$ 9,088</b>	<b>\$ 90,434</b>	<b>\$ 94,580</b>	<b>\$ 4,942</b>		
<b>Go-Back (1110)</b>						
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ 147	\$ 147	\$ -		
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 147</b>	<b>\$ 147</b>	<b>\$ -</b>		
<b>LIABILITIES</b>						
Other liabilities	\$ -	\$ 147	\$ 147	\$ -		
<b>Total liabilities</b>	<b>\$ -</b>	<b>\$ 147</b>	<b>\$ 147</b>	<b>\$ -</b>		
<b>Safekeeping (1344)</b>						
<b>ASSETS</b>						
Cash and cash equivalents	\$ 112	\$ 45	\$ 21	\$ 136		
Investments	893	778	842	829		
<b>Total assets</b>	<b>\$ 1,005</b>	<b>\$ 823</b>	<b>\$ 863</b>	<b>\$ 965</b>		
<b>LIABILITIES</b>						
Other liabilities	\$ 1,005	\$ 823	\$ 863	\$ 965		
<b>Total liabilities</b>	<b>\$ 1,005</b>	<b>\$ 823</b>	<b>\$ 863</b>	<b>\$ 965</b>		
<b>Total - All Agency Funds</b>						
<b>ASSETS</b>						
Cash equity with State Treasurer	\$ 10,395	\$ 90,461	\$ 94,562	\$ 6,294		
Cash and cash equivalents	112	192	168	136		
Investments	893	778	842	829		
Other receivables, net	18	-	18	-		
<b>Total assets</b>	<b>\$ 11,418</b>	<b>\$ 91,431</b>	<b>\$ 95,590</b>	<b>\$ 7,259</b>		
<b>LIABILITIES</b>						
Other liabilities	\$ 11,418	\$ 91,431	\$ 95,590	\$ 7,259		
<b>Total liabilities</b>	<b>\$ 11,418</b>	<b>\$ 91,431</b>	<b>\$ 95,590</b>	<b>\$ 7,259</b>		



132 South Water Street, Suite 300 • Decatur, IL 62523

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Honorable William G. Holland  
Auditor General  
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the State of Illinois, Office of the Secretary of State, as of and for the year ended June 30, 2011, which collectively comprise State of Illinois, Office of the Secretary of State's basic financial statements and have issued our report thereon dated May 15, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

Management of the State of Illinois, Office of the Secretary of State, is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the State of Illinois, Office of the Secretary of State's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the State of Illinois, Office of the Secretary of State's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the State of Illinois, Office of the Secretary of State's internal control over financial reporting.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis.

*A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the State of Illinois, Office of the Secretary of State's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

A handwritten signature in black ink that reads "Sikich LLP". The signature is written in a cursive, flowing style.

Decatur, Illinois  
May 15, 2012