



STATE OF ILLINOIS
OFFICE OF THE
AUDITOR GENERAL

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

DEPARTMENT OF CENTRAL MANAGEMENT SERVICES
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND

Financial Audit
For the Year Ended June 30, 2019

Release Date: January 30, 2020

FINDINGS THIS AUDIT:	0
FINDINGS LAST AUDIT:	0

INTRODUCTION

This digest covers our financial audit of the Community College Health Insurance Security Fund for the year ended June 30, 2019. At June 30, 2019 the Net Position reflected a deficit of \$74,856,000. Further, the Schedule of Changes in Net OPEB Liability reflects a Net OPEB Liability of \$1,813,684,493.

There were no material findings of noncompliance disclosed during our examination.

AUDITOR'S OPINION

The auditors stated the financial statements of the Department of Central Management Services, Community College Health Insurance Security Fund as of and for the year ended June 30, 2019, are fairly stated in all material respects.

This financial audit was conducted by Sikich, LLP.

SIGNED ORIGINAL ON FILE

JANE CLARK
Division Director

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

SIGNED ORIGINAL ON FILE

FRANK J. MAUTINO
Auditor General

FJM:skm

{Financial information is summarized on next page.}

**DEPARTMENT OF CENTRAL MANAGEMENT SERVICES
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND
FINANCIAL AUDIT
For the Year Ended June 30, 2019**

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION (expressed in thousands)	Fiscal Year 2019	Fiscal Year 2018
Additions		
Contributions		
Employer.....	\$ 4,488	\$ 4,463
State.....	9,487	4,367
Plan Members		
Actives.....	4,488	4,463
Federal Government Medicare Part D.....	171	207
Total Contributions.....	<u>18,634</u>	<u>13,500</u>
Interest Income.....	48	59
Total Additions.....	<u>18,682</u>	<u>13,559</u>
Deductions		
Benefit Payments and Refunds.....	24,800	23,225
General and Administrative.....	4,198	3,543
Total Deductions.....	<u>28,998</u>	<u>26,768</u>
Net Additions (Deductions).....	(10,316)	(13,209)
Unrestricted Net Position		
Beginning of Year, as restated.....	<u>(64,540)</u>	<u>(51,331)</u>
End of Year.....	\$ (74,856)	\$ (64,540)
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS (expressed in thousands) (Unaudited)	June 30, 2018	June 30, 2018
Total OPEB Liability- Beginning.....	\$ 1,820,712	\$ 1,772,819
Net Change in Total OPEB Liability.....	\$ (7,028)	\$ 47,893
Total OPEB Liability- Ending.....	\$ 1,813,684	\$ 1,820,712
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability.....	-4.13%	-3.54%
PARTICIPANT INFORMATION	Fiscal Year 2019	Fiscal Year 2018
Number of Retirees and Beneficiaries.....	6,507	6,324
Number of Inactive, Nonretired Members.....	6,084	5,682
Number of Active Members.....	19,707	20,407
Total.....	<u>32,298</u>	<u>32,413</u>
Number of participating employers.....	39	39
Number of nonemployer contributing entities.....	1	1
AGENCY DIRECTOR		
During Examination Period: Tim McDevitt, Acting (through 1/4/19); Sarah Kerley, Acting (1/5/19 - 1/20/19); Janel Forde, Acting (effective 1/21/19)		
Currently: Janel Forde, Acting		