



STATE OF ILLINOIS
OFFICE OF THE
AUDITOR GENERAL

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

DEPARTMENT OF CENTRAL MANAGEMENT SERVICES
LOCAL GOVERNMENT HEALTH INSURANCE RESERVE FUND

Financial Audit
For the Year Ended June 30, 2016

Release Date: February 23, 2017

FINDINGS THIS AUDIT:	0
FINDINGS LAST AUDIT:	1

INTRODUCTION

This digest covers our financial audit of the Local Government Health Insurance Reserve Fund for the year ended June 30, 2016.

There were no material findings disclosed during our examination.

AUDITORS' OPINION

Our auditors stated the financial statements of the Local Government Health Insurance Reserve Fund as of June 30, 2016, and for the year then ended, are fairly stated in all material respects.

SIGNED ORIGINAL ON FILE

FRANK J. MAUTINO
Auditor General

FJM:SKM

SPECIAL ASSISTANT AUDITORS

Our Special Assistant Auditors for this audit were Sikich, LLP.

{Expenditures and Activity Measures are summarized on next page.}

**DEPARTMENT OF CENTRAL MANAGEMENT SERVICES
LOCAL GOVERNMENT HEALTH INSURANCE RESERVE FUND
FINANCIAL AUDIT
For the Year Ended June 30, 2016**

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION (expressed in thousands)	Fiscal Year 2016	Fiscal Year 2015
OPERATING REVENUES		
Charges for sales and services.....	\$ 40,999	\$ 37,341
OPERATING EXPENSES		
Benefit payments and refunds.....	40,732	36,890
General and administrative.....	1,018	993
Total operating expenses.....	<u>41,750</u>	<u>37,883</u>
Operating income (loss).....	(751)	(542)
NONOPERATING REVENUES (EXPENSES)		
Interest and investment income.....	20	21
Interest expense.....	(22)	(12)
Other revenues.....	<u>52</u>	<u>58</u>
Changes in net position.....	(701)	(475)
Net Position, July 1,.....	<u>2,017</u>	<u>2,492</u>
NET POSITION, JUNE 30.....	<u><u>\$ 1,316</u></u>	<u><u>\$ 2,017</u></u>

SUPPLEMENTARY INFORMATION	Fiscal Year 2016	Fiscal Year 2015
Number of local governmental entities participating.....	294	260
Approximate number of employees covered.....	2,937	2,798
Approximate number of dependents covered.....	2,126	1,847
Approximate number of retirees covered.....	201	204

AGENCY DIRECTOR
During Examination Period: Tom Tyrrell (4/30/15 through 1/15/16)
Michael Hoffman - Acting (1/16/16 - present)
Currently: Michael Hoffman - Acting