

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
COMPLIANCE EXAMINATION**

(In Accordance with the Single Audit Act
and OMB Circular A-133)
For the Year Ended June 30, 2010

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

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
COMPLIANCE EXAMINATION
(In Accordance with the Single Audit Act and OMB Circular A-133)
For the Year Ended June 30, 2010**

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EASTERN ILLINOIS UNIVERSITY
COMPLIANCE EXAMINATION
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**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
UNIVERSITY OFFICIALS
June 30, 2010**

President	Dr. William L. Perry
Provost and Vice President for Academic Affairs	Dr. Blair M. Lord
Vice President for Business Affairs	Dr. William V. Weber
Vice President for Student Affairs	Dr. Daniel P. Nadler
Vice President for University Advancement (1/1/10-present)	Mr. Robert K. Martin
Vice President for External Relations (7/1/09-12/31/09)	Dr. Jill F. Nilsen
Director of Business Services and Treasurer	Mr. Paul A. McCann, CPA
General Counsel	Mr. Robert L. Miller
Director of Internal Auditing	Ms. Sharon K. McRaven, CPA, CIA

University offices are located at:

600 Lincoln Avenue
Charleston, Illinois 61920

Vice President for Business Affairs
and Treasurer, Board of Trustees

600 Lincoln Avenue
Charleston, Illinois 61920-3099

Office: (217) 581-2921
Fax: (217) 581-3290



MANAGEMENT ASSERTION LETTER

April 1, 2011

E.C. Ortiz & Co., LLP
Certified Public Accountants
333 S. Des Plaines, Suite 2-N
Chicago, Illinois 60661

Ladies and Gentlemen:

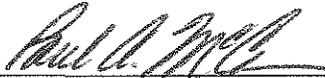
We are responsible for the identification of, and compliance with, all aspects of laws, regulations, contracts, or grant agreements that could have a material effect on the operations of the State of Illinois – Eastern Illinois University (University). We further acknowledge that we are responsible for and we have established and maintained an effective system of internal controls over compliance requirements, except as disclosed to the auditors during the engagement. We have performed an evaluation of the University's compliance with the following assertions during the year ended June 30, 2010. Based on this evaluation, we assert that during the year ended June 30, 2010, the University has materially complied with the assertions below.

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

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

Yours very truly,

State of Illinois – Eastern Illinois University

Paul McCann 
Director of Business Services and Treasurer

William Weber 
Vice President for Business Affairs

William Perry 
President

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
COMPLIANCE REPORT SUMMARY
For the Year Ended June 30, 2010**

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

ACCOUNTANTS' REPORTS

The Independent Accountants' Report on State Compliance, on Internal Control Over Compliance and on Supplementary Information for State Compliance Purposes does not contain scope limitations, disclaimers, or other significant non-standard language.

SUMMARY OF FINDINGS

<u>Number of</u>	<u>Current Report</u>	<u>Prior Report</u>
Findings	5	5
Repeated findings	1	2
Prior recommendations implemented or not repeated	4	6

Details of findings are presented in the separately tabbed report section of this report.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
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FINDINGS (*GOVERNMENT AUDITING STANDARDS*)

10-1	18	Completed building not depreciated	Material weakness
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FINDINGS AND QUESTIONED COSTS (*FEDERAL COMPLIANCE*)

10-2	21	Noncompliance with federal reporting requirements	Noncompliance and significant deficiency
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**STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 COMPLIANCE REPORT SUMMARY
 For the Year Ended June 30, 2010**

FINDINGS (STATE COMPLIANCE)

10-3	24	Timesheets not required	Noncompliance and significant deficiency
10-4	26	Noncompliance with ethics training requirements	Noncompliance and significant deficiency
10-5	27	Late deposit of receipts and refunds	Noncompliance and significant deficiency

In addition, the following findings which are reported as current findings relating to *Government Auditing Standards* also meet the reporting requirement for State Compliance.

10-1	18	Completed building not depreciated	Material noncompliance and material weakness
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PRIOR FINDINGS NOT REPEATED

A	28	Inadequate process in establishing accounting estimates
B	28	Failure to timely revoke access to University information systems and timely cancel telephone credit cards assigned to former employees
C	29	Inaccurate student status codes reported through the Common Origination and Disbursement System
D	29	Inadequate disaster contingency planning

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
COMPLIANCE REPORT SUMMARY
For the Year Ended June 30, 2010**

EXIT CONFERENCE

The findings and recommendations appearing in this report were discussed with University personnel at an exit conference on March 14, 2011. Attending were:

Eastern Illinois University

William Weber, Vice President of Business Affairs
Paul McCann, Director of Business Services
Michael Hutchinson, Interim Assistant Comptroller
Tami Babbs, Interim Assistant Comptroller
Linda Coffey, Bursar
Rebecca Litton, Internal Auditor III
Kathy Reed, Interim Assistant Vice President for Information Technology
Adam Dodge, Information Technology Security Officer

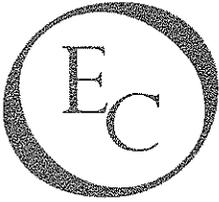
Auditor General

Jon Fox, Audit Manager

E. C. Ortiz & Co. LLP

Edilberto Ortiz, Partner
Marites Sy, Partner
Shirley Trinidad, Manager
Marceliana Caragan, Senior Auditor

The responses to the recommendations were provided by Paul McCann in a letter dated March 21, 2011.



E.C. ORTIZ & CO., LLP
CERTIFIED PUBLIC ACCOUNTANTS

**Independent Accountants' Report on State Compliance,
on Internal Control over Compliance, and on
Supplementary Information for State Compliance Purposes**

Honorable William G. Holland
Auditor General
State of Illinois

and

The Board of Trustees
Eastern Illinois University

Compliance

As Special Assistant Auditors for the Auditor General, we have examined Eastern Illinois University's (University) compliance with the requirements listed below, as more fully described in the Audit Guide for Financial Audits and Compliance Attestation Engagements of Illinois State Agencies (Audit Guide) as adopted by the Auditor General, during the year ended June 30, 2010. The management of the University is responsible for compliance with these requirements. Our responsibility is to express an opinion on the University's compliance based on our examination.

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

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

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

As described in finding 10-1 in the accompanying schedule of findings and questioned costs, the University did not comply with requirement C on the previous page. Requirement C refers to the assertion that the University has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations. Compliance with such requirement is necessary, in our opinion, for the University to comply with the requirements listed in the first paragraph of this report.

In our opinion, except for the noncompliance described in the preceding paragraph, the University complied, in all material respects, with the compliance requirements listed in the first paragraph of this report during the year ended June 30, 2010. However, the results of our procedures disclosed other instances of noncompliance, which are required to be reported in accordance with criteria established by the Audit Guide, issued by the Illinois Office of the Auditor General and which are described in the accompanying Schedule of Findings and Questioned Costs as items 10-3, 10-4, and 10-5.

Internal Control

The management of the University is responsible for establishing and maintaining effective internal control over compliance with the requirements listed in the first paragraph of this report. In planning and performing our examination, we considered the University's internal control over compliance with the requirements listed in the first paragraph of this report as a basis for designing our examination procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the Audit Guide issued by the Illinois Office of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiency in internal control over compliance that we considered to be a material weakness and other deficiencies that we consider to be significant deficiencies.

A *deficiency* in an entity's internal control over compliance 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 noncompliance with the requirements listed in the first paragraph of this report on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material noncompliance with a requirement listed in the first paragraph of this report will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies in internal control over compliance as described in the accompanying schedule of findings and questioned costs as item 10-1 to be a material weakness.

A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 10-3, 10-4 and 10-5 to be significant deficiencies.

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

The University's responses to the findings identified in our examination are described in the accompanying Schedule of Findings and Questioned Costs. We did not examine the University's responses and, accordingly, we express no opinion on the responses.

Supplementary Information for State Compliance Purposes

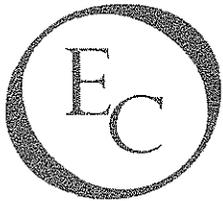
As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the business-type activities of the University and its aggregate discretely presented component units as of and for the year ended June 30, 2010, which collectively comprise the University's basic financial statements, and have issued our report thereon dated April 1, 2011. Our report was modified to include a reference to other auditors. Other auditors audited the financial statements of the University's discretely presented component units, as described in our report on the University's financial statements. The accompanying supplementary information, as listed in the table of contents as Supplementary Information for State Compliance Purposes, is presented for purposes of additional analysis and is not a required part of the basic financial statements of the University. The 2010 Supplementary Information for State Compliance Purposes, except for that portion marked "unaudited" on

which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2010 taken as a whole.

We have also previously audited, in accordance with auditing standards generally accepted in the United States, the University's basic financial statements for the year ended June 30, 2009. In our report dated February 24, 2010, we expressed unqualified opinions on the respective financial statements of the business-type activities and the aggregate discretely presented component units. Our report was modified to include a reference to other auditors. Other auditors audited the financial statements of the University's discretely presented component units, as described in our report on the University's financial statements. In our opinion, the 2009 Supplementary Information for State Compliance Purposes, except for the portion marked "unaudited" is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2009, 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 Board of Trustees, University's management and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

E. C. Ortiz & Co., LLP
E.C. Ortiz & Co. LLP
April 1, 2011



E.C. ORTIZ & CO., LLP
CERTIFIED PUBLIC ACCOUNTANTS

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

and

The Board of Trustees
Eastern Illinois University

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the business-type activities of Eastern Illinois University (University) and its aggregate discretely presented component units, collectively a component unit of the State of Illinois, as of and for the year ended June 30, 2010, which collectively comprise the University's basic financial statements and have issued our report thereon dated April 1, 2011. Our report was modified to include a reference to other auditors. 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. Other auditors audited the financial statements of the University's discretely presented component units, as described in our report on the University's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the University'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 and not for the purpose of expressing an opinion on the effectiveness of the University's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in the internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the

accompanying schedule of findings, we identified certain deficiency in internal control over financial reporting that we consider to be a material weakness.

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 a 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. We consider the deficiency described in finding 10-1 in the accompanying schedule of findings to be a material weakness.

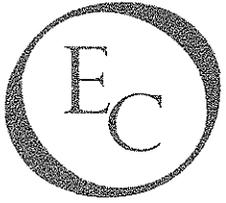
Compliance and Other Matters

As part of obtaining reasonable assurance about whether the University'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*.

The University's response to the finding identified in our audit is described in the accompanying schedule of findings. We did not audit the University's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, the Board of Trustees, University management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

E.C. Ortiz & Co., LLP
E.C. Ortiz & Co., LLP
April 1, 2011



Independent Auditors' Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program, on Internal Control over Compliance, and on the Schedule of Expenditures of Federal Awards in Accordance with OMB Circular A-133

Honorable William G. Holland
Auditor General
State of Illinois

and

The Board of Trustees
Eastern Illinois University

Compliance

We have audited Eastern Illinois University's (University) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2010. The University's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the University's management. Our responsibility is to express an opinion on the University's compliance based on our audit.

The schedule of expenditures of federal awards and our audit described below does not include expenditures of federal awards for those agencies determined to be component units of the University for financial statement purposes.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the University's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the University's compliance with those requirements.

In our opinion, the University complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as item 10-2.

Internal Control over Compliance

The management of the University is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the University's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of control deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified a certain deficiency in internal control over compliance that we consider to be a significant deficiency as described in the accompanying schedule of findings and questioned costs as item 10-2. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the business type activities of the University and its aggregate discretely presented component units as of and for the year ended June 30, 2010, which collectively comprise the University's basic financial statements, and have issued our

report thereon dated April 1, 2011. Our report was modified to include a reference to other auditors. Other auditors audited the financial statements of the University's discretely presented component units, as described in our report on the University's financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the University's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.

The University's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the University's response and, accordingly, we express no opinion on the response.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, the Board of Trustees, University's management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

E. C. Ortiz & Co., LLP
E.C. Ortiz & Co. LLP
April 1, 2011

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COST
For the Year Ended June 30, 2010**

SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? X Yes No
- Significant deficiency(ies) identified not considered to be material weaknesses? Yes X None Reported
- Noncompliance material to financial statements noted? Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes X No
- Significant deficiency(ies) identified not considered to be material weaknesses? X Yes None Reported

Type of auditors' report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a) X Yes No

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program</u>
84.038, 84.268, 84.033, 84.063, 84.007, 84.379, 84.375, 84.376	Student Financial Aid Cluster
47.074, 47.050, 47.070, 47.049, 47.078, 10.206, 15.634, 93.173 81.089, 81.003	Research and Development Cluster
93.596, 93.575, 93.713	Child Care and Development Fund Cluster
93.707, 93.705, 93.045, 93.053	Aging Cluster
84.397, 84.394	State Fiscal Stabilization Fund Cluster
93.558	Temporary Assistance For Needy Families
11.550	Public Telecommunications Facilities Planning and Construction

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COST
For the Year Ended June 30, 2010**

SUMMARY OF AUDITORS' RESULTS

Dollar threshold used to distinguish between Type A and B programs: \$300,000

Auditee qualified as low-risk auditee? Yes X No

STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

CURRENT FINDINGS – GOVERNMENT AUDITING STANDARDS

10-1. **Finding** (Completed building not depreciated)

Eastern Illinois University (University) did not properly classify costs associated with the construction of a building that was substantially completed as a depreciable asset in accordance with generally accepted accounting principles.

In January 2001, the University through the Capital Development Board (CDB) entered into various construction contracts for the renovation and expansion of the Doudna Fine Arts Building funded through direct appropriation to CDB. The construction project estimated cost was \$56 million. CDB turned over the building to the University upon substantial completion in September 2008 at which time the University occupied and used the building for its intended purpose. From the time of substantial completion until June 30, 2010, the University continued to account for the costs of the construction of the building in a construction in progress account. As a result no depreciation was allocated to the asset and an adjustment to depreciation expense and accumulated depreciation totaling \$1.7 million was necessary at year-end. In addition, a reclassification entry was made to reclassify related construction costs from construction in progress to building account.

Generally Accepted Accounting Principles and Statewide Accounting Management Systems (SAMS) procedure 03.30.10 page 5 states when a construction is substantially completed; i.e., the asset constructed is ready for its intended purpose, the costs should be transferred from construction in progress to an appropriate fixed asset account and depreciated over the useful life of the asset.

According to University personnel, the University reluctantly agreed to substantial completion of the building. The University still had a significant work and various safety issues that prevented full and complete use of the building at the time when the building was turned over to the University.

Failure to properly depreciate buildings at the time they are substantially complete, occupied and used by the University results in the overstatement of assets and the understatement of operating expenses. (Finding Code No. 10-1)

Recommendation

We recommend the University review its policies and procedures related to accounting for completed capital asset projects. Projects substantially complete and put into service should be capitalized and depreciated in accordance with Generally Accepted Accounting Principles.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

CURRENT FINDINGS – *GOVERNMENT AUDITING STANDARDS* (Continued)

University Response

The University recorded the Doudna Fine Arts Center as a capital asset and began depreciating it during the year ended June 30, 2010.

The Illinois Capital Development Board (CDB) is responsible for the construction of the Doudna Fine Arts Center. Construction of the facility began in 2002. Construction was scheduled to be completed in 2006, but due to the State's money issues and various design issues, delays occurred.

For planning purposes, the University was in continual communication with CDB and in 2007, CDB told the University that construction would be complete in time for the 2008-09 academic year. Accordingly, the University notified the landlords of the buildings that we were renting to house the academic programs normally located in Doudna that we would be terminating the rental agreements in August, 2008 and we started to plan the opening of the facility. Due to the State's money issues, the University was also covering costs of construction. Covering both the cost of the rental properties and part of the costs of construction were expensive so the University needed the facility to be completed as soon as possible.

In June, 2008, CDB gave the University notice of substantial completion. However, numerous issues still existed with the building and the University refused to provide final acceptance of the building. Since the University no longer had the option of going back to the rental facilities, we agreed to sign the notice of substantial completion but with the understanding that additional work had to be done before the University would accept the building.

At June 30, 2010, there were over 80 significant items on the "to do" list, significant amounts of retainage had not been paid to the contractors and we estimate approximately \$1.7 million of work was still needed to complete the facility. Examples of the types of items that need to be finished were doors on the main stage were improperly installed, became detached and fell on a piano hurting two students, decorative copper sheets that are attached to the walls are loose and must be reattached, a basement lounge fills with water when it rains, fume hoods were not properly designed and installed, guard rails need to be installed and restrooms need to be modified to comply with ADA standards.

During 2010, the Governor released \$1.6 million that had been appropriated by the Legislature for finishing the facility in 2009. CDB is currently working with the University and the contractors to finish the facility.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

CURRENT FINDINGS – GOVERNMENT AUDITING STANDARDS (Continued)

Based upon conversations with the University's engineer and architect, we made a professional decision that the building was not done and should not be depreciated. We believe that our position is reasonable and complies with Generally Accepted Accounting Principles that state "ownership is a collection of rights to 'use and enjoy' property. For assets held for public benefit...the right to use and enjoy property includes the right to determine how the property is used" (Comprehensive Implementation Guide, 2009 Question 7.9.6). At June 30, 2010, we did not have that right and therefore believe that depreciation of the asset was not appropriate.

Auditors' Comment

While we understand the University has some ongoing construction items needed to completely finish the construction of the Doudna Fine Arts Center, the University occupied and began using the building in September 2008. Accounting rules use the concept and criteria of "substantial completion" to delineate the time depreciation should begin. Its important to note that the accounting standard for beginning depreciation is "substantial completion" and not "absolute completion". By any reasonable standard, once the University decided to occupy and use the building, the building was effectively substantially complete and depreciation should have begun.

Comprehensive Implementation Guide 2009 Question 7.9.6 deals with issue of "title and ownership" of property, which is a different issue than the issue of this finding and thus would not apply. We continue to recommend the University review its policy and procedure for determining when a construction project is substantially complete and when depreciation should begin.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

CURRENT FINDINGS – FEDERAL COMPLIANCE

10-2. **Finding** (Noncompliance with federal reporting requirements)

Federal Agency: United States Department of Commerce National
Telecommunications and Information Administration
Federal Program: Public Telecommunications Facilities Planning and Construction
CFDA #: 11.550
Questioned Costs: None

Federal Agency: National Science Foundation
Federal Program: Geosciences
CFDA #: 47.050
Questioned Costs: None

Federal Agency: United States Department of Energy
Federal Program: Fossil Energy Research and Development
CFDA #: 81.089
Questioned Costs: None

Federal Agency: United States Department of Education
Federal Program: Federal Work-Study Program
CFDA #: 84.033
Questioned Costs: None

Eastern Illinois University (University) did not timely submit reports as required by federal granting agencies.

The University was a recipient of a grant from the Department of Commerce National Telecommunication and Information Administration (DoC NTIA) to convert the WEIU/TV master control equipment to high definition capability and improve redundancy in its storage, distribution and broadcast operations. The award period was from October 1, 2009 through March 31, 2011. The grant agreement requires the University to submit a semi-annual Federal Financial Report (SF-425) to the National Institute of Standards and Technology (NIST) no later than 30 days after the end of each federal fiscal year semi-annual period of March 31 and September 30. During our testing, we noted the SF-425 for the semi-annual period ended March 31, 2010 was not submitted to NIST. Upon notification from the auditors, the University submitted the SF-425 on September 9, 2010, 132 days after the report was due.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

CURRENT FINDINGS – FEDERAL COMPLIANCE (Continued)

The University received a grant from the National Science Foundation (NSF) as part of its research and development cluster which was used to test the hypotheses that by affecting the strength of interparticle bonding forces, fire induced water repellency enhances soil erodibility. The grant agreement requires that an annual progress report is submitted to NSF at least 90 days prior to the end of a budget period. In fiscal year 2010, the budget period ended on May 31, 2010 but the annual progress report was submitted June 21, 2010, 21 days late.

The University also received a grant from the Department of Energy (DOE) National Energy Technology Laboratory (NETL) as part of the research and development cluster. The grant was used to provide the University with consulting services and technical analysis to study the development of the possible options to replace the University power plant. The grant agreement requires the University to submit a quarterly Financial Status Report (SF-269A) within 30 calendar days after the end of the calendar quarter. In August 2009, the DOE NETL issued a modification replacing SF-269A with SF-425, Federal Financial Report. For the quarters ended September 30, 2009 and December 31, 2009, the University submitted SF-269A instead of the revised form SF-425. Also, the University did not timely submit the June 30, 2010 quarterly SF-425. The report was submitted 12 days late.

In fiscal year 2010, part of the University's Federal Work Study (FWS) Program funding was from the American Recovery and Reinvestment Act (ARRA). Reporting guidance from the Federal Student Aid states that institutions receiving at least \$25,000 of ARRA funding for FWS Program for the 2009-2010 Award Year are required to submit a quarterly report by the 10th of the month following the end of the calendar quarter. During our testing, the University did not timely submit the June 30, 2010 quarterly report. The report was submitted 10 days after it was due.

According to University personnel, the delays in filing the reports were due to miscommunication.

Failure to submit the required reports to Federal awarding agencies on time may result in (1) the temporary suspension of the ability to draw down grant funds, (2) suspension of the Grant Award for non-compliance with the terms and conditions of the grant or (3) delay in processing of additional funding and administrative actions, including, but not limited to, no cost extensions. (Finding Code No. 10-2)

Recommendation

We recommend management monitor submission of required reports to awarding entities to ensure compliance with the reporting requirement of the grant.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

CURRENT FINDINGS – FEDERAL COMPLIANCE (Continued)

University Response

We agree with the auditor's recommendation. We will improve communications with the Federal agencies so that we understand the reporting requirements for each grant. We will inform all employees involved in Federal grants of the importance of complying with the applicable reporting requirements and we have established a system that will help us track all reports that are due.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

CURRENT FINDINGS – STATE COMPLIANCE

10-3. **Finding** (Timesheets not required)

Eastern Illinois University (University) did not require all employees to submit time sheets as required by the State Officials and Employees Ethics Act (Act).

During our current year compliance examination, we noted that the University began implementing positive time reporting for some salaried employees towards the end of fiscal year 2010. However, all faculty employees and some salaried employees were set-up to only report their leave time hours and were not required to report their time spent each day working on University business, which was effectively a “negative” timekeeping system whereby the employee was assumed to be working unless noted otherwise.

The Act required the Illinois Board of Higher Education (IBHE), with respect to State employees of public universities, to adopt and implement personnel policies. The Act (5 ILCS 430/5-5(c)) states, “The policies shall require State employees to periodically submit time sheets documenting the time spent each day on official State business to the nearest quarter hour.” The IBHE adopted personnel policies for public universities on February 3, 2004, in accordance with the Act. The University has not incorporated these policies into the University policies.

According to the University personnel, the University has begun implementing positive time reporting to salaried employees in order to address the issue of noncompliance with the Act. However, while employees have been trained to complete and submit positive time reports, they have encountered difficulties in getting Faculty employees to comply with the positive time reporting system.

By not requiring time sheets from all of its employees, the University does not have complete documentation of the time spent by faculty and staff on official state business as contemplated by the Act. (Finding Code No. 10-3, 09-4, 08-5, 07-4, 06-3, 05-4)

Recommendation

We recommend the University continue its efforts to develop and implement a reporting system to require all employees to submit timesheets in compliance with the Act.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

CURRENT FINDINGS – STATE COMPLIANCE (Continued)

University Response

We agree with the auditor's recommendation. At the time of this response, all monthly employees, except faculty are in compliance with the Statute. We will continue to work with the faculty in an attempt to obtain compliance.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

CURRENT FINDINGS – STATE COMPLIANCE (Continued)

10-4. **Finding** (Noncompliance with ethics training requirements)

Eastern Illinois University (University) did not ensure newly hired employees completed ethics training within the required timeframe in accordance with the State Officials and Employees Ethics Act.

During our testing, we noted 4 of 25 (16%) new hires tested did not complete the required ethics training within 30 days after commencement of employment with the University. The ethics training of the referenced employees were completed 15 to 129 days after they were due.

The Illinois State Officials and Employees Ethics Act (Act) (5 ILCS 430/5-10), states that each officer, member, and employee must complete, at least annually beginning in 2004, an ethics training program conducted by the appropriate State agency. Each ultimate jurisdictional authority must implement an ethics training program for its officers, members, and employees. A person who fills a vacancy in an elective or appointed position that requires training and a person employed in a position that requires training must complete his or her initial ethics training within 30 days after commencement of his or her office or employment.

According to University personnel, the change in the requirement for completion of the Ethics training from 6 months to 30 days took a while for the entire campus to grow accustomed to resulting in the delay in the completion of the ethics training.

Failure to provide ethics training within the required timeframe may result in employees being unaware of specific ethical requirements of State employees. (Finding Code No. 10-4)

Recommendation

We recommend the University's Ethics Officer reinforce the effort to monitor new hires completion of ethics training to ensure compliance with the Act.

University Response

We agree with the auditor's recommendation. We are investigating the establishment of a policy that will require new employees to report to the employment office on the first day of employment and require them to take the ethics test at that time.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

CURRENT FINDINGS – STATE COMPLIANCE (Continued)

10-5. **Finding** (Late deposit of receipts and refunds)

Eastern Illinois University (University) did not deposit receipts and refunds timely.

During our testing of departmental receipts and refunds, we noted 10 of 50 (20%) receipts and refunds totaling \$114,626.25 were deposited 2 to 14 days after the checks were received by the departments. The receipts and refunds not timely deposited were from library services, business office, special education, Tarble Arts, athletics, and parking services.

Internal Governing Policy (IGP) #102 states that all monies collected must be deposited intact no later than the next University business day whenever the total collections exceed \$50, and in no case less often than weekly. Any exceptions must be approved in advance by the University Treasurer.

According to University personnel, departments have been told to comply with the IGP #102. There are still departments that are not complying with this requirement.

Failure to deposit collections on a timely manner may result in lost interest revenue and increases the risk of misappropriation of funds. (Finding Code No. 10-5)

Recommendation

We recommend the University investigate the reasons departments are not complying with IGP #102 and determine appropriate enforcement actions to ensure compliance with the University's Internal Governing Policy.

University Response

We want deposits to be made in accordance with our policy. We will work with fiscal agents to improve compliance with our policy.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

PRIOR FINDINGS NOT REPEATED

A. **Finding** (Inadequate process in establishing accounting estimates)

During the prior year engagement, Eastern Illinois University (University) did not establish an adequate process to estimate the allowance for bad debts. The allowance for bad debts was computed based on estimated rates established and applied to the student accounts receivable balance by semester. The University had not established a process to prepare these estimates and did not have sufficient data on which the estimated allowance was based. (Finding Code No. 09-1)

Status: Implemented

During the current year engagement, we noted in our audit of student accounts receivable that the University had established a process for calculating an estimate of the allowance for bad student loans based on a statistical regression analysis utilizing historical data to determine the reasonableness of the rates. The regression analysis considered relevant factors such as collection, accounts receivable balances, historical experience, and economic conditions in determining the amount of allowance for bad debts.

B. **Finding** (Failure to timely revoke access to University information systems and timely cancel telephone credit cards assigned to former employees)

During the prior year engagement, the University did not timely revoke access to University information systems, including the Banner system and did not timely cancel telephone credit cards upon employee termination. (Finding Code No. 09-2)

Status: Partially Implemented

During the current year engagement, our sample testing disclosed no instances of untimely removal of access to University information systems. However, exceptions were still noted on untimely cancellation of telephone credit cards but they were not considered to be as significant as in the prior year and thus were reported to the University in the Report of Immaterial Findings.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

C. Finding (Inaccurate student status codes reported through the Common Origination and Disbursement System)

During the prior year engagement, the University did not report accurate student verification codes through the Common Origination and Disbursement (COD) system. Eighteen of 40 students reviewed were erroneously recorded as "V – Verified" by the University in the COD system where in fact, no verification were performed for these referenced students. (Finding Code No. 09-3)

Status: Implemented

During the current year engagement, our sample testing disclosed that the University accurately reported the student verification codes through the COD.

D. Finding (Inadequate disaster contingency planning)

During the prior year engagement, the University had not developed and tested a disaster contingency plan. (Finding Code No. 09-5)

Status: Partially Implemented

During the current year engagement, we found the University had completed its rewrite of the existing Information Technology Services (ITS) Disaster Recovery Plan (DRP) and had performed disaster recovery tests of its ERP system and network operations during the Summer of 2010. In addition, we found the DRP was subsequently updated in September 2010. However, based on our review, we noted some weaknesses still existed. Those weaknesses have been reported in the Report of Immaterial Findings.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES
SUMMARY**

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

- Fiscal Schedules and Analysis
 - Schedule of Expenditures of Federal Awards
 - Notes to Schedule of Expenditures of Federal Awards
 - Schedule of Appropriations, Expenditures, Lapsed and Reappropriated Balances
 - Comparative Schedule of Net Appropriations, Expenditures, Lapsed, and Reappropriated Balances
 - Comparative Schedule of Income Fund Revenues and Expenses
 - Schedule of Changes in Capital Assets
 - Auxiliary Enterprises and Activities, Financial Statements by Functional Entity
 - Designated Funds - Auxiliary Activities:
 - Balance Sheet by Entity
 - Current Funds Statement of Changes in Fund Balances by Entity
 - Statement of Changes in Plant Fund Balances by Entity
 - Auxiliary Enterprise Funds - Revenue Bonds:
 - Current Funds, Unrestricted, Balance Sheet by Entity
 - Statement of Current Funds, Unrestricted, Revenues and Expenditures by Entity
 - Statement of Current Funds, Unrestricted, Statement of Changes in Fund Balances by Entity
 - Plant Funds, Balance Sheet by Entity
 - Plant Funds, Statement of Changes in Fund Balances by Entity
 - Auxiliary Enterprise Funds - Other:
 - Balance Sheet by Entity
 - Current Funds Statement of Revenues and Expenditures by Entity
 - Current Funds Statement of Changes in Fund Balances by Entity
 - Plant Funds Statement of Changes in Fund Balances by Entity
 - Analysis of Revenues, Expenses and Changes in Net Assets
 - Analysis of Significant Variations in Account Balances
 - Analysis of Significant Lapse Period Spending
 - Schedule of Accounts Receivable
 - Schedule of Cash and Cash Equivalents and Investments
 - Summary of Indirect Cost Reimbursement:
 - Statement of Sources and Applications
 - Calculation Sheets for Indirect Cost Carry-Forward

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES
SUMMARY**

- Analysis of Operations
 - University Functions and Planning Program
 - Average Number of Employees
 - Service Efforts and Accomplishments (unaudited)
 - Schedule of Federal Expenditures, Nonfederal Expenses and New Loans
 - Undergraduate Tuition and Fee Waivers (unaudited)
 - Graduate Tuition and Fee Waivers (unaudited)
 - Bookstore and Textbook Rental Information (unaudited)

- *University Guidelines* 1982, as amended 1997
 - Special Data Requirements for Audits of Universities
 - Summary of Eastern Illinois University Foundation Payments to the University
 - Summary of Eastern Illinois University Alumni Association Payments to the University
 - Description of Accounting Entities, Sources of Revenue and Purpose of Each Entity
 - Calculation Sheets for Current Excess Funds

- Schedule of Accrued Liability for Employee Compensated Absences (unaudited)

The accountants' report that covers the Supplementary Information for State Compliance Purposes presented in the Compliance Report Section states that it has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in the auditors' opinion, except for that portion marked "unaudited", on which they express no opinion, it is fairly stated in all material respects in relation to the basic financial statement taken as a whole.

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended June 30, 2010

<u>Federal Grantor/Pass Through Grantor/Program/Grant Title</u>	<u>CFDA Number</u>	<u>Federal Project or Pass-Through Number</u>	<u>FY10 Expenditures</u>
MAJOR PROGRAM - STUDENT FINANCIAL AID CLUSTER			
<u>U.S. DEPARTMENT OF EDUCATION</u>			
<i>Federal Perkins Loans - Federal Capital Contributions</i>	84.038		\$ 6,695,615
<i>Federal Direct Student Loans</i>	84.268		61,629,614
<i>Federal Work-Study Program</i>			
FY09	84.033	P033A081143	(3,201)
FY10	84.033	P033A091143	520,301
			<u>517,100</u>
<i>Federal Pell Grant Program</i>			
FY09	84.063	P063P080106	24,748
FY10	84.063	P063P090106	12,861,899
			<u>12,886,647</u>
<i>Federal Supplemental Educational Opportunity Grants</i>			
FY09	84.007	P007A081143	28,590
FY10	84.007	P007A091143	342,464
			<u>371,054</u>
<i>Teacher Education Assistance For College And Higher Education Grants</i>			
FY09	84.379	P379T090106	10,253
FY10	84.379	P379T100106	350,730
			<u>360,983</u>
<i>Academic Competitiveness Grants</i>	84.375	P375A090106	148,012
<i>National Science and Mathematics Access to Retain Talent Grants</i>	84.376	P376S090106	178,404
			<u>82,787,429</u>
Total Financial Aid Cluster			<u>82,787,429</u>
MAJOR PROGRAM - RESEARCH AND DEVELOPMENT CLUSTER			
<u>NATIONAL SCIENCE FOUNDATION</u>			
<i>Biological Sciences</i>			
LTREB: Controls and Consequences of Exotic Plant Invasions in Abandoned Agricultural Land	47.074	DEB-0424605	29,448
RUI: Whole Genome Analysis of Hepatic Gene Silencing	47.074	MCB-0841653	27,132
			<u>56,580</u>
<i>Geosciences</i>			
Collaborative Research: Enhancement of Wind Erosion by Fire-Induced Water Repellency	47.050	EAR-0746231	48,364
<i>Computer and Information Science and Engineering</i>			
Collaborative Research: ITWF: Building Communities: Recruit	47.070	CNS-0420321	20,087

<u>Federal Grantor/Pass Through Grantor/Program/Grant Title</u>	<u>CFDA Number</u>	<u>Federal Project or Pass-Through Number</u>	<u>FY10 Expenditures</u>
<i>Mathematical and Physical Sciences</i>			
RUI: Structural Characterization of Ionic and Radical Complexes by High Resolution Spectroscopy	47.049	CHE-0809387	37,548
RUI: Photoreactive Crystalline Racemic and Quasiracemic Materials	47.049	CHE-0957391	35,941
MRI: Acquisition of a Single-Crystal X-Ray Diffractometer	47.049	CHE-0722547	17,678
			<u>91,167</u>
<i>Polar Programs</i>			
The Social Dynamics of Early Beothuk-European Relations in Trinity Bay, Newfoundland	47.078	ARC-1011781	15,014
TOTAL NATIONAL SCIENCE FOUNDATION			<u>231,212</u>
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
<i>Grants for Agricultural Research Competitive Research Grants</i>			
Behavioral Mechanisms Underlying Individual and Population Patterns in Japanese Beetle	10.206	2005-35302-16364	42,745
A Population Genetics Analysis of Mating/Dispersal Flights of the Red Imported Fire Ant	10.206	2009-35302-05069	36,233
			<u>78,978</u>
Passed-Through the Embarras River Management Association			
<i>Watershed Protection and Flood Prevention</i>			
Embarras River Management Association Congressional Earmark	None	69-5A12-3-9882	10,000
TOTAL U.S. DEPARTMENT OF AGRICULTURE			<u>88,978</u>
<u>U.S. DEPARTMENT OF THE INTERIOR</u>			
Passed-Through the Illinois Department of Natural Resources			
<i>State Wildlife Grants</i>			
Effects of Habitat Fragmentation on Sensitive Aquatic Species	15.634	T-50-D-1	15,236
Passed-Through the University of Illinois at Urbana-Champaign, Illinois Department of Natural Resources			
<i>State Wildlife Grants</i>			
Developing a Multi-Metric Habitat Index for Wadeable Streams in Illinois	15.634	2006-02878-01	3,281
TOTAL U.S. DEPARTMENT OF THE INTERIOR			<u>18,517</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
<i>Research Related to Deafness and Communication Disorders</i>			
Interaction of ApoE with Estrogen in the Olfactory System	93.173	2R15DC03889-03	61,062
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			<u>61,062</u>
<u>U.S. DEPARTMENT OF ENERGY</u>			
<i>Fossil Energy Research and Development</i>			
Power Plant Replacement Study	81.089	DE-NT0005389	338,909
Passed-through the University of Georgia			
<i>Granting of Patent Licenses</i>			
ARRA - Risk Model for Tims Branch/Steed Pond	81.003	RU267-503/4693198	18,208
Passed-Through Savannah River Nuclear Solutions LLC			
<i>Deer Data Evaluation</i>			
	None	AC716830	27,904
TOTAL U.S. DEPARTMENT OF ENERGY			<u>385,021</u>
Total Research and Development Cluster			<u>784,790</u>

<u>Federal Grantor/Pass Through Grantor/Program/Grant Title</u>	<u>CFDA Number</u>	<u>Federal Project or Pass-Through Number</u>	<u>FY10 Expenditures</u>
TRIO CLUSTER			
<u>U.S. DEPARTMENT OF EDUCATION</u>			
<i>Trio - Student Support Services</i>	84.042A	P042A051072-08	58,713
<i>Trio - Student Support Services</i>	84.042A	P042A051072-09	236,616
Total Trio Cluster			<u>295,329</u>
MAJOR PROGRAM - CHILD CARE AND DEVELOPMENT FUND (CCDF) CLUSTER			
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Passed-Through the Illinois Department of Human Services			
<i>Child Care Mandatory and Matching Funds of the Child Care and Development Fund</i>	93.596	10C6002526	420,932
<i>Child Care and Development Block Grant</i>	93.575	10C6002526	567,693
<i>ARRA - Child Care and Development Block Grant</i>	93.713	10C6002526	125,695
Total CCDF Cluster			<u>1,114,320</u>
MAJOR PROGRAM - AGING CLUSTER			
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Passed-Through the East Central Illinois Area Agency on Aging			
<i>ARRA - Aging Congregate Nutrition Services for States</i>	93.707		63,638
<i>ARRA - Aging Home-Delivered Nutrition Services for States</i>	93.705		43,939
			<u>107,577</u>
<i>Special Programs for the Aging, Title III, Part C, Nutrition Services</i>			
<i>Peace Meal Senior Nutrition Program FY09</i>	93.045		213,144
<i>Peace Meal Senior Nutrition Program FY10</i>	93.045		485,963
			<u>699,107</u>
<i>Nutrition Services Incentive Program</i>			
<i>Peace Meal Senior Nutrition Program FY09</i>	93.053		76,730
<i>Peace Meal Senior Nutrition Program FY10</i>	93.053		171,500
			<u>248,230</u>
Total Aging Cluster			<u>1,054,914</u>
MAJOR PROGRAM - STATE FISCAL STABILIZATION FUND CLUSTER			
<u>U.S. DEPARTMENT OF EDUCATION</u>			
Passed-through from the State of Illinois			
<i>State Fiscal Stabilization Fund (SFSF) - Government Services, Recovery Act</i>	84.397		1,683,300
<i>State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act</i>	84.394		1,273,663
Total State Fiscal Stabilization Fund Cluster			<u>2,956,963</u>
MAJOR PROGRAM - TEMPORARY ASSISTANCE FOR NEEDY FAMILIES CLUSTER			
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Passed-Through the Illinois Department of Human Services			
<i>Temporary Assistance for Needy Families</i>	93.558	10C6002526	589,483
OTHER PROGRAMS			
<u>U.S. DEPARTMENT OF EDUCATION</u>			
<i>Higher Education - Institutional Aid</i>			
<i>Strengthening Institutions Program - Student Success Center</i>	84.031A	P031A060147	221,027
<i>Fund for the Improvement of Postsecondary Education</i>			
<i>Critical Technology and Resources for Nursing Education in Rural Illinois</i>	84.116Z	P116Z080134	62,732
<i>Emergency Notification System</i>	84.116	P116Z090074	144,876
			<u>207,608</u>

<u>Federal Grantor/Pass Through Grantor/Program/Grant Title</u>	<u>CFDA Number</u>	<u>Federal Project or Pass-Through Number</u>	<u>FY10 Expenditures</u>
Passed-Through the Illinois Board of Higher Education <i>Improving Teacher Quality State Grants</i>			
Leadership for the Improvement of Teaching Performance	84.367	08NCLB3	42,076
Leadership for the Improvement of Teaching Performance	84.367	09NCLB3	80,259
			<u>122,335</u>
Passed-Through the Corporation for Public Broadcasting <i>Ready to Teach</i>			
PBS Teacherline in Central Illinois	84.286A	U286A050005	785
PBS Teacherline in Central Illinois	84.286A	U286A050005	6,119
			<u>6,904</u>
Passed-Through the University of California <i>National Writing Project</i>			
Eastern Illinois Writing Project	84.928A	08-IL05	40,815
			<u>40,815</u>
TOTAL U.S. DEPARTMENT OF EDUCATION			<u>598,689</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
<i>Nurse Education, Practice and Retention Grants</i>			
Nurse Education, Practice and Retention	93.359	5 D11HP09760-02-00	172,854
Passed-Through the Illinois Department of Human Services <i>Social Services Block Grant</i>	93.667	10C6002526	4,787
<i>Block Grants for Preventions and Treatment of Substance Abuse</i>			
Illinois Higher Education Prevention	93.959	10C6002526	228
Illinois Higher Education Prevention	93.959	10C6002526	272,808
Illinois Higher Education Prevention	93.959	10C6002526	498
			<u>273,534</u>
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			<u>451,175</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Passed-Through the Illinois Department of Human Services <i>Enforcing Underage Drinking Laws Program</i>			
Illinois Higher Education Prevention	16.727	10C6002526	958
Illinois Higher Education Prevention	16.727	10C6002526	128,963
Enforcing Underage Drinking Laws University Initiative	16.727	10C6002526	238
Enforcing Underage Drinking Laws University Initiative	16.727	10C6002526	100,000
			<u>230,159</u>
<i>Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program</i>			
Prescription Information Library Project	16.580	49X1014M40	180,812
			<u>180,812</u>
TOTAL U.S. DEPARTMENT OF JUSTICE			<u>410,971</u>
<u>NATIONAL AERONAUTICS AND SPACE ADMINISTRATION</u>			
<i>The International Conference on Applied Modeling and Information Security Systems</i>	None	NNX08AQ23G	4,476
			<u>4,476</u>
TOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION			<u>4,476</u>
<u>U.S. DEPARTMENT OF COMMERCE</u>			
Major Program - Public Telecommunications Facilities Planning and Construction			
PTFP - Eastern Illinois University	11.550	17-02-N09179	491,878
			<u>491,878</u>
TOTAL U.S. DEPARTMENT OF COMMERCE			<u>491,878</u>

<u>Federal Grantor/Pass Through Grantor/Program/Grant Title</u>	<u>CFDA Number</u>	<u>Federal Project or Pass-Through Number</u>	<u>FY10 Expenditures</u>
<u>NATIONAL FOUNDATION ON THE ARTS AND HUMANITIES</u>			
Passed-Through the Illinois Humanities Council			
<i>Promotion of the Humanities - Federal/State Partnership</i>			
Re-encountering Shakespeare	45.129	4509	4,000
Passed-Through the Secretary of State			
<i>Grants to States</i>			
Art and Architecture in Illinois Libraries: Part II	45.310	LSTA 09-5352	7,942
TOTAL NATIONAL FOUNDATION ON THE ARTS AND HUMANITIES			11,942
<u>NATIONAL ENDOWMENT FOR THE HUMANITIES</u>			
<i>Promotion of the Humanities - Public Programs</i>			
NEH on the Road: Wrapped in Pride	45.164	MR-50033-09	1,000
<i>Promotion of the Humanities Professional Development</i>			
Chaucer's Canterbury Tales	45.163	FV-50203-09	65,143
TOTAL NATIONAL ENDOWMENT FOR THE HUMANITIES			66,143
<u>LIBRARY OF CONGRESS</u>			
<i>EIU Teaching with Primary Sources</i>	None	GA070019	139,652
<i>LOC TPS Experience</i>	None	08-720640 1500100	4,842
TOTAL LIBRARY OF CONGRESS			144,494
Total Other Programs			2,179,768
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 91,762,996

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

1. GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of Eastern Illinois University for the year ended June 30, 2010. All federal awards received directly from federal agencies as well as federal awards passed through other government and nonprofit agencies are included on the schedule.

Following is a legend of acronyms used in the Schedule of Expenditures of Federal Awards:

ITWF	Information Technology Workforce
LTREB	Long-term Research in Environmental Biology
MRI	Major Research Instrumentation
RUI	Research in Undergraduate Institutions
ARRA	American Recovery and Reinvestment Act
PBS	Public Broadcasting Service

2. BASIS OF ACCOUNTING

With the exception of Peace Meal grants presented on page 34, the accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting. The Peace Meal grants are presented using the cash basis of accounting since this method is allowed under the grant agreement.

3. STUDENT LOAN PROGRAMS ADMINISTERED BY THE UNIVERSITY

The University administered the following federal loan program during the year ended June 30, 2010:

Perkins Loan Program CFDA #84.038

Outstanding balance, July 1, 2009	<u>\$ 6,713,389</u>
Additions:	
Interest income	118,561
Other income	25,539
Total	<u>144,100</u>
Deductions:	
Loans canceled or written-off	106,577
Administrative expenses	55,297
Total	<u>161,874</u>
Outstanding balance, June 30, 2010	<u>\$6,695,615</u>

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

The above deductions include disbursements and expenditures such as bad debts and administrative expenditures.

4. MAJOR PROGRAMS

The following federal program expenditures comprise major program expenditures under OMB Circular A-133 for the year ended June 30, 2010:

Student Financial Aid Cluster	\$82,787,429
Research and Development Cluster	784,790
Child Care and Development Fund Cluster	1,114,320
Aging Cluster	1,054,914
State Fiscal Stabilization Fund Cluster	2,956,963
Temporary Assistance for Needy Families	589,483
Public Telecommunications Facilities Planning and Construction	491,878
Total major program expenditures	<u>89,779,777</u>
Non-major program expenditures	<u>1,983,219</u>
Total federal expenditures	<u>\$91,762,996</u>

As part of the Student Financial Aid Program, Eastern Illinois University administers loan proceeds under the Perkins Loan Program (as described in Note 3) and the William D. Ford Federal Direct Loan Program.

5. NONCASH TRANSACTION INFORMATION

Certain noncash expenditures are included in the total expenditures on the Schedule of Expenditures of Federal Awards. The childcare program of the University is a processor of childcare claims for the Illinois Department of Human Services (DHS). The University determines eligibility and reimbursable hours for the participants. This information is sent to DHS who then pays the claims. The noncash amounts are recorded in the following programs: Child Care Mandatory and Matching Funds of the Child Care and Development Fund - \$275,847 (Federal CFDA #93.596), Child Care Development Block Grant - \$137,911 (Federal CFDA #93.575), ARRA Child Care Development Block Grant - \$79,853 (Federal CFDA #93.713), Temporary Assistance For Needy Families - \$589,483 (Federal CFDA #93.558) and Social Services Block Grant - \$4,787 (Federal CFDA #93.667). These noncash transactions have not been recorded on the University's financial statements.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

6. SUBRECIPIENTS

The University provided sub-awards of \$120,310 through the Enforcing Underage Drinking Laws (CFDA #16.727) to the following subrecipients: Illinois State University, \$15,000; Bradley University, \$15,000; Western Illinois University, \$14,325; University of Illinois at Springfield, \$14,448; Illinois Wesleyan University, \$15,000; University of Illinois at Chicago, \$15,000; and the Charleston Police Department, \$31,537.

7. RECONCILIATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS TO THE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

The following is a reconciliation of total expenditures as reported on the accompanying Schedule of Expenditures of Federal Awards to the revenue items reported as federal and state grants and contracts on the Statement of Revenues, Expenses and Changes in Net Assets included in the University's financial statements.

Funds, derived from federal aid, gifts or grants, may be used only to meet expenditures for the purposes specifically identified by sponsoring agencies. The federal aid, gifts or grants are recognized as revenue in the University's financial statements as expended.

Therefore, expenditures on the Schedule of Expenditures of Federal Awards agree with revenues on the Statement of Revenues, Expenses and Changes in Net Assets, except as noted below:

Total expenditures as shown on the Schedule of Expenditures of Federal Awards	\$91,762,996
Add:	
Direct state grants/contracts	818,973
Subtract:	
Federal Perkins loan program – federal capital contributions included on the Schedule of Expenditures of Federal Awards not included in the financial statements (less administrative costs)	(6,649,715)
Direct loans included in the Schedule of Expenditures of Federal Awards not included in the financial statements	(61,629,614)
State Fiscal Stabilization Fund Cluster included in financial statements as State appropriations	(2,956,963)
Noncash expenditures included in the Schedule of Expenditures of Federal Awards not included in the financial statements	(1,087,881)
Total federal and state grants and contracts revenues shown on the Statement of Revenues, Expenses and Changes in Net Assets	<u>\$20,257,796</u>

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 SCHEDULE OF APPROPRIATIONS, EXPENDITURES, LAPSED AND REAPPROPRIATED BALANCES
 APPROPRIATIONS FOR FISCAL YEAR 2010
 Fourteen Months Ended August 31, 2010

	<u>Appropriations (Net after Transfers)</u>	<u>Expenditures Through June 30, 2010</u>	<u>Lapse Period Expenditures 7/1 - 8/31/10</u>	<u>Total Expenditures</u>	<u>Balances Lapsed</u>	<u>Balances Reappropriated July 1, 2010</u>
<u>Public Acts 96-0114, 96-0035, 96-0046</u>						
GENERAL REVENUE FUND - 001						
Ordinary and contingent expenses	\$ 47,609,500	\$ 47,609,500	\$ -	\$ 47,609,500	\$ -	\$ -
Personal services - ARRA	1,273,700	1,273,663	-	1,273,663	37 *	-
Personal services - ARRA	<u>1,683,300</u>	<u>1,683,300</u>	<u>-</u>	<u>1,683,300</u>	<u>-</u>	<u>-</u>
Total General Revenue Fund - 001	<u>50,566,500</u>	<u>50,566,463</u>	<u>-</u>	<u>50,566,463</u>	<u>37</u>	<u>-</u>
CAPITAL DEVELOPMENT FUND - 141						
Purchase equipment and complete renovation of Doudna Fine Arts Center	<u>1,650,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,650,000</u>
Total Capital Development Fund - 141	<u>1,650,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,650,000</u>
STATE COLLEGE & UNIVERSITY TRUST FUND - 417						
Scholarship Grant Awards	<u>4,250</u>	<u>4,250</u>	<u>-</u>	<u>4,250</u>	<u>-</u>	<u>-</u>
Totals - All appropriated funds	<u>\$ 52,220,750</u>	<u>\$ 50,570,713</u>	<u>\$ -</u>	<u>\$ 50,570,713</u>	<u>\$ 37</u>	<u>\$ 1,650,000</u>

Note: The data for this report were taken from the University's records and reconciled to the data of the State Comptroller.
 Expenditure amounts are vouchers approved and paid by the University and submitted to the Comptroller for reimbursement of payments made to vendors.

* The Illinois Board of Higher Education requested that the University not spend \$37 of its ARRA appropriation.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,
LAPSED AND REAPPROPRIATED BALANCES**

	Fiscal Year	
	2010 PA 96-0114, 96-0035, 96-0046	2009 PA 95-0734
GENERAL REVENUE FUND - 001		
Appropriations (net of transfers)	\$ 50,566,500	\$ 50,566,500
General Revenue Fund expenditures		
Ordinary and contingent expenses	47,609,500	-
Personal services - ARRA	1,273,663	-
Personal services - ARRA	1,683,300	-
Personal services	-	48,466,500
Contractual services	-	1,000,000
Commodities	-	300,000
Equipment	-	500,000
Telecommunication services	-	300,000
	<u>50,566,463</u>	<u>50,566,500</u>
Lapsed balances	<u>\$ 37</u>	<u>\$ -</u>
CAPITAL DEVELOPMENT FUND - 141		
Appropriations (net of transfers)	\$ 1,650,000	\$ 2,352,952
Capital Development Fund expenditures		
Fine Arts renovation	-	2,073,636
Balances reappropriated	<u>\$ 1,650,000</u>	<u>\$ 279,316</u>
STATE COLLEGE & UNIVERSITY TRUST - 417		
Appropriations (net of transfers)	\$ 4,250	\$ 2,000
State College & University Trust expenditures		
Scholarships	4,250	2,000
Lapsed balances	<u>\$ -</u>	<u>\$ -</u>
Grand total, all funds		
Appropriations (net of transfers)	\$ 52,220,750	\$ 52,921,452
Expenditures	50,570,713	52,642,136
Lapsed balances	<u>\$ 37</u>	<u>\$ -</u>
Balances reappropriated	<u>\$ 1,650,000</u>	<u>\$ 279,316</u>

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
COMPARATIVE SCHEDULE OF INCOME FUND REVENUES AND EXPENSES
For the Years Ended June 30, 2010 and 2009**

	<u>2010</u>	<u>2009</u>
INCOME FUND		
Revenues		
Tuition	\$ 70,413,001	\$ 63,717,226
Services fees	307,475	323,557
Fines and penalties	74,663	73,150
Interest income	-	70,512
Other	123,929	164,314
	<u>70,919,068</u>	<u>64,348,759</u>
Expenses		
Personal services	34,165,779	33,030,562
FICA - Medicare	1,075,684	1,467,419
Group insurance	1,250,121	1,275,660
Compensated absences	231,444	513,577
Contractual services	8,553,988	7,529,809
Travel	916,441	1,133,257
Commodities	1,723,899	2,119,908
Awards, grants, and matching funds	1,440,027	1,328,601
Permanent improvements	1,086,098	1,532,423
Equipment and library books	1,518,125	2,626,474
Telecommunications	337,658	362,519
Operation of automotive equipment	183,243	158,137
Student awards/tuition waived	8,290,986	7,710,884
	<u>60,773,493</u>	<u>60,789,230</u>
Excess of revenues over expenses	<u>\$ 10,145,575</u>	<u>\$ 3,559,529</u>

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF CHANGES IN CAPITAL ASSETS
For the Year Ended June 30, 2010**

	6/30/2009	Additions	Deletions	Transfers	6/30/2010
Capital assets not being depreciated					
Land and land improvements	\$ 2,968,015	\$ -	\$ -		\$ 2,968,015
Capitalized collections	198,646	-	-	-	198,646
Construction in progress	63,554,242	65,899,394	-	(60,252,577)	69,201,059
Total capital assets not being depreciated	66,720,903	65,899,394	-	(60,252,577)	72,367,720
Capital assets being depreciated					
Site improvements	16,909,297	-	-	316,900	17,226,197
Building and building improvements	231,118,843	(264,278) *	-	59,935,677	290,790,242
Equipment	63,462,818	6,046,995	2,411,563	(15,078)	67,083,172
Capital leases - equipment	50,585	-	-	-	50,585
Total capital assets being depreciated	311,541,543	5,782,717	2,411,563	60,237,499	375,150,196
Less accumulated depreciation					
Site improvements	10,226,207	846,962	-	(26,775)	11,046,394
Buildings and building improvements	103,518,928	8,153,059	131,287	-	111,540,700
Equipment	51,785,664	5,806,766	2,217,420	11,697	55,386,707
Capital leases - equipment	15,657	7,226	-	-	22,883
Total accumulated depreciation	165,546,456	14,814,013	2,348,707	(15,078)	177,996,684
Total capital assets, being depreciated, net	145,995,087	(9,031,296)	62,856	60,252,577	197,153,512
Intangible assets being amortized					
Software	380,146	-	-	-	380,146
Less accumulated amortization	244,379	54,307	-	-	298,686
Total intangible assets, being amortized, net	135,767	(54,307)	-	-	81,460
Capital assets, net	\$ 212,851,757	\$ 56,813,791	\$ 62,856	\$ -	\$ 269,602,692

The total property and equipment has been reconciled to the property reports submitted to the State Comptroller.

* Includes adjustments to correct capitalized cost

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 DESIGNATED FUNDS - AUXILIARY ACTIVITIES
 BALANCE SHEET BY ENTITY
 June 30, 2010

	Student Fee Programs	Material Fees	Service Departments	Student/ Staff Programs	Educational Services	Unique Charges Credit Courses	Public Service Activities	Indirect Costs	Continuing Education Contract Credit	Total
ASSETS										
CURRENT FUNDS										
Cash and temporary investments	\$ 3,846,493	\$ 26,793	\$ 4,709,338	\$ 125,869	\$ 29,378	\$ (253,797)	\$ 539,748	\$ 236,098	\$ 365,484	\$ 9,625,404
Accrued interest receivable	-	-	2,193	-	-	-	-	-	-	2,193
Accounts receivable (net of allowance)	935,438	23,841	7,583	50,275	20,723	343,746	76,480	-	286,838	1,744,924
Inventories	23,778	-	586,223	1,434	-	-	-	-	-	611,435
Prepaid expense and other assets	20,605	-	-	-	-	18,349	-	-	500	39,454
Total current funds	4,826,314	50,634	5,305,337	177,578	50,101	108,298	616,228	236,098	652,822	12,023,410
PLANT FUNDS										
Temporary cash investments	2,168,617	-	37,615,491	86,040	34,772	-	720	-	34,302	39,939,942
Accounts receivable	352,369	-	-	-	-	-	-	-	-	352,369
Bond discount	122,968	-	-	-	-	-	-	-	-	122,968
Buildings and improvements	17,896,074	-	605,082	100,668	-	-	-	42,344	-	18,644,168
Equipment	1,904,265	46,564	3,073,961	29,166	110,738	-	9,428	20,686	8,323	5,203,131
Construction in progress	1,108,466	-	54,664,346	-	2,000	-	50,000	35,000	-	55,859,812
Accumulated depreciation	(3,532,220)	(39,098)	(2,910,573)	(41,478)	(46,164)	-	(8,255)	(35,691)	(7,229)	(6,620,708)
Other assets	73,924	-	1,910,542	-	-	-	-	-	-	1,984,466
Total plant funds	20,094,463	7,466	94,958,849	174,396	101,346	-	51,893	62,339	35,396	115,486,148
Total assets	\$ 24,920,777	\$ 58,100	\$ 100,264,186	\$ 351,974	\$ 151,447	\$ 108,298	\$ 668,121	\$ 298,437	\$ 688,218	\$ 127,509,558
LIABILITIES AND FUND BALANCES										
CURRENT FUNDS										
Accounts payable and accrued expenses	\$ 706,456	-	\$ 1,751,910	\$ 507	\$ 1,334	\$ 42,844	\$ 13,028	\$ 978	\$ 27,435	\$ 2,544,492
Accrued payroll	54,620	-	365,404	7,012	6,512	-	20,495	9,504	3,407	466,954
Accrued compensated absences	-	-	174,029	-	-	-	-	-	-	174,029
Deferred income	221,860	3,160	-	-	11,844	57,328	282,481	-	142,202	718,875
Total liabilities - current funds	982,936	3,160	2,291,343	7,519	19,690	100,172	316,004	10,482	173,044	3,904,350
Fund balances										
Current unrestricted	3,843,378	47,474	3,013,994	170,059	30,411	8,126	300,224	225,616	479,778	8,119,060
Total current funds	4,826,314	50,634	5,305,337	177,578	50,101	108,298	616,228	236,098	652,822	12,023,410
PLANT FUNDS										
Accounts Payable	-	-	8,244,527	-	-	-	-	-	-	8,244,527
Notes Leases payable	925,000	-	-	-	-	-	-	-	-	925,000
Certificates of participation payable	10,739,400	-	84,930,000	-	-	-	-	-	-	95,669,400
Bond premium	14,418	-	-	-	-	-	-	-	-	14,418
Total liabilities - plant funds	11,678,818	-	93,174,527	-	-	-	-	-	-	104,853,345
Fund balances										
Non-indentured reserve	84,397	-	321,975	86,040	34,772	-	720	-	34,302	562,206
Net investment in plant	6,173,104	7,466	(29,497,183)	88,356	66,574	-	51,173	62,339	1,094	(23,047,077)
Bond issuance costs	73,924	-	3,980,450	-	-	-	-	-	-	4,054,374
Construction reserve	560,312	-	26,979,080	-	-	-	-	-	-	27,539,392
Other Reserves	1,523,908	-	-	-	-	-	-	-	-	1,523,908
Total fund balances	8,415,645	7,466	1,784,322	174,396	101,346	-	51,893	62,339	35,396	10,632,803
Total plant funds	20,094,463	7,466	94,958,849	174,396	101,346	-	51,893	62,339	35,396	115,486,148
Total liabilities and fund balances	\$ 24,920,777	\$ 58,100	\$ 100,264,186	\$ 351,974	\$ 151,447	\$ 108,298	\$ 668,121	\$ 298,437	\$ 688,218	\$ 127,509,558

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 DESIGNATED FUNDS - AUXILIARY ACTIVITIES
 CURRENT FUNDS STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY
 For the Year Ended June 30, 2010

	Student Fee Programs	Material Fees	Service Departments	Student/ Staff Programs	Educational Services	Unique Charges Credit Courses	Public Service Activities	Indirect Costs	Continuing Education Contract Credit	Total
REVENUES										
Tuition and fees	\$ 13,383,383	\$ 316,369	\$ -	\$ 181,208	\$ -	\$ -	\$ -	\$ -	\$ 1,385,277	\$ 15,266,237
Federal grants and contracts	-	-	-	-	-	-	-	239,446	-	239,446
State grants and contracts	-	-	-	-	-	-	-	164,158	-	164,158
Private gifts, grants, and contracts	561,920	-	-	182,614	-	-	4,500	11,837	-	760,871
Investment income	-	-	-	-	-	-	-	-	-	-
Educational activities	2,064,157	935	-	406,600	540,679	-	1,473,937	-	-	4,486,308
Other additions	1,120,161	3,192	-	33,319	36,401	723,742	12,937	1,449	6,407	1,937,608
Total revenues and other additions	17,129,621	320,496	-	803,741	577,080	723,742	1,491,374	416,890	1,391,684	22,854,628
EXPENDITURES										
Educational and general										
Instruction	-	268,913	-	177,631	18,589	710,808	10	-	1,080,793	2,256,744
Research	-	-	-	-	-	-	-	-	-	-
Public service	-	-	-	215,171	398,808	-	1,521,207	-	-	2,135,186
Academic support	-	9,648	-	231,638	20,221	-	8,871	75,525	-	345,903
Student services	12,244,889	-	-	43,405	-	-	-	139,959	-	12,428,253
Institutional support	-	-	(3,172,928)	13,293	-	-	-	100,563	-	(3,059,072)
Operation and maintenance of plant	939,949	-	-	-	68,458	-	-	34,432	-	1,042,839
Scholarships and fellowships	1,503,853	-	-	-	-	-	-	-	-	1,503,853
Total educational and general expenditures	14,688,691	278,561	(3,172,928)	681,138	506,076	710,808	1,530,088	350,479	1,080,793	16,653,706
TRANSFERS AND OTHER ADDITIONS (DEDUCTIONS)										
Mandatory transfers										
Principal	(902,606)	-	-	-	-	-	-	-	-	(902,606)
Interest	(472,822)	-	(2,864,114)	-	-	-	-	-	-	(3,336,936)
Student aid matching grants	231,799	-	-	-	-	-	-	-	-	231,799
Total mandatory transfers	(1,143,629)	-	(2,864,114)	-	-	-	-	-	-	(4,007,743)
Non-mandatory transfers										
Renewal and replacement	-	-	(50,410)	(16,532)	(8,000)	-	-	-	-	(74,942)
Construction	-	-	-	-	-	-	-	-	-	-
Reserve	(450,000)	-	-	-	-	-	-	-	-	(450,000)
Excess local funds	-	-	-	-	-	(2,875)	-	-	-	(2,875)
Transfers, other	150,000	-	-	(2,637)	-	-	-	-	-	147,363
Total non-mandatory transfers	(300,000)	-	(50,410)	(19,169)	(8,000)	(2,875)	-	-	-	(380,454)
NET INCREASE (DECREASE) FOR THE YEAR	997,301	41,935	258,404	103,434	63,004	10,059	(38,714)	66,411	310,891	1,812,725
FUND BALANCES (DEFICIT) AT JULY 1, 2009	2,846,077	5,539	2,755,590	66,625	(32,593)	(1,933)	338,938	159,205	168,887	6,306,335
FUND BALANCES AT JUNE 30, 2010	\$ 3,843,378	\$ 47,474	\$ 3,013,994	\$ 170,059	\$ 30,411	\$ 8,126	\$ 300,224	\$ 225,616	\$ 479,778	\$ 8,119,060

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 DESIGNATED FUNDS - AUXILIARY ACTIVITIES
 STATEMENT OF CHANGES IN PLANT FUND BALANCES BY ENTITY
 For the Year Ended June 30, 2010

	Student Fee Programs	Material Fees	Service Departments	Student/ Staff Programs	Educational Services	Unique Charges Credit Courses	Public Service Activities	Indirect Costs	Continuing Education Contract Credit	Total
NON-INDENTURED RESERVES										
Fund balances at July 1, 2009	\$ 84,698	\$ -	\$ 330,241	\$ 71,123	\$ 28,597	\$ -	\$ 720	\$ -	\$ 35,000	\$ 550,379
Reserve additions										
Current funds	-	-	48,410	16,532	8,000	-	-	-	-	72,942
Other current funds	-	-	5,000	-	-	-	-	-	-	5,000
Total Additions	-	-	53,410	16,532	8,000	-	-	-	-	77,942
Reserve deductions										
Non-capitalized equipment purchases	301	-	-	1,615	1,825	-	-	-	698	4,439
Transfer to Plant Fund	-	-	61,676	-	-	-	-	-	-	61,676
Changes in fair value of investments	-	-	-	-	-	-	-	-	-	-
Total Deductions	301	-	61,676	1,615	1,825	-	-	-	698	66,115
Fund balances at June 30, 2010	\$ 84,397	\$ -	\$ 321,975	\$ 86,040	\$ 34,772	\$ -	\$ 720	\$ -	\$ 34,302	\$ 562,206
NET INVESTMENT IN PLANT										
Fund balances at July 1, 2009	\$ 3,947,060	\$ 9,153	\$ 819,928	\$ 92,764	\$ 51,345	\$ -	\$ 1,377	\$ 65,595	\$ 2,283	\$ 4,989,505
Plant additions										
Current funds	2,667,875	-	932,197	-	23,853	-	50,000	-	-	3,673,925
Non-indentured reserves	-	-	61,676	-	-	-	-	-	-	61,676
Construction reserve	554,876	-	53,463,626	-	-	-	-	-	-	54,018,502
Gifts/Grants	44,627	-	341,540	-	-	-	-	-	-	386,167
Disposed Property	(18,496)	-	1,250	-	-	-	-	-	-	(17,246)
Omitted equipment	-	-	-	-	-	-	-	-	-	-
Amortization of bond premium	10,365	-	-	-	-	-	-	-	-	10,365
Total additions	3,259,247	-	54,800,289	-	23,853	-	50,000	-	-	58,133,389
Plant deductions										
Depreciation	767,198	1,687	187,400	4,408	8,624	-	204	3,344	1,189	974,054
Omitted Equipment	250,005	-	-	-	-	-	-	(88)	-	249,917
Bond premium/discount	16,000	-	-	-	-	-	-	-	-	16,000
Bonds Issued	-	-	84,930,000	-	-	-	-	-	-	84,930,000
Total deductions	1,033,203	1,687	85,117,400	4,408	8,624	-	204	3,256	1,189	86,169,971
Fund balances (Deficit) at June 30, 2010	\$ 6,173,104	\$ 7,466	\$ (29,497,183)	\$ 88,356	\$ 66,574	\$ -	\$ 51,173	\$ 62,339	\$ 1,094	\$ (23,047,077)

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 DESIGNATED FUNDS - AUXILIARY ACTIVITIES
 STATEMENT OF CHANGES IN PLANT FUND BALANCES BY ENTITY
 For the Year Ended June 30, 2010

	Student Fee Programs	Material Fees	Service Departments	Student/ Staff Programs	Educational Services	Unique Charges Credit Courses	Public Service Activities	Indirect Costs	Continuing Education Contract Credit	Total
BOND ISSUANCE COSTS										
Fund balance at July 1, 2009	\$ 86,759	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 86,759
Additions										
Bonds Proceeds	-	-	4,524,818	-	-	-	-	-	-	4,524,818
Investment income	-	-	2,167	-	-	-	-	-	-	2,167
Change in fair value of investment	-	-	-	-	-	-	-	-	-	-
Build America bond subsidy	-	-	846,447	-	-	-	-	-	-	846,447
Other current funds	-	-	323,680	-	-	-	-	-	-	323,680
Total additions	-	-	5,697,112	-	-	-	-	-	-	5,697,112
Deductions										
Amortization of closing costs	12,835	-	111,739	-	-	-	-	-	-	124,574
Interest expense	-	-	1,604,923	-	-	-	-	-	-	1,604,923
Transfer to construction funds	-	-	-	-	-	-	-	-	-	-
Total deductions	12,835	-	1,716,662	-	-	-	-	-	-	1,729,497
Fund balance at June 30, 2010	\$ 73,924	\$ -	\$ 3,980,450	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,054,374
CONSTRUCTION RESERVE										
Fund balance at July 1, 2009	\$ 1,115,188	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,115,188
Additions										
Gifts	-	-	-	-	-	-	-	-	-	-
Investment income	-	-	42,024	-	-	-	-	-	-	42,024
Change in fair value of investments	-	-	-	-	-	-	-	-	-	-
Bond Proceeds	-	-	80,405,182	-	-	-	-	-	-	80,405,182
Total additions	-	-	80,447,206	-	-	-	-	-	-	80,447,206
Deductions										
Transfer to net investment in plant fund	554,876	-	53,463,626	-	-	-	-	-	-	54,018,502
Non-capitalized construction expenses	-	-	4,500	-	-	-	-	-	-	4,500
Total deductions	554,876	-	53,468,126	-	-	-	-	-	-	54,023,002
Fund balance at June 30, 2010	\$ 560,312	\$ -	\$ 26,979,080	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,539,392

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 DESIGNATED FUNDS - AUXILIARY ACTIVITIES
 STATEMENT OF CHANGES IN PLANT FUND BALANCES BY ENTITY
 For the Year Ended June 30, 2010

	Student Fee Programs	Material Fees	Service Departments	Student/ Staff Programs	Educational Services	Unique Charges Credit Courses	Public Service Activities	Indirect Costs	Continuing Education Contract Credit	Total
OTHER RESERVES										
Fund balance at July 1, 2009	\$ 1,073,908	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,073,908
Reserve Additions										
Current Funds	450,000	-	-	-	-	-	-	-	-	450,000
Change in fair value of investments	-	-	-	-	-	-	-	-	-	-
Total additions	450,000	-	-	-	-	-	-	-	-	450,000
Reserve Deductions										
Transfer to Current funds	-	-	-	-	-	-	-	-	-	-
Total deductions	-	-	-	-	-	-	-	-	-	-
Fund balance at June 30, 2010	\$ 1,523,908	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,523,908

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS
 CURRENT FUNDS, UNRESTRICTED
 BALANCE SHEET BY ENTITY
 June 30, 2010

	Student Living	Student Facilities	Textbook Rental	Total
ASSETS				
Cash and cash equivalents	\$ 3,229,623	\$ 423,885	\$ 784,841	\$ 4,438,349
Investments	12,328	6,729	-	19,057
Accounts receivable	3,300,153	243,452	516,610	4,060,215
Inventories	164,269	958,489	-	1,122,758
Prepaid expenses	179,909	14,104	-	194,013
Total assets	<u>\$ 6,886,282</u>	<u>\$ 1,646,659</u>	<u>\$ 1,301,451</u>	<u>\$ 9,834,392</u>
LIABILITIES AND FUND BALANCES				
Accounts payable	\$ 2,232,931	\$ 1,071,526	\$ 82,995	\$ 3,387,452
Accrued payroll	527,967	100,307	24,439	652,713
Refundable deposits	462,590	-	-	462,590
Accrued compensated absences	1,175,938	201,547	46,851	1,424,336
Deferred income, room and board	72,581	-	-	72,581
Deferred income, other	45,679	110,562	78,078	234,319
Total liabilities	<u>4,517,686</u>	<u>1,483,942</u>	<u>232,363</u>	<u>6,233,991</u>
Fund balances	<u>2,368,596</u>	<u>162,717</u>	<u>1,069,088</u>	<u>3,600,401</u>
Total liabilities and fund balances	<u>\$ 6,886,282</u>	<u>\$ 1,646,659</u>	<u>\$ 1,301,451</u>	<u>\$ 9,834,392</u>

STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS
STATEMENT OF CURRENT FUNDS, UNRESTRICTED
REVENUES AND EXPENDITURES BY ENTITY
For the Year Ended June 30, 2010

	Student Living	Student Facilities	Textbook Rental	Total
Revenues				
Room and board	\$ 33,526,844	\$ -	\$ -	\$ 33,526,844
Duplicating	1,380	337,625	-	339,005
Bowling and recreation	-	69,248	-	69,248
Merchandise sales	90,704	2,025,996	376,789	2,493,489
Other	274,972	143,094	106,368	524,434
Student fees	688,631	2,803,539	-	3,492,170
Operating fee	-	2,079,716	3,186,141	5,265,857
Desk sales revenue	1,422,478	96,617	-	1,519,095
Games revenue	1,758	-	-	1,758
Subsidy reduction fee	16,270	65,292	-	81,562
Canned drink sales	-	54,157	-	54,157
Vending	275,343	36,894	-	312,237
Service and rental fees	107,366	100,221	-	207,587
Total revenues	36,405,746	7,812,399	3,669,298	47,887,443
Expenditures				
Merchandise	5,916	1,640,679	-	1,646,595
Food	4,706,205	66,210	-	4,772,415
Salaries				
Faculty	1,542,476	160,274	-	1,702,750
Civil service	9,044,942	2,058,793	307,692	11,411,427
Student	2,101,104	221,593	181,419	2,504,116
Resident assistants	1,056,470	-	-	1,056,470
Compensated absences	(59,960)	(11,853)	46,851	(24,962)
Commodities				
Office and administrative supplies	92,041	72,667	30,198	194,906
Household - cleaning supplies	347,075	-	557	347,632
Other commodities	773,822	40,002	14,206	828,030
Operation of automotive equipment	14,194	12,600	-	26,794
Travel	11,477	909	-	12,386
Contractual services				
Repairs	672,225	236,443	4,233	912,901
Rentals	293,151	3,016	49,839	346,006
Services	467,525	142,798	287,882	898,205
Insurance	196,665	55,122	-	251,787
Operating taxes and fees	196,018	107,427	16,339	319,784
Utilities	2,360,024	649,289	-	3,009,313
Office and administrative	17,949	4,928	300	23,177
Other contractual services	2,265,320	559,279	14,920	2,839,519
Equipment	315,824	54,475	6,801	377,100
Telecommunications charges	586,088	12,488	4,284	602,860
Waivers & scholarships	18,868	65,438	34,019	118,325
Building improvement	3,724	90,322	(157,533)	(63,487)
Total expenditures	27,029,143	6,242,899	842,007	34,114,049
Excess of revenues over expenditures	\$ 9,376,603	\$ 1,569,500	\$ 2,827,291	\$ 13,773,394

STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS
STATEMENT OF CURRENT FUNDS, UNRESTRICTED
STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY
For the Year Ended June 30, 2010

	Student Living	Student Facilities	Textbook Rental	Total
Fund balances at July 1, 2009	\$ 2,404,720	\$ 791,926	\$ 450,178	\$ 3,646,824
Revenues and other additions				
Operating revenues	36,405,746	7,812,399	3,669,298	47,887,443
Expenditures and other deductions				
Operating expenditures	26,769,555	6,109,955	945,888	33,825,398
Change in compensated absences	(59,960)	(11,853)	46,851	(24,962)
Equipment	315,824	54,475	6,801	377,100
Building improvements	3,724	90,322	(157,533)	(63,487)
Total expenditures and other deductions	27,029,143	6,242,899	842,007	34,114,049
Transfers among funds				
Deductions				
Mandatory transfers				
Debt retirement	3,035,868	1,820,301	308,381	5,164,550
Debt issuance costs	137,075	37,712	-	174,787
Non-mandatory transfers				
Repair and replacement reserve	1,109,304	290,696	1,900,000	3,300,000
Project Director reserve	5,130,480	50,000	-	5,180,480
Total transfers	9,412,727	2,198,709	2,208,381	13,819,817
Net increase (decrease) for the year	(36,124)	(629,209)	618,910	(46,423)
Fund balances at June 30, 2010	\$ 2,368,596	\$ 162,717	\$ 1,069,088	\$ 3,600,401

STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS
PLANT FUNDS
BALANCE SHEET BY ENTITY
June 30, 2010

	Student Living	Student Facilities	Textbook Rental	Total
ASSETS				
RENEWAL AND REPLACEMENT				
Cash and temporary cash investments	\$ 4,808,370	\$ 2,715,904	\$ 929,814	\$ 8,454,088
Investments	20,050	10,057	-	30,107
Total renewal and replacement	<u>4,828,420</u>	<u>2,725,961</u>	<u>929,814</u>	<u>8,484,195</u>
RETIREMENT OF INDEBTEDNESS				
Bond and interest sinking fund				
Cash and temporary investments	(1,249,201)	(764,549)	(23,750)	(2,037,500)
Accounts receivable	1,470,141	908,231	76,977	2,455,349
Bond issuance costs				
Other assets	112,468	72,410	97,298	282,176
Total retirement of indebtedness	<u>333,408</u>	<u>216,092</u>	<u>150,525</u>	<u>700,025</u>
INVESTMENT IN PLANT				
Accounts receivable	70,594	386,079	-	456,673
Bond discount	425,834	291,445	15,908	733,187
Land	118,981	-	-	118,981
Building and site improvements	78,406,618	38,614,547	3,515,665	120,536,830
Equipment	1,263,024	1,428,882	8,427,833	11,119,739
Accumulated depreciation	(43,497,118)	(19,057,297)	(6,618,894)	(69,173,309)
Construction in progress	8,140,256	836,055	-	8,976,311
Total investment in plant	<u>44,928,189</u>	<u>22,499,711</u>	<u>5,340,512</u>	<u>72,768,412</u>
PROJECT CONSTRUCTION				
Cash and temporary investments	-	-	685,383	685,383
Investments	-	-	2,305	2,305
Total development reserve	<u>-</u>	<u>-</u>	<u>687,688</u>	<u>687,688</u>
Total assets	<u>\$ 50,090,017</u>	<u>\$ 25,441,764</u>	<u>\$ 7,108,539</u>	<u>\$ 82,640,320</u>

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS
 PLANT FUNDS
 BALANCE SHEET BY ENTITY
 June 30, 2010

	Student Living	Student Facilities	Textbook Rental	Total
LIABILITIES AND FUND BALANCES				
RENEWAL AND REPLACEMENT				
Accounts payable	\$ 192,786	\$ 30,353	\$ 2,676	\$ 225,815
Renewal and replacement reserve	4,635,634	2,695,608	927,138	8,258,380
Total renewal and replacement	<u>4,828,420</u>	<u>2,725,961</u>	<u>929,814</u>	<u>8,484,195</u>
RETIREMENT OF INDEBTEDNESS				
Accounts payable	220,940	143,682	53,227	417,849
Bond and interest sinking fund reserve	-	-	-	-
Bond issuance costs	112,468	72,410	97,298	282,176
Total retirement of indebtedness	<u>333,408</u>	<u>216,092</u>	<u>150,525</u>	<u>700,025</u>
INVESTMENT IN PLANT				
Accounts payable	-	991	-	991
Revenue bonds outstanding	18,896,911	12,373,089	4,135,000	35,405,000
Notes payable	-	54,070	-	54,070
Lease obligations	2,118,278	771,345	-	2,889,623
Bond premium	397,653	247,780	-	645,433
Net investment in plant	23,515,347	9,052,436	1,205,512	33,773,295
Total investment in plant	<u>44,928,189</u>	<u>22,499,711</u>	<u>5,340,512</u>	<u>72,768,412</u>
PROJECT CONSTRUCTION				
Accounts payable	-	-	16,074	16,074
Construction reserve	-	-	671,614	671,614
Total project construction	<u>-</u>	<u>-</u>	<u>687,688</u>	<u>687,688</u>
 Total liabilities and fund balances	 <u>\$ 50,090,017</u>	 <u>\$ 25,441,764</u>	 <u>\$ 7,108,539</u>	 <u>\$ 82,640,320</u>

STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS
PLANT FUNDS
STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY
For the Year Ended June 30, 2010

	Student Living	Student Facilities	Textbook Rental	Total
RENEWAL AND REPLACEMENT				
Fund balances at July 1, 2009	\$ 4,704,538	\$ 2,523,335	\$ 1,500,000	\$ 8,727,873
Other revenues	-	172,915	-	172,915
Non-mandatory transfers - current	1,109,304	290,696	1,900,000	3,300,000
Non-mandatory transfers - others	-	225,000	-	225,000
Non-mandatory transfers - Project Directors' accounts	5,130,480	50,000	-	5,180,480
Repair expenditures	(6,308,688)	(566,338)	-	(6,875,026)
Textbook expenditures	-	-	(2,472,862)	(2,472,862)
Fund balances at June 30, 2010	<u>\$ 4,635,634</u>	<u>\$ 2,695,608</u>	<u>\$ 927,138</u>	<u>\$ 8,258,380</u>
RETIREMENT OF INDEBTEDNESS				
BOND AND INTEREST SINKING FUND				
Fund balances at July 1, 2009	\$ (16,448)	\$ -	\$ -	\$ (16,448)
Mandatory transfer from current fund	3,035,868	1,820,301	308,381	5,164,550
Mandatory transfer from bond issuance costs	672	-	-	672
Investment income	14,154	10,178	-	24,332
Debt retirement principal	(2,126,212)	(1,233,788)	(95,000)	(3,455,000)
Debt retirement interest	(908,034)	(596,691)	(213,381)	(1,718,106)
Fund balances at June 30, 2010	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
BOND ISSUANCE COSTS				
Fund balances at July 1, 2009	\$ 156,941	\$ 99,101	\$ 108,931	\$ 364,973
Bond closing costs amortization	(43,801)	(26,691)	(11,633)	(82,125)
Non-mandatory transfer to bond and interest sinking	(672)	-	-	(672)
Fund balances at June 30, 2010	<u>112,468</u>	<u>72,410</u>	<u>97,298</u>	<u>282,176</u>
Total retirement of indebtedness - June 30, 2010	<u>\$ 112,468</u>	<u>\$ 72,410</u>	<u>\$ 97,298</u>	<u>\$ 282,176</u>

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS
 PLANT FUNDS
 STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY
 For the Year Ended June 30, 2010

	Student Living	Student Facilities	Textbook Rental	Total
INVESTMENT IN PLANT				
Fund balances at July 1, 2009	\$ 19,026,897	\$ 8,088,722	\$ (1,632,380)	\$ 25,483,239
Equipment purchased (net of deletions)	160,893	254,666	2,339,535	2,755,094
Buildings/sites (net of deletions)	3,672,006	423,416	2,610,441	6,705,863
Loss on disposal	(58,234)	2,327	-	(55,907)
Depreciation	(2,420,152)	(1,288,649)	(2,205,182)	(5,913,983)
Debt retirement - principal payment	3,033,851	1,516,860	95,000	4,645,711
Bond discount expense	(72,111)	(49,458)	(1,902)	(123,471)
Bond premium amortization	172,197	104,552	-	276,749
Fund balances at June 30, 2010	<u>\$ 23,515,347</u>	<u>\$ 9,052,436</u>	<u>\$ 1,205,512</u>	<u>\$ 33,773,295</u>
PROJECT CONSTRUCTION				
Fund balances at July 1, 2009	\$ -	\$ -	\$ 3,296,726	\$ 3,296,726
Construction expenditures	-	-	(2,625,112)	(2,625,112)
Fund balances at June 30, 2010	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 671,614</u>	<u>\$ 671,614</u>

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 AUXILIARY ENTERPRISE FUNDS - OTHER
 BALANCE SHEET BY ENTITY
 June 30, 2010

	Student/Staff Programs	Regional Services	Total
ASSETS			
CURRENT FUNDS			
Cash and temporary cash investments	\$ 123,593	\$ -	\$ 123,593
Accounts receivable	163,740	-	163,740
Investments	430	-	430
Total current funds	<u>287,763</u>	<u>-</u>	<u>287,763</u>
PLANT FUNDS			
Cash and temporary cash investments	585,574	-	585,574
Investments	2,716	-	2,716
Building and site improvements	3,413,960	-	3,413,960
Land	1,248,812	-	1,248,812
Equipment	113,480	8,455	121,935
Accumulated depreciation	(2,459,227)	(8,455)	(2,467,682)
Construction in progress	166,410	-	166,410
Total plant funds	<u>3,071,725</u>	<u>-</u>	<u>3,071,725</u>
Total assets	<u>\$ 3,359,488</u>	<u>\$ -</u>	<u>\$ 3,359,488</u>
LIABILITIES AND FUND BALANCES			
CURRENT FUNDS			
Accounts payable	\$ -	\$ -	\$ -
Accrued payroll	13,345	-	13,345
Fund balances	274,418	-	274,418
Total current funds	<u>287,763</u>	<u>-</u>	<u>287,763</u>
PLANT FUNDS			
Non-indentured reserves	588,290	-	588,290
Net investment in plant	2,483,435	-	2,483,435
Total plant funds	<u>3,071,725</u>	<u>-</u>	<u>3,071,725</u>
Total liabilities and fund balances	<u>\$ 3,359,488</u>	<u>\$ -</u>	<u>\$ 3,359,488</u>

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 AUXILIARY ENTERPRISE FUNDS - OTHER
 CURRENT FUNDS STATEMENT OF REVENUES AND EXPENDITURES BY ENTITY
 For the Year Ended June 30, 2010

	Student/Staff Programs	Regional Services	Total
REVENUES			
Sales, services - enterprises	\$ 646,056	\$ -	\$ 646,056
Fines and penalties	322,755	-	322,755
Investment income	-	-	-
Other income	26,500	-	26,500
Total revenues	<u>995,311</u>	<u>-</u>	<u>995,311</u>
EXPENDITURES			
Salaries	215,869	-	215,869
Other expenses	144,054	-	144,054
Contractual services	691,176	-	691,176
Commodities	19,645	-	19,645
Total expenditures	<u>1,070,744</u>	<u>-</u>	<u>1,070,744</u>
Revenues over expenditures	<u>\$ (75,433)</u>	<u>\$ -</u>	<u>\$ (75,433)</u>

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
AUXILIARY ENTERPRISE FUNDS - OTHER
CURRENT FUNDS STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY
For the Year Ended June 30, 2010**

	Student/Staff Programs	Regional Services	Total
Fund balances at July 1, 2009	\$ 574,851	-	\$ 574,851
Revenues and other additions			
Operating revenues	995,311	-	995,311
Change in investment market value	-	-	-
Total revenues and other additions	<u>995,311</u>	<u>-</u>	<u>995,311</u>
Expenditures and other deductions			
Operating expenditures	1,070,744	-	1,070,744
Non-mandatory transfers	225,000	-	225,000
Total expenditures and other deductions	<u>1,295,744</u>	<u>-</u>	<u>1,295,744</u>
Net decrease for the year	<u>(300,433)</u>	<u>-</u>	<u>(300,433)</u>
Fund balances at June 30, 2010	<u>\$ 274,418</u>	<u>\$ -</u>	<u>\$ 274,418</u>

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 AUXILIARY ENTERPRISE FUNDS - OTHER
 PLANT FUNDS STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY
 For the Year Ended June 30, 2010

	Student/Staff Programs	Regional Services	Total
NON-INDENTURED RESERVES			
Fund balances at July 1, 2009	\$ 762,370	\$ -	\$ 762,370
Reserve deductions			
Permanent improvements	174,080	-	174,080
Total reductions	174,080	-	174,080
Fund balances at June 30, 2010	\$ 588,290	\$ -	\$ 588,290
INVESTMENT IN PLANT			
Fund balances at July 1, 2009	\$ 2,640,587	\$ -	\$ 2,640,587
Plant additions			
Current funds	26,087	-	26,087
Total additions	26,087	-	26,087
Plant reduction			
Depreciation	183,239	-	183,239
Total reduction	183,239	-	183,239
Fund balances at June 30, 2010	\$ 2,483,435	\$ -	\$ 2,483,435

STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
ANALYSIS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
For the Years Ended June 30, 2010 and 2009

	2010	2009	Increase (Decrease)	Percentage Change
Operating Revenues:				
Student tuition and fees	\$ 75,349,113	\$ 69,339,046	\$ 6,010,067	9%
Federal grants and contracts	2,963,553	2,713,257	250,296	9%
State grants and contracts	2,534,502	3,076,617	(542,115)	-18%
Local grants and contracts	310,956	362,868	(51,912)	-14%
Private grants and contracts	2,332,468	1,981,074	351,394	18%
Sales and services of educational departments	4,486,307	4,407,951	78,356	2%
Auxiliary enterprises	46,248,703	46,705,647	(456,944)	-1%
Other operating revenues	2,637,801	2,520,106	117,695	5%
Operating Expenses:				
Educational and general				
Instruction	93,706,501	85,652,082	8,054,419	9%
Research	1,231,187	1,130,711	100,476	9%
Public service	8,044,122	8,057,260	(13,138)	0%
Academic support	16,095,347	16,585,664	(490,317)	-3%
Student services	19,321,993	19,485,583	(163,590)	-1%
Institutional support	18,942,757	18,494,507	448,250	2%
Operations of maintenance of plant	14,594,327	13,603,854	990,473	7%
Student aid	9,073,353	6,865,295	2,208,058	32% (A)
Auxiliary enterprises	35,716,891	35,390,047	326,844	1%
Depreciation expense	14,868,320	12,675,305	2,193,015	17%
Nonoperating Revenues (Expenses):				
State appropriations	47,613,750	49,302,337	(1,688,587)	-3%
State appropriations through Federal ARRA funds	2,956,963	-	2,956,963	100% (B)
Payments on behalf of the University	44,755,254	34,842,123	9,913,131	28% (C)
Gifts	1,717,722	1,963,314	(245,592)	-13%
Investment income (net)	155,102	470,671	(315,569)	-67% (D)
Net decrease in fair value of investments	36,791	(115,757)	152,548	-132%
Interest on capital asset-related debt	(4,503,647)	(2,259,818)	(2,243,829)	99% (E)
Nonoperating grants and contracts	14,309,497	10,366,472	3,943,025	38% (A)
Amortization of bond costs, premiums, and discounts	(57,658)	131,114	(188,772)	-144%
Payments to the Foundation	(6,740)	(129,295)	122,555	-95%
Loss on disposal of capital assets	(62,856)	(98,102)	35,246	-36%
Other nonoperating revenues (expenses)	783,164	(10,291)	793,455	-7710% (F)
Other Changes in Net Assets:				
Capital appropriations	-	2,075,636	(2,075,636)	-100% (G)
Capital grants and gifts	450,244	997,410	(547,166)	-55% (H)
Transfers from Capital Development Board	1,212,275	1,586,957	(374,682)	-24% (I)

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
ANALYSIS OF SIGNIFICANT VARIATIONS IN REVENUE, EXPENSES AND
CHANGE IN NET ASSETS
For the year ended June 30, 2010**

All variances greater than \$200,000 and more than 20% from fiscal year 2010 are discussed below. Refer to the Analysis of Revenues, Expenses and Changes in Net Assets on page 60 for the actual dollar changes.

Explanations of significant variances:

- (A) Student aid and nonoperating grants and contracts – The increase in student aid expenses and nonoperating grants and contracts was primarily due to increase in Pell grants and other federal financial aid grants.
- (B) State appropriations through Federal ARRA funds – This increase pertains to the funding through the American Recovery and Reinvestment Act which was only done during fiscal year 2010.
- (C) Payments on behalf of the University – Group insurance costs paid by the State for the University increased by approximately \$3 million, and retirement costs paid by the State for the University increased approximately \$6.5 million in fiscal year 2010. The increase in group insurance costs was due to the increase in the contribution rate from 12.88% to 18.61%.
- (D) Investment income (net) – The decrease was due to lower interest rates in fiscal year 2010 compared to fiscal year 2009.
- (E) Interest on capital asset-related debt – Increase was due to interest on the Series 2009A Certificates of Participation issued during fiscal year 2010.
- (F) Other nonoperating revenues (expenses) – This represents the Build America Bond subsidy given by the federal government on the Series 2009A Certificates of Participation.
- (G) Capital appropriations – The University's capital appropriation was not released by the State during fiscal year 2010.
- (H) Capital grants and gifts – The decrease reflects the completion of construction of the federally-funded Student Success Center.
- (I) Transfers from Capital Development Board – This reflects lower spending on University construction projects by the Capital Development Board.

STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
ANALYSIS OF SIGNIFICANT VARIATIONS IN ACCOUNT BALANCES
JUNE 30, 2010 AND 2009

	2010	2009	Increase (Decrease)	Percentage Change
Assets:				
Current assets:				
Cash and cash equivalents	\$ 11,141,644	\$ 10,067,329	\$ 1,074,315	11%
Restricted cash and cash equivalents	59,296,321	25,752,642	33,543,679	130% (A)
Short-term investments	250,000	250,000	-	0%
Restricted short-term investments	14,244	19,102	(4,858)	-25%
Accounts receivable, net of allowance	12,458,834	11,352,019	1,106,815	10%
State appropriation receivable	13,266,497	7,035,671	6,230,826	89% (B)
Interest receivable	2,194	1,529	665	43%
Inventories	1,734,194	1,976,536	(242,342)	-12%
Notes receivable, current portion, net	922,730	907,036	15,694	2%
Other assets	1,364,408	868,147	496,261	57% (C)
Noncurrent assets:				
Notes receivable, less current portion	5,332,271	5,300,533	31,738	1%
Endowment investments	459,477	422,685	36,792	9%
Restricted investments	-	-	-	0%
Other long-term investments	-	-	-	0%
Other long-term assets	2,043,539	355,681	1,687,858	475% (D)
Capital assets, net of accumulated depreciation	269,602,692	212,851,757	56,750,935	27% (E)
Liabilities:				
Current liabilities:				
Accounts payable and accrued liabilities	19,736,802	11,744,543	7,992,259	68% (F)
Deferred revenues	3,855,752	3,838,788	16,964	0%
Long-term liabilities, current portion	8,929,792	9,081,082	(151,290)	-2%
Noncurrent liabilities:				
Long term liabilities, less current portion	141,685,132	63,427,875	78,257,257	123% (G)
Federal loan program contributions refundable	5,720,860	5,736,138	(15,278)	0%

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
ANALYSIS OF SIGNIFICANT VARIATIONS IN ACCOUNT BALANCES
For the Year Ended June 30, 2010**

All variances greater than \$200,000 and more than 20% from fiscal year 2009 are discussed below. Refer to the Analysis of Significant Variations in Account Balances on page 62 for the actual dollar changes.

Explanations of significant variances:

- (A) Restricted cash and cash equivalents – Restricted cash increased primarily due to the University issuing its Series 2009A Certificates of Participation.
- (B) State appropriation receivable – The increase was due to slower State payment of vouchers requesting payroll reimbursements.
- (C) Other assets – The increase was due to the unamortized issuance costs of the Series 2009A Certificates of Participation and an increase in deferred waivers given to students during the summer semester 2010.
- (D) Other long-term assets – The increase was due to the unamortized issuance costs of the Series 2009A Certificates of Participation.
- (E) Capital assets, net of accumulated depreciation – The significant increase was due to the construction of the University's Renewable Energy Center and other energy conservation measures funded by the Series 2009A Certificates of Participation.
- (F) Accounts payable and accrued liabilities – The change was primarily due to the accrual of retainage and June 2010 invoiced costs for construction of the University's Renewable Energy Center and other energy conservation measures funded by the Series 2009A Certificates of Participation.
- (G) Long-term liabilities, less current portion – The significant increase was due to the issuance of the Series 2009A Certificates of Participation during fiscal year 2010.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING
For the Year Ended June 30, 2010**

There were no significant expenditures incurred during the lapse period.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF ACCOUNTS RECEIVABLE
For the Year Ended June 30, 2010**

Accounts receivable are as follows at June 30:

Aging Analysis	2010	2009
Current	\$4,007,839	\$3,346,888
1-180 days past due	1,825,830	1,556,881
181 days past due	1,266,909	1,256,172
Over 1 year past due	7,584,322	6,277,538
	14,684,900	12,437,479
Grants receivable not aged	1,591,554	1,414,839
Scholarship receivables not aged	997,063	1,482,342
Total accounts receivable	17,273,517	15,334,660
Less: allowance for doubtful accounts	(4,814,683)	(3,982,641)
	\$12,458,834	\$11,352,019

The majority of the receivables relate to amounts due from student accounts for tuition and fees and room and board. Smaller receivable amounts are for summer camp activities, publication advertising and NCAA donations.

Scholarship receivables and grant receivables are not aged due to their nature. These are usually received from other governmental agencies within the semester in which the billings or expenses are incurred.

Collection Policies for Accounts Receivable

The University pursues a collection process for student receivables as soon as students begin their career at EIU. Monthly statements are sent to the students as long as balances exist on their accounts. Unpaid balances are assessed a 1% per month finance charge. Records of students who do not pay their balances in full by a specified date are placed on hold so that they are prevented from receiving University services or registering for classes for the next semester.

Once students leave the University, monthly statements continue to be sent. After 90 days, if the balance of the account is more than \$1,000, the account is placed in the State Offset System. Large accounts (over \$200) with no payment activity are eventually placed with a collection agency for six months. Accounts between \$200 and \$1,000 are also placed into the State Offset System at the time they are referred to the collection agency.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SCHEDULE OF CASH AND CASH EQUIVALENTS AND INVESTMENTS**

Cash and cash equivalents and investments are as follows as of June 30:

	<u>2010</u>	<u>2009</u>
CASH AND CASH EQUIVALENTS		
Petty Cash Funds	\$ 35,480	\$ 35,780
The Illinois Funds	70,386,923	35,740,947
Checking accounts		
First Mid-Illinois Bank & Trust, Charleston, Illinois	15,562	43,115
US Bank Trust Account	-	4
Money market		
US Bank - Trust, Chicago, Illinois	-	125
Total cash and cash equivalents	<u>70,437,965</u>	<u>35,819,971</u>
INVESTMENTS		
Certificate of deposit	250,000	250,000
Mutual funds	473,721	441,787
Total investments	<u>723,721</u>	<u>691,787</u>
Total cash and cash equivalents and investments	<u>\$ 71,161,686</u>	<u>\$ 36,511,758</u>

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 SUMMARY OF INDIRECT COST REIMBURSEMENT
 STATEMENT OF SOURCES AND APPLICATIONS
 For the Year Ended June 30, 2010

	<u>2010</u>	<u>2009</u>
Sources		
Federal	\$ 239,446	\$ 273,462
State	164,158	197,986
Other	<u>13,286</u>	<u>11,323</u>
	<u>416,890</u>	<u>482,771</u>
Applications		
Academic support	75,525	175,093
Institutional support	100,563	154,121
Operations and maintenance of plant	34,432	39,763
Student services	<u>139,959</u>	<u>139,209</u>
	<u>350,479</u>	<u>508,186</u>
Sources over applications	66,411	(25,415)
Fund balance, beginning of year	<u>159,205</u>	<u>184,620</u>
Fund balance, end of year	<u><u>\$ 225,616</u></u>	<u><u>\$ 159,205</u></u>

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SUMMARY OF INDIRECT COST REIMBURSEMENT
CALCULATION SHEET FOR INDIRECT COST CARRY-FORWARD
For the Year Ended June 30, 2010**

1. Cash and Cash Equivalents Balance

Enter the June 30 indirect cost entity balance for cash and equivalents \$ 236,098

2. Allocated Reimbursements

Enter the total indirect cost reimbursements allocated for
expenditure for the fiscal year completed

\$757,111; enter 30% of this amount 227,133

3. Unallocated Reimbursements

Enter the lesser of the actual unallocated indirect cost
reimbursements for the year completed OR 10% of total indirect cost
allocations for the year completed

-

4. Encumbrances and Current Liabilities Paid in the Lapse Period

Enter the amount of

Current liabilities	10,482
Encumbrances	<u>-</u>
Total	<u>10,482</u>

5. Indirect Cost Carry-forward

a. Enter the total of items 2, 3 and 4 237,615

Subtract line 5a. from item 1 \$ (1,517)

If the positive number results, enter here and remit for deposit in
the Income Fund \$ -

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
UNIVERSITY FUNCTIONS AND PLANNING PROGRAM
For the Year Ended June 30, 2010**

Description of Planning System

Eastern Illinois University's mission statement states that it offers superior, accessible undergraduate and graduate education. Students learn the methods and results of free and rigorous inquiry in the arts, humanities, sciences, and professions, guided by a faculty known for its excellence in teaching, research, creativity activity, and service. The University community is committed to diversity and inclusion and fosters opportunities for student-faculty scholarship and applied learning experiences within a student-centered campus culture. Throughout their education, students refine their abilities to reason and to communicate clearly so as to become responsible citizens and leaders.

The current University president started in July 2007. Various meetings were conducted with representative groups of students, faculty, staff, and administration, and held public forums for students, faculty, and staff to get the University community's participation that will assist the President in assessing the strengths, weaknesses, opportunities, and threats related to the University's advancement. As a result of these meetings, the President established University-wide strategic objectives:

1. Upholding excellence;
2. Strengthening the EIU personal experience for all members of the EIU community;
3. Enhancing accessibility and affordability of an EIU education.
4. Supporting service to each other and to community, region, state, nation, and world.

The President also established five University-wide priorities in support of the academic and personal achievement of the students:

1. Enhancing support for excellence in faculty scholarship and teaching, in particular faculty-mentored undergraduate research, scholarship, and creative activities
2. Enhancing service and leadership opportunities for students.
3. Enhancing fine arts programming and outreach.
4. Enhancing study abroad opportunities.
5. Enhancing honors programs.

The Office of Planning and Institutional Studies is responsible for gathering University information that provides criteria to assess progress toward the achievement of objectives assigned to each Vice Presidents, Deans and Directors. The Department has developed a University Metrics subject for approval by the Board of Trustees. These metrics show the University priorities and the list of measures used to determine the University performance in meeting the goals.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
UNIVERSITY FUNCTIONS AND PLANNING PROGRAM
For the Year Ended June 30, 2010**

The University's Council on University Planning and Budget (CUPB) is in charge of the overall review of the University planning process. The President and Vice Presidents develop plans and goals which are presented to the CUPB for inputs and recommendation before the plans are implemented. The Council also has sub-committees for each Vice President area who provides inputs and recommendations to the respective VPs planning goals. To have a goal in-line with the President's initiatives, the Vice Presidents worked with their divisions to discuss the plans, budgets, innovations, and actions in support of the University's overall objective of being the best in the nation in integrating the academic and personal development of the students. During Fiscal Year 2010, the planning processes continue to focus on the assessment of where the University stands in achieving those goals.

Location, Address, and Head of the Agency

Dr. William L. Perry, President
Eastern Illinois University
Charleston, Illinois 61920

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
AVERAGE NUMBER OF EMPLOYEES
For the Years Ended June, 2010 and 2009**

	Instructional Activities	Organized Research	Public Services	Academic Support	Student Services	Institutional Support	Operations and Maintenance Physical Plant	Independent Operations	Total All Functions
Year ended June 30, 2010									
Appropriated funds									
Faculty/administrative	610.00	20.10	11.30	52.70	61.30	35.70	2.60	-	793.70
Civil service	121.60	0.70	2.80	61.10	42.10	84.20	108.70	-	421.20
Student employees	16.40	0.10	2.50	13.20	2.30	6.70	3.60	-	44.80
Total	748.00	20.90	16.60	127.00	105.70	126.60	114.90	-	1,259.70
Non-appropriated funds									
Faculty/administrative	13.40	3.40	15.60	5.20	44.00	3.10	40.50	42.50	167.70
Civil service	11.70	0.50	66.20	1.00	35.20	18.90	133.80	109.00	376.30
Student employees	8.50	0.80	8.40	1.90	26.20	0.10	9.20	148.90	204.00
Total	33.60	4.70	90.20	8.10	105.40	22.10	183.50	300.40	748.00
Total all funds	781.60	25.60	106.80	135.10	211.10	148.70	298.40	300.40	2,007.70
Year ended June 30, 2009									
Appropriated funds									
Faculty/administrative	588.50	17.00	3.00	48.00	56.50	34.20	2.50	-	749.70
Civil service	108.20	0.50	2.80	63.60	43.10	128.50	112.40	-	459.10
Student employees	16.30	0.10	1.10	11.00	2.10	4.70	2.30	-	37.60
Total	713.00	17.60	6.90	122.60	101.70	167.40	117.20	-	1,246.40
Non-appropriated funds									
Faculty/administrative	12.40	3.60	24.70	2.70	48.50	2.20	35.70	32.90	162.70
Civil service	15.00	1.00	84.00	1.70	42.00	22.30	137.90	155.80	459.70
Student employees	21.00	3.20	10.80	5.70	37.00	4.10	7.70	145.90	235.40
Total	48.40	7.80	119.50	10.10	127.50	28.60	181.30	334.60	857.80
Total all funds	761.40	25.40	126.40	132.70	229.20	196.00	298.50	334.60	2,104.20

This information has been provided by the University's Office of Planning Services.

This is the employment information reported to the Illinois Board of Higher Education. Staff years are computed by dividing the employees' number of months of employment during the fiscal year by 12 and multiplying that number by a factor of one for full-time and multiplying by the percentage of appointment for part-time. Examples of staff year computations are as follows:

- 1 full-time employee employed 12 months of the fiscal year counts - 1 staff year
- 1 full-time employee employed 6 months of the fiscal year counts - .5 staff year
- 1 one-third time employee employed 12 months of the fiscal year counts - .33 staff year
- 1 one-third time employee employed 6 months of the fiscal year counts - .17 staff year

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SERVICE EFFORTS AND ACCOMPLISHMENTS (UNAUDITED)
For the Years Ended June 30, 2010 and 2009**

	<u>2010</u>	<u>2009</u>
PERFORMANCE INDICATORS		
Degrees conferred	2,990	3,018
Retention rate (fall to fall)	79.0%	81.0%
Graduation rate (6 year)	58.0%	56.0%

Enrollment figures, as developed by University personnel for the undergraduate and graduate schools during the year under review, are presented below:

ENROLLMENT STATISTICS

Summer term

Undergraduate students	1,827	2,071
Graduate students	882	829
Extension class	1,546	1,561
Total enrollment	<u>4,255</u>	<u>4,461</u>

Fall term

Undergraduate students	9,540	9,636
Graduate students	1,248	1,227
Extension class	1,178	1,177
Total enrollment	<u>11,966</u>	<u>12,040</u>
Full-time equivalent students	<u>10,557</u>	<u>10,645</u>

Spring term

Undergraduate students	8,692	8,804
Graduate students	1,195	1,164
Extension class	1,188	1,189
Total enrollment	<u>11,075</u>	<u>11,157</u>
Full-time equivalent students	<u>9,747</u>	<u>9,834</u>

Annual full-time equivalent students (based on average per term exclusive of summer term)

<u>10,152</u>	<u>10,240</u>
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COST PER FULL-TIME EQUIVALENT STUDENT (as reported to the Board of Higher Education)

Current funds unrestricted, state appropriated
plus income fund locally held
General expenditures and transfers

<u>\$ 161,491,247</u>	<u>\$ 149,690,873</u>
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Cost per full-time equivalent student

<u>\$ 15,907</u>	<u>\$ 14,618</u>
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EASTERN ILLINOIS UNIVERSITY
SCHEDULES OF FEDERAL EXPENDITURES, NON-FEDERAL EXPENSES AND NEW LOANS
For the Year Ended June 30, 2010
(expressed in thousands)

Schedule A -- Federal Financial Component

Total federal expenditures reported on SEFA schedule	\$ 91,763
Total new loans made not included on SEFA Schedule	-
Amount of federal loan balances (not included on the SEFA schedule and continued compliance required)	-
Other noncash federal award expenditures (not included on SEFA schedule)	-
Total Schedule A	<u>\$ 91,763</u>

Schedule B -- Total Financial Component

Total operating expenses (from financial statements)	\$ 231,595
Total nonoperating expenses (from financial statements)	4,631
Total new loans made	61,630
Amount of federal loan balances	6,696
Other noncash federal award expenditures	1,088
Total Schedule B	<u>\$ 305,640</u>

Schedule C

		<u>Percent</u>
Total Schedule A	\$ 91,763	30.0%
Total non-federal expenses	<u>213,877</u>	<u>70.0%</u>
Total Schedule B	<u>\$ 305,640</u>	<u>100.0%</u>

These schedules are used to determine the University's single audit costs in accordance with OMB Circular A-133.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
UNDERGRADUATE TUITION AND FEE WAIVERS (UNAUDITED)
For the Year Ended June 30, 2010**

	Number of Recipients *	Tuition Waived		Fees Waived	
		Number of Recipients	Value of Waivers	Number of Recipients	Value of Waivers
			(In Thousands)		(In Thousands)
<u>MANDATORY WAIVERS</u>					
Teacher Special Education	88	88	\$ 511.9	-	\$ -
General Assembly	65	64	356.3	-	-
Reserve Officer's Training Corps	56	54	316.4	-	-
Department of Children and Family Services	9	9	47.7	-	-
Children of Employees	191	186	537.7	-	-
Veterans Grants and Scholarship	150	146	360.0	129	73.7
SUBTOTAL	559	547	2,130.0	129	73.7
<u>DISCRETIONARY WAIVERS</u>					
Faculty Administrators (Non-Civil Service)					
Civil Service	46	43	70.2	41	11.5
Academic/Other Talent	132	123	311.4	-	-
Athletic	118	118	686.5	-	-
Gender Equity in Intercollegiate Athletics	67	66	335.7	-	-
Foreign Exchange Students	7	7	63.8	7	7.7
Foreign Students	14	14	154.9	-	-
Student Need - Financial Aid	5	5	19.2	-	-
Interinstitutional/ Related Agencies	138	138	263.0	120	10.4
Children of Deceased Employees	5	5	29.9	5	8.6
Others:					
Charleston City Road Scholar	26	26	133.1	-	-
SUBTOTAL	558	545	2,067.7	173	38.2
TOTAL	1,117	1,092	\$ 4,197.7	302	\$ 111.9

* Unduplicated

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
GRADUATE TUITION AND FEE WAIVERS (UNAUDITED)
For the Year Ended June 30, 2010**

	Number of Recipients *	Tuition Waived		Fees Waived	
		Number of Recipients	Value of Waivers (In thousands)	Number of Recipients	Value of Waivers (In thousands)
<u>MANDATORY WAIVERS</u>					
Teacher Special Education	12	10	\$ 34.8	-	\$ -
General Assembly	5	3	4.5	-	-
SUBTOTAL	17	13	39.3	-	-
<u>DISCRETIONARY WAIVERS</u>					
Faculty/Administrators (Non-Civil Service)	47	44	63.3	44	16.1
Civil Service	57	55	89.4	56	22.8
Foreign Students	48	48	314.0	-	-
Foreign Exchange Students	2	2	15.1	2	1.9
Student Need - Financial Aid	1	1	3.1	-	-
Cooperating Professionals	423	408	423.7	260	84.9
Research Assistants	125	108	402.2	-	-
Teaching Assistants	152	101	906.9	-	-
Other Assistants	320	307	1,757.2	-	-
Interinstitutional/Related Agencies	25	25	47.1	25	6.2
Contract/Training Grants	28	20	31.7	-	-
SUBTOTAL	1,228	1,119	4,053.7	387	131.9
TOTAL	1,245	1,132	\$ 4,093.0	387	\$ 131.9

* Unduplicated

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
BOOKSTORE AND TEXTBOOK RENTAL INFORMATION (UNAUDITED)
For the Year Ended June 30, 2010**

The University owns and operates its own textbook rental and bookstore operation. The following is the summary of the textbook rental and bookstore operation.

Contractor	Not applicable
Contract term	Not applicable
Bookstore and textbook rental information	<ul style="list-style-type: none"> • The textbook rental facility takes care of procuring the textbooks that the students use in their classes. • The academic personnel of EIU 1) determine the textbook needs of the University; 2) decide which books need to be replaced; and 3) order updated textbooks. • Students pay \$9.95 per credit hour and are fined for damages if necessary. • The faculty must use the textbook for two years or three consecutive semesters before switching. • Bookstore sells supplementary textbook materials but not the actual textbooks. It also sells office supplies, computers, and other merchandise.
Amount of gross textbook rental income for FY 10	\$3,186,143
Amount of gross sales for Bookstore for FY 10	\$2,022,811
Amount to be paid to the bookstore for FY 10 (if any) by University	Not applicable
Commissions	Not applicable
Commission terms	Not applicable
Given exclusive rights	Yes
Competition/"Other" nearby/ On campus bookstore and textbook rental	None

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SPECIAL DATA REQUIREMENTS FOR AUDITS OF UNIVERSITIES
For the Year Ended June 30, 2010**

In accordance with an Office of the Auditor General, July 25, 2000, memorandum entitled "Matters Regarding University Audits" (Memorandum), certain supplemental data is required to be reported for University audits. The table below cross references the memorandum requirements (indicated by number and letter paragraph references) to the University financial statements and audit reports for the year ended June 30, 2010, where such special data is found.

Compliance Findings

13(a) As of June 30, 2010, no noncompliance with *University Guidelines* was noted.

Indirect Cost Reimbursements

13(b) A statement of sources and applications of indirect cost reimbursements is included in this report on page 67.

13(c) The University's calculation sheet for indirect cost carry-forward is included in this report on page 68.

Tuition, Charges and Fees

13(d) No instances of tuition being diverted to auxiliary enterprise operations were noted.

Auxiliary Enterprises, Activities and Accounting Entities

13(e) Identification of each specific accounting entity and description of the sources of revenue and purpose of each entity are presented on pages 82 through 83.

13(f) Entity financial statements are presented on pages 44 through 59 of this report. The entity financial statements should be read in conjunction with Eastern Illinois University's audited financial statements for the year ended June 30, 2010.

13(g) The University's calculation sheets for current excess funds are presented in this report on pages 84 through 86.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SPECIAL DATA REQUIREMENTS FOR AUDITS OF UNIVERSITIES
For the Year Ended June 30, 2010**

13(h) Support received by auxiliary enterprises from State appropriated funds for retirement and group insurance benefits was estimated by University management and is as follows:

	<u>2010</u>	<u>2009</u>
Group Insurance	\$4,613,275	\$3,935,942
Pension	3,045,341	1,879,216

13(i) Revenue and expenditures for the various bond indenture required accounts are included on pages 50 through 51 and 54 through 55 of this report. Description of the accounts and requirements is included in Note 11 of the June 30, 2010 financial statements.

13(j) Audit tests of the revenue bond fund accounting revealed no instances of noncompliance with the terms of the bond indenture during the year ended June 30, 2010.

13(k) As of June 30, 2010, no non-instructional facilities reserves (development reserves) have been established by the University.

University Related Organizations

13(l), (m) and (n)

Organizations recognized by the University as University Related Organizations (URO's) are as follows:

Eastern Illinois University Foundation (Foundation)
Eastern Illinois University Alumni Association, Inc. (Alumni Association)

A summary of Foundation and Alumni Association payments to the University is included on pages 80 and 81.

The University provided cash, services and resources of \$198,978 to the Eastern Illinois University Foundation for the year ended June 30, 2010, and \$22,130 to the Eastern Illinois University Alumni Association, Inc. for the year ended June 30, 2010, for services provided by the University Related Organizations.

The University has designated no organizations as "Independent Organizations" as defined in Section VII of *University Guidelines*.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SPECIAL DATA REQUIREMENTS FOR AUDITS OF UNIVERSITIES
For the Year Ended June 30, 2010**

- 13(o) As of June 30, 2010, there were no unreimbursed subsidies to the URO's from University or appropriated funds.
- 13(p) During fiscal year 2002, the Eastern Illinois University Foundation assumed a demand mortgage note payable for the purchase of land and construction of a new foundation center, known as the Neal Welcome Center. The outstanding balance of this demand mortgage note payable was \$1,437,238 as of June 30, 2010.

Other Topics

- 13(q) Schedules of cash and cash equivalents and investments held by the University are presented in this report on page 66.
- 13(r) Investment income of unrestricted pooled funds has been allocated and credited to the original sources of the funds to the extent practical. There was no unallocated investment income that was required to be paid into the Income Fund.
- 13(s) A schedule of costs per full-time equivalent student is presented on page 72 of this report.
- 13(t) There were no acquisitions of real estate by the University or URO not funded by separate specific appropriation.
- 13(u) During fiscal year 2010, the university issued its Series 2009A certificates of participation in the amount of \$84,930,000. The proceeds will be used for the construction of a renewable energy center and other energy conservation projects.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SUMMARY OF EASTERN ILLINOIS UNIVERSITY FOUNDATION
PAYMENTS TO THE UNIVERSITY
For the Years Ended June 30, 2010 and 2009**

During the years ended June 30, 2010 and 2009, the Foundation was under contract with the University to provide the University with fund-raising services. As provided in the contract, the University provided cash, services and other resources to the Foundation in the amount of \$198,978 and \$209,772, respectively. Although not required by contract, the Foundation fully repaid the University for these advances using cash, services and resources considered unrestricted for purposes of the *University Guidelines* computations. In addition, the Foundation gave the University funds, which are considered restricted for purposes of the Guidelines computations. Presented below is a summary of all funds that the Foundation gave to the University during the years ended June 30:

	<u>2010</u>	<u>2009</u>
Funds considered unrestricted for purposes of the Guidelines computations:		
Restricted only as to campus, college or department and generally available for on-going University operations	\$ 1,594,470	\$ 1,723,106
Office and warehouse space and utilities provided at no charge	<u>75,545</u>	<u>61,129</u>
Total funds considered unrestricted	<u>1,670,015</u>	<u>1,784,235</u>
Funds considered restricted for purposes of the Guidelines computations:		
Given for scholarships, grants and awards	<u>884,338</u>	<u>893,157</u>
Total funds considered restricted	<u>884,338</u>	<u>893,157</u>
Total funds provided to the University by the Foundation	<u><u>\$ 2,554,353</u></u>	<u><u>\$ 2,677,392</u></u>

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
SUMMARY OF EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
PAYMENTS TO THE UNIVERSITY
For the Years Ended June 30, 2010 and 2009**

The Alumni Association provided office space to the University with an annual fair market value of \$47,416 and \$47,544 for fiscal years ended June 30, 2010 and 2009, respectively.

Additionally, during the fiscal years ended June 30, 2010 and 2009, the Alumni Association provided unrestricted grants to the University in the amounts of \$24,122 and \$26,411, respectively.

No funds were given by the Alumni Association to the University for restricted purposes. The University provided cash, services, and other resources to the Alumni Association in the amount of \$22,130 and \$25,046 for fiscal year ended June 30, 2010 and 2009, respectively.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
DESCRIPTION OF ACCOUNTING ENTITIES,
SOURCES OF REVENUE AND PURPOSE OF EACH ENTITY**

Accounting entities as defined by the 1982 (Amended 1997) Legislative Audit Commission Guidelines and their primary revenue sources are as follows:

Auxiliary Enterprises - Revenue Bond

Student Living: Accounts for the University's student residence halls, related dining facilities, and student apartment operations whose construction was financed through the issuance of revenue bonds. The primary sources of revenues are room and board, and rental income.

Student Facilities: Accounts for the operations of the University's student union, and the financing of the University's athletic facilities, whose construction was respectively, wholly and partially, funded through the issuance of revenue bonds. The primary sources of revenue in the union area are merchandise sales, student fees, investment income, and income from recreational and other services. In the athletic facility area, the primary source of revenue is from student fees.

Textbook Rental Service: Accounts for the operations of the University's Textbook Rental Service, whose facilities were funded through the issuance of revenue bonds. The primary sources of revenue are student fees and sales of textbooks.

Auxiliary Enterprises - Other

Student/Staff Programs: Accounts for the University's parking operation and the University lounge facilities. The primary sources of revenue are from the sale of parking permits and revenue from vending operations. Interest earned on invested funds is another source of income.

Regional Services: Accounts for the operation of the services not related to instruction made available to local governments and other outside parties. The primary source of revenue is the service income from these operations.

Designated Funds - Auxiliary Activities

Student Fee Programs: Accounts for student oriented programs and services, which are in whole or in part funded by student fees. The primary sources of revenue are student fees and sales of services and merchandise.

Material Fees: Accounts for the purchase of materials used in laboratory, art, physical education, home economics, and industrial arts classrooms. Primary sources of revenue are user fees and material sales.

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
DESCRIPTION OF ACCOUNTING ENTITIES,
SOURCES OF REVENUE AND PURPOSE OF EACH ENTITY**

Service Departments: Accounts for the operations of certain cost centers, which provide selected services to the University as a whole. Examples are postage, certain computer services, and an automobile fleet. The primary source of revenue is the fee charged for these services to other University departments.

Student/Staff Programs: Accounts for the operations of the University's testing services, document reproduction and binding services, and various student/staff recreational services. The primary source of revenue is service income for the operations mentioned above.

Educational Services: Accounts for the operations of educational, scientific, and artistic services related to instruction made available to local governments and other outside parties. The primary source of revenue is the service income from these operations.

Unique Charges Credit Courses: Accounts for the fees charged and expenses of administering various credit courses offered by the University. These credit courses include:

Canada Study Abroad	Italy Study Abroad #1
Biological Science Field Trip	Italy Study Abroad #2
Paris Study Abroad 1	Bahamas
Outdoor Education	Tour of Black Universities and Colleges
Geology Field Studies Even	China Study Abroad
South American Field Study	Bahamas #2
Harlexton Study Abroad	Honors Study Abroad
Netherlands Study Abroad #1	Panama Study Abroad
Netherlands Study Abroad #2	

Public Service Activities: Accounts for the fees charged and expenses of administering various non-credit camps and clinics held by the University and other public service activities.

Indirect Costs: Accounts for indirect cost reimbursements received for University grants and contracts.

Continuing Education Contract Credit: Accounts for the receipt of tuition and expenses of administering various credit courses requested by funding entities.

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 CALCULATION SHEETS FOR CURRENT EXCESS FUNDS
 June 30, 2010

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	Auxiliary Enterprises - Revenue Bonds			Auxiliary Enterprises - Other	
	Student Living	Student Facilities	Textbook Rental Services	Staff / Student	Regional Services
1. CURRENT AVAILABLE FUNDS					
Cash	\$ 3,229,623	\$ 423,885	\$ 784,841	\$ 123,593	\$ -
Cash equivalents	12,328	6,729	-	430	-
Total current available funds	A. 3,241,951	430,614	784,841	124,023	-
2. WORKING CAPITAL ALLOWANCE					
Add					
Highest month's expenditures	6,150,484	1,173,218	687,259	532,842	-
Encumbrances and current liabilities paid in lapse period	897,570	200,116	30,457	13,345	-
Deferred income	118,260	110,562	78,078	-	-
Refundable deposits	462,590	-	-	-	-
Accrued compensated absences	1,175,938	201,547	46,851	-	-
Working Capital Allowance	B. 8,804,842	1,685,443	842,645	546,187	-
3. CURRENT EXCESS FUNDS					
Deduct B from A	C. \$ (5,562,891)	\$ (1,254,829)	\$ (57,804)	\$ (422,164)	\$ -
4. CALCULATION OF INCOME FUND REMITTANCE					
An entity may offset excess capital on current funds within the entity.					
Enter the amount to be offset, if any, here					D.
Enter the algebraic sum of C and D and deposit into the Income Fund					

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 CALCULATION SHEETS FOR CURRENT EXCESS FUNDS
 June 30, 2010

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		Designated Funds - Auxiliary Activities						
		Student Fee Program	Material Fees	Service Departments	Student / Staff Programs	Educational Services	Public Service	Continuing Education Contract Credit
1. CURRENT AVAILABLE FUNDS								
	Cash	\$ 3,027,207	\$ 26,686	\$ 5,512,075	\$ 125,302	\$ 29,253	\$ 537,559	\$ 364,014
	Cash equivalents	9,286	107	7,263	567	125	2,189	1,471
	Total current available funds	A. 3,036,493 *	26,793	5,519,338 *	125,869	29,378	539,748	365,485
2. WORKING CAPITAL ALLOWANCE								
	Add							
	Highest month's expenditures	2,733,438	38,974	3,261,359	78,168	93,537	291,839	281,036
	Encumbrances and current liabilities paid in lapse period	408,708	-	2,117,314	7,519	7,846	33,523	30,842
	Deferred income	221,860	3,160	-	-	11,844	282,481	142,202
	Refundable deposits	-	-	-	-	-	-	-
	Accrued compensated absences	-	-	174,029	-	-	-	-
	Working Capital Allowance	B. 3,364,006	42,134	5,552,702	85,687	113,227	607,843	454,080
3. CURRENT EXCESS FUNDS								
	Deduct B from A	C. \$ (327,513)	\$ (15,341)	\$ (33,364)	\$ 40,182	\$ (83,849)	\$ (68,095)	\$ (88,595)
4. CALCULATION OF INCOME FUND REMITTANCE								
	An entity may offset excess capital on current funds within the entity.							
	Enter the amount to be offset, if any, here				D. -			
	Enter the algebraic sum of C and D and deposit into the Income Fund				\$ 40,182			

* Cash in the Student Fee and Service Department entities does not match the balance sheets presented on page 44. For entity financial reporting, the allowance for bad debts, which is held in the Service Department entity, is presented in the Student Fee entity on the balance sheet.

STATE OF ILLINOIS
 EASTERN ILLINOIS UNIVERSITY
 CALCULATION SHEETS FOR CURRENT EXCESS FUNDS
 June 30, 2010

Designated Funds - Auxiliary Activities - Unique Charges Credit Courses

	Faculty Led International Study Abroad	Outdoor Education	Geology Field Studies Even	Biological Science Field Trips	Tour of Black Universities and Colleges	Total Unique Charges Credit Courses
1. CURRENT AVAILABLE FUNDS						
Cash	\$ (269,045)	\$ (780)	\$ 16,651	\$ (23)	\$ (600)	\$ (253,797)
Cash equivalents	-	-	-	-	-	-
Total current available funds	A. (269,045)	(780)	16,651	(23)	(600)	(253,797)
2. WORKING CAPITAL ALLOWANCE						
Add:						
Highest month's expenditures	-	-	-	-	-	-
Encumbrances and current liabilities paid in lapse period	41,344	-	1,500	-	-	42,844
Deferred income	32,375	-	24,953	-	-	57,328
Refundable deposits	-	-	-	-	-	-
Accrued compensated absences	-	-	-	-	-	-
Working Capital Allowance	B. 73,719	-	26,453	-	-	100,172
3. CURRENT EXCESS FUNDS						
Deduct B from A	C. \$ (342,764)	\$ (780)	\$ (9,802)	\$ (23)	\$ (600)	\$ (353,969)
4. CALCULATION OF INCOME FUND REMITTANCE						
An entity may offset excess capital on current funds within the entity. Enter the amount to be offset, if any, here						D.
Enter the algebraic sum of C and D and deposit into the Income Fund						

**STATE OF ILLINOIS
EASTERN ILLINOIS UNIVERSITY
FOR THE YEAR ENDED JUNE 30, 2010**

Schedule of Accrued Liability for Employee Compensated Absences (Unaudited)

The total liability for accrued compensated absences at June 30 for the last ten years is presented below:

<u>Year Ended June 30</u>	<u>Accrued Vacation Pay</u>	<u>Accrued Sick Pay</u>	<u>Compensatory Time Off *</u>	<u>Total</u>
2010	6,338,101	6,970,192	77,526	13,385,819
2009	6,113,046	7,473,875	84,967	13,671,888
2008	5,657,706	8,300,573	86,592	14,044,871
2007	5,788,173	9,081,768	73,429	14,943,370
2006	5,040,499	9,440,922	56,551	14,537,972
2005	4,729,901	9,919,682	67,193	14,716,776
2004	4,472,856	10,544,418	61,176	15,078,450
2003	4,335,068	11,199,915	58,706	15,593,689
2002	4,238,942	11,902,280	64,325	16,205,547
2001	3,959,344	11,766,238	53,867	15,779,449

The University has not identified any sources of funds, other than appropriations, to liquidate this liability.

* In accordance with the Board of Governors Regulations (Section II, Subsection C.8.a) for 1996 and 1997 and Eastern Illinois University's Internal Governing Policy #38 for 1998 to 2010, the University will compensate civil service employees for overtime "at time and one half in cash or by allowing compensatory time off, for all time in a work week in excess of the number of hours of work comprising an established full-time daily or weekly work schedule." Civil service employees may carry over the unused compensatory time off for one year. At that time, the compensatory time off must either be used or the employee is paid in cash.