



STATE OF ILLINOIS
**OFFICE OF THE
AUDITOR GENERAL**

William G. Holland, Auditor General

SUMMARY REPORT DIGEST

ENVIRONMENTAL PROTECTION AGENCY

FINANCIAL AUDIT

For the Year Ended: June 30, 2011

Release Date: March 6, 2012

INTRODUCTION

We performed a financial audit of the Environmental Protection Agency Fund - 270 Water Revolving Fund for the year ended June 30, 2011. A two-year compliance examination and a one-year financial statement audit of the Fund 270 will be performed for the period ended June 30, 2012.

AUDITORS' OPINION

We conducted a financial audit of the Agency's Water Revolving Fund for the year ended June 30, 2011. Our special assistant auditors stated that the Agency's Water Revolving Fund financial statements of the Illinois Environmental Protection Agency as of and for the year ended June 30, 2011 are fairly stated in all material respects.

A handwritten signature in blue ink, appearing to read 'William G. Holland', written over a horizontal line.

WILLIAM G. HOLLAND
Auditor General

WGH:PH:rt

AUDITORS ASSIGNED

Our special assistant auditors for this engagement were E.C. Ortiz and Company, LLP.

{Expenditures and Activity Measures are summarized on the reverse page.}

**ENVIRONMENTAL PROTECTION AGENCY
FINANCIAL AUDIT - WATER REVOLVING FUND
For the Year Ended June 30, 2011**

STATEMENT OF NET ASSETS (Amounts in thousands)	FY 2011
Assets	
<i>Current Assets</i>	
Cash and Cash Equivalents.....	\$ 334,737
Securities lending collateral equity with State Treasurer.....	135,700
Loans and notes receivable.....	135,099
Other receivables.....	13,878
Due from federal government.....	13,615
Due from other funds.....	889
Due from component unit.....	418
Other current assets.....	91
Restricted assets	34,091
Total current assets	\$ 668,518
<i>Noncurrent assets</i>	
Loans and notes receivable, net of current portion.....	\$ 1,786,774
Restricted assets - loans receivable, net of current portion.....	212,817
Capital assets, net of accumulated depreciation.....	99
Other noncurrent assets.....	339
Total noncurrent assets	\$ 2,000,029
TOTAL ASSETS	\$ 2,668,547
Liabilities	
Total Current liabilities.....	\$ 136,059
Total Noncurrent liabilities.....	65,715
TOTAL LIABILITIES	\$ 201,774
NET ASSETS	
Invested in capital assets, net of related debt.....	\$ 95
Restricted for:	
Debt Service.....	246,908
Other Purposes.....	1,977,826
Unrestricted.....	241,944
TOTAL NET ASSETS	\$ 2,466,773
Operating Revenues.....	\$ 44,393
Operating Expenses.....	80,838
Operating Income (Loss)	(36,445)
Total Non-operating Revenues (Expenses).....	234,385
Transfers-in.....	30,859
Changes in Net Assets.....	228,799
Total Net Assets, July 1.....	2,237,974
Total Net Assets, June 30.....	\$ 2,466,773
AGENCY DIRECTOR	
During Engagement Period: Douglas Scott (through 3/3/11), Lisa Bonnet (3/3/11-10/24/11), Interim Director	
Currently: John Kim, Interim Director (beginning 10/24/11)	