



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

William G. Holland, Auditor General

SUMMARY REPORT DIGEST

ILLINOIS STUDENT ASSISTANCE COMMISSION

FINANCIAL AUDIT

For the Year Ended: June 30, 2010

Release Date: April 7, 2011

Summary of Findings:

Total this audit:	6
Total last audit:	3
Repeated from last audit:	2

INTRODUCTION

The Illinois Student Commissions (Commission) financial audit report consists of three sets of financial statements as follows – the financial statements of the Illinois Student Assistance Commission; the financial statements of the Illinois Prepaid Tuition Program (Program), a major fund of the Commission; and the financial statements of the Illinois Designated Account Purchase Program (IDAPP), a major fund of the Commission.

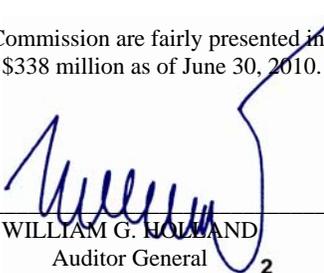
This report covers our financial audit of the Commission as of June 30, 2010 and for the year then ended. The financial statement opinion includes a paragraph emphasizing that the Program has a deficit of \$338 million as of June 30, 2010.

All the Financial Statement Audit Report findings of the Commission pertain to either the Program or IDAPP. These findings are summarized in the separate report digests for the financial audit of the Program and IDAPP for the year ended June 30, 2010.

The State Compliance Examination Report will be issued at a later date.

AUDITORS' OPINION

Our auditors stated the financial statements of the Commission are fairly presented in all material respects. Auditors included a paragraph emphasizing that the Program has a deficit of \$338 million as of June 30, 2010.



WILLIAM G. HOLLAND
Auditor General 2

WGH:JAF:pp

SPECIAL ASSISTANT AUDITORS

Our special assistant auditors for this audit were McGladrey & Pullen LLP.

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

ILLINOIS STUDENT ASSISTANCE COMMISSION
FINANCIAL AUDIT
For The Year Ended June 30, 2010 (in thousands)

STATEMENT OF NET ASSETS	2010	2009
Unrestricted assets		
Unexpended appropriations.....	\$ 3,282	\$ 269
Cash and cash equivalents.....	65,296	114,564
Intergovernmental and other receivables.....	44,265	42,393
Securities lending collateral of State Treasurer..	15,406	72,331
Investments.....	971,481	825,047
Capital assets, net.....	12,717	13,222
Restricted assets		
Cash and cash equivalents.....	49,108	61,822
Investments.....	229,436	138,999
Student loan and other receivables, net.....	1,145,618	1,270,607
Other.....	1,462	1,572
Total.....	<u>\$ 2,538,071</u>	<u>\$ 2,540,826</u>
Liabilities		
Accounts payable and accrued liabilities.....	\$ 26,780	\$ 19,950
Securities lending collateral obligation.....	15,406	77,663
Line of credit.....	360,174	398,947
Tuition and accreted tuition payable.....	1,323,030	1,221,854
Revenue bonds payable.....	1,019,701	1,027,300
Other.....	23,743	26,240
Total.....	<u>\$ 2,768,834</u>	<u>\$ 2,771,954</u>
Net assets		
Invested in capital assets, net of related debt....	\$ 7,447	\$ 6,367
Restricted.....	93,947	102,581
Unrestricted.....	(332,157)	(340,076)
Total.....	<u>\$ (230,763)</u>	<u>\$ (231,128)</u>

REVENUES, EXPENSE AND CHANGES IN NET ASSETS	2010	2009
Expenses		
Scholarships, awards and grants.....	\$ 431,457	\$ 430,626
Student loan purchase program.....	45,471	58,001
Prepaid tuition.....	86,446	74,718
Loan guarantee program.....	243,076	231,148
Interest.....	354	429
Total.....	<u>\$ 806,804</u>	<u>\$ 794,922</u>
Program revenues		
Charges for services.....	83,234	83,535
Operating grants and contributions.....	300,537	43,043
Net program revenues	(423,033)	(668,344)
General revenues		
Appropriations from State resources.....	425,082	429,412
Other.....	(1,684)	(6,195)
Change in net assets.....	<u>\$ 365</u>	<u>\$ (245,127)</u>

AGENCY EXECUTIVE DIRECTOR
During Examination Period: Mr. Andrew Davis
Currently: Mr. Andrew Davis