

**State of Illinois
Office of the Treasurer**

NONFISCAL OFFICER RESPONSIBILITIES

COMPLIANCE EXAMINATION

For the Two Years Ended June 30, 2009

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

State of Illinois
Office of the Treasurer
NONFISCAL OFFICER RESPONSIBILITIES

COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2009

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State of Illinois
Office of the Treasurer

NONFISCAL OFFICER RESPONSIBILITIES

TREASURER'S OFFICE OFFICIALS

Treasurer	Honorable Alexi Giannoulias
Chief of Staff	Ms. Robin Kelly
Deputy Treasurer/CFO	Mr. Edward Buckles
Deputy Chief of Staff/General Counsel	Mr. Paul Miller
Accounting Manager	Mrs. Mary Baksys
Inspector General	Mr. David Wells
Chief Internal Auditor	Ms. Barbara Ringler

The Office of the Treasurer maintains nine office locations:

- Executive Office
State Capitol
219 State House
Springfield, Illinois 62706
 - Operational divisions
Illinois Business Center
400 West Monroe, Suite 401
Springfield, Illinois 62704
 - Unclaimed Property & Other
Divisions
Myers Building
1 W. Old State Capitol Plaza
Springfield, Illinois 62701
 - Chicago Office &
Personnel/Legal/Programmatic
James R. Thompson Center
100 West Randolph Street
Suite 15-600
Chicago, Illinois 60601
 - Programmatic
Riverdale Office
13725 South Wabash Ave
Riverdale, Illinois 60827
 - Programmatic
Effingham Office
401 Industrial Drive, Suite E
Effingham, Illinois 62401
 - Programmatic
Mt. Vernon Office
200 West Potomac Boulevard
Mt. Vernon, Illinois 62864
 - Programmatic
Rock Island Office
Rock Island County Office Bldg.
1504 Third Avenue
Rock Island, Illinois 61201
 - Programmatic
Rockford Office
E.J. Zeke Giorgi Building
200 South Wyman Street
Rockford, Illinois 61101
-



OFFICE OF THE ILLINOIS STATE TREASURER
ALEXI GIANNOULIAS

MANAGEMENT ASSERTION LETTER

May 18, 2010

Crowe Horwath LLP
Certified Public Accountants
3201 West White Oaks Drive, Suite 202
Springfield, Illinois 62704

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, Office of the Treasurer (Treasurer) Non-Fiscal Officer Responsibilities. We are responsible for and we have established and maintained an effective system of internal controls over compliance requirements. We have performed an evaluation of the Treasurer's compliance with the following assertions during the two-year period ended June 30, 2009. Based on this evaluation, we assert that during the two years ended June 30, 2009, the Treasurer has materially complied with the assertions below.

- A. The Treasurer 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 Treasurer 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 Treasurer 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 Treasurer 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.

State Capitol
Room 219
Springfield, IL 62706
Phone: (217) 782-2211
Fax: (217) 785-2777

James R. Thompson Center
100 West Randolph Street
Suite 15-600
Chicago, IL 60601
Phone: (312) 814-1700
Fax: (312) 814-5930

Illinois Business Center
400 West Monroe Street
Suite 401
Springfield, IL 62704
Phone: (217) 782-6540
Fax: (217) 524-3822

Myers Building
One West Old State Capitol Plaza
Suite 400
Springfield, IL 62701
Phone: (217) 785-6998
Fax: (217) 557-9365

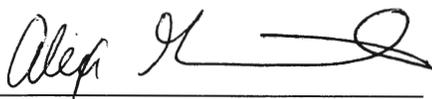
Municipal Building West
200 Potomac Boulevard
Mt. Vernon, IL 62864
Phone: (618) 244-8369
Fax: (618) 244-8370

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

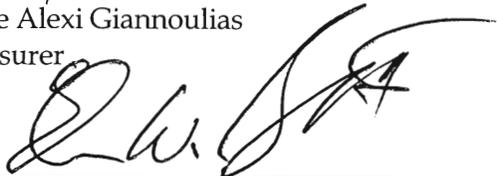
MANAGEMENT ASSERTION LETTER - CONTINUED

Yours very truly,

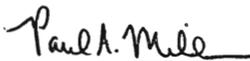
State of Illinois, Office of the Treasurer



Honorable Alexi Giannoulias
State Treasurer



Edward W. Buckles
Deputy Treasurer/Chief Fiscal Officer



Paul Miller
General Counsel

State of Illinois
Office of the Treasurer

NONFISCAL OFFICER RESPONSIBILITIES

COMPLIANCE REPORT

SUMMARY

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	2	2
Repeated findings	1	1
Prior recommendations implemented or not repeated	1	1

Details of findings are presented in a separate section of this report.

SCHEDULE OF FINDINGS

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
FINDINGS (STATE COMPLIANCE)			
09-1	9	Noncompliance with Office Policies and Procedures	Significant Deficiency
09-2	12	Computer Security Control Weaknesses	Significant Deficiency

PRIOR FINDINGS NOT REPEATED (STATE COMPLIANCE)

A	14	Employees Paid from Incorrect Appropriation	
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State of Illinois
Office of the Treasurer

NONFISCAL OFFICER RESPONSIBILITIES

COMPLIANCE REPORT

SUMMARY – CONTINUED

Exit Conference

The findings and recommendations appearing in this report were discussed with Treasurer personnel at an exit conference on May 3, 2010. Attending from the Office of the Treasurer were Barb Ringler (Chief Internal Auditor), Nicholas Barnard (Internal Auditor), Mary Baksys (Accounting Manager), Ed Buckles (Deputy Treasurer/CFO), Josh Joyce (Director of Unclaimed Property), Tracy Rutter (State Purchasing Officer), Jim Irmen (Chief Information Officer), Gina DeCiani (Chief Legal Counsel) via phone, and Robert Crouch (Human Resource Director) via phone. Attending from the Office of the Auditor General was Mr. Paul Usherwood (Audit Manager). Attending from Crowe Horwath LLP – Special Assistant Auditors were Chris Mower (Partner) and Lisa Stinson (Manager). The responses to the recommendations were provided by Ms. Barb Ringler in an email dated May 11, 2010.



Crowe Horwath LLP
Independent Member Crowe Horwath International

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

Compliance

As Special Assistant Auditors for the Auditor General, we have examined the State of Illinois, Office of the Treasurer, Nonfiscal Officer Responsibilities' (Treasurer) 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 two years ended June 30, 2009. The management of the Treasurer is responsible for compliance with these requirements. Our responsibility is to express an opinion on the Treasurer's compliance based on our examination.

- A. The Treasurer 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 Treasurer 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 Treasurer 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 Treasurer 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 Treasurer on behalf of the State or held in trust by the Treasurer 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 Treasurer'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 Treasurer's compliance with specified requirements.

In our opinion, the Treasurer complied, in all material respects, with the requirements listed in the first paragraph of this report during the two years ended June 30, 2009 and 2008. However, the results of our procedures disclosed 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 as findings 09-1 and 09-2.

Internal Control

The management of the Treasurer 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 Treasurer'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 Treasurer's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Treasurer's internal control over compliance.

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 is a deficiency, or combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that 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.

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 certain deficiencies in internal control over compliance described in findings 09-1 and 09-2 in the accompanying schedule of findings that we consider to be significant deficiencies in internal control over compliance. 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.

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

The Treasurer's responses to the findings identified in our examination are described in the accompanying schedule of findings. We did not examine the Treasurer's responses and, accordingly, we express no opinion on them. Additionally, the information in finding 09-2 was examined by other auditors as part of the Office of the Auditor General's Information Systems examination whose report thereon has been furnished to us. We did not examine the Office's compliance with these requirements and, accordingly, we express no opinion on it.

Supplementary Information for State Compliance Purposes

Our examination was conducted for the purpose of forming an opinion on compliance with the requirements listed in the first paragraph of this report. 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. We have applied certain limited procedures as prescribed by the Audit Guide as adopted by the Auditor General to the 2009 and the 2008 Supplementary Information for State Compliance Purposes, except for information on Service Efforts and Accomplishments on which we did not perform any procedures. However, we do not express an opinion on the supplementary information.

We have not applied procedures to the 2007 Supplementary Information for State Compliance Purposes, and accordingly, we do not express an opinion thereon.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, and Office of the Treasurer management, and is not intended to be and should not be used by anyone other than these specified parties.



Crowe Horwath LLP

Springfield, Illinois
May 18, 2010

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2009

CURRENT FINDINGS AND RECOMMENDATIONS

FINDING 09-1 (Noncompliance with Office Policies and Procedures)

The Office of the Treasurer (Office) did not conduct performance appraisals, did not comply with the ethics policies and procedures, and did not use vacation time as required by Office rules and policies.

During our testing, we noted the following:

- 1 of 15 (7%) newly hired employees tested did not have a 3 or 6 month performance appraisal on file.
- 10 of 15 (67%) newly hired employees tested did not have a 3 month performance appraisal performed timely. Days late ranged from 1 to 304.
- 15 of 15 (100%) newly hired employees tested did not have a 6 month performance appraisal performed timely. Days late ranged from 13 to 339.
- 26 of 50 (52%) annual performance appraisals were not performed timely. Days late ranged from 1 to 140.
- 2 of 50 (4%) ethics calendars tested did not have employee approval by the 15th of the month for the previous month. Days late ranged from 2 to 36 days. Ethics calendars are used by the Office to track employee time in accordance with the State Officials and Employees Ethics Act.
- 9 of 50 (18%) ethics calendars tested did not have supervisory approval by the 20th of the month for the previous month. Days late ranged from 1 to 203 days.
- 2 of 50 (6%) ethics calendars tested were not completed by the employee for all days of the month. Days missing ranged from 1 to 2 days per ethics calendar.
- 1 of 50 (2%) ethics calendars tested was not approved by the employee or the employee's immediate supervisor.
- 1 of 50 (2%) ethics calendars tested was approved by the employee before the month being certified was completed.
- 13 of 50 (26%) employees tested were allowed to take vacation time for less than the minimum half-day requirement.

The Office's Personnel Rules (Rules) (80 Ill. Adm. Code 620.420 (d)) require performance evaluations to be conducted annually for each certified employee. In addition, the Treasurer's Office Employee Reference Manual states "All employees will generally be evaluated as follows: before the end of a new hire probationary period, six months after hire; before the anniversary date that corresponds to the employee's initial hire date; before the end of a promotional probationary period, three months after promotion or transfer; and at any time

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2009

CURRENT FINDINGS AND RECOMMENDATIONS

FINDING 09-1 (Noncompliance with Office Policies and Procedures - Continued)

deemed necessary by the immediate supervisor.” According to the State Officials and Employees Ethics Act (5 ILCS 430/5-5), “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 policies for State employees shall require those time sheets to be submitted on paper, electronically, or both and to be maintained in either paper or electronic format by the applicable fiscal office for a period of at least 2 years.” The Treasurer’s Ethics Training Handout requires first level approval of ethics calendars to be completed by the 15th of the month and the second level approval to be completed by the 20th of the month. The Office’s Personnel Rules (80 Ill. Adm. Code 630.410) states “vacation time may be taken in increments of not less than one-half day at a time”.

Exceptions related to employee performance appraisals not being performed timely have been identified since the 2005 report. An analysis summarizing the exceptions identified in the current and last examination is noted in the following table:

<u>Description of Exception</u>	<u>Two Years Ending</u>	
	<u>June 30,</u>	
	<u>2009</u>	<u>2007</u>
Performance appraisal not on file	0	17
Performance appraisal not performed timely	26	11
New employees 3 month performance appraisals not on file	1	2
New employees 3 month performance appraisals not performed timely	10	*
New employees 6 month performance appraisals not on file	1	3
New employees 6 month performance appraisals not performed timely	15	*
Employees performance appraisals not performed annually	0	12
Ethics calendars not approved timely or at all by employees	3	14
Ethics calendars not approved timely or at all by supervisors	10	20
Ethics calendars not completed by employees for all days	2	17
Ethics calendars not completed by employees for complete month	0	2
Ethics calendar approved prior to month end by employee	1	0
Employees allowed to take vacation time for less than required half-day increment	13	0

* For the 2007 report, findings in this area were included under “Performance appraisal not performed timely.”

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2009

CURRENT FINDINGS AND RECOMMENDATIONS

FINDING 09-1 (Noncompliance with Office Policies and Procedures - Continued)

Office personnel stated completion of performance appraisals was a priority, but was sometimes delayed due to other work responsibilities and issues noted with ethics calendars were due to oversight.

Failure to ensure all employees receive a performance appraisal, fully complete an ethics calendar on a timely basis, and use vacation time in increments of at least one-half day is noncompliance with Office Rules, policies and statutory requirements. (Finding Code Nos. 09-1, 07-2, 05-1, 03-2)

RECOMMENDATION:

We recommend the Office ensure performance appraisals are conducted on a timely basis and ethics calendars are accurately completed and submitted on a timely basis. In addition, supervisors should monitor employee vacation usage to ensure time is used in accordance with Office Rules. If the Office determines these Rules, policies and procedures are no longer feasible or efficient, we recommend the Office revise its Rules, policies and procedures.

TREASURER'S RESPONSE:

The Treasurer agrees with the recommendation.

The Department of Human Resources routinely sends email alerts and other notices to supervisors reminding them of performance appraisal due dates. Every manager, supervisor and director is encouraged to conduct performance appraisals on a timely basis. Timely completion of performance evaluations has improved since implementation of these processes. We will work to continue to make further improvements.

In regard to ethics calendars, both employees and supervisors are reminded that it is important to complete, review, and approve ethics calendars on a timely basis. The protocol for completing ethics calendars is covered during annual ethics training and addressed during agency leadership meetings.

Supervisors have been reminded to monitor vacation usage to ensure time is used in accordance with office rules.

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2009

CURRENT FINDINGS AND RECOMMENDATIONS

FINDING 09-2 (Computer Security Control Weaknesses)

The Office of the Treasurer (Office) had not established adequate controls for securing its computer resources.

The Office relies on its computer systems and networks servers for maintaining several critical, financially sensitive and/or confidential systems used to meet the Office's mission. As such, the security and integrity of the information has a significant impact on the Office's ability to meet its overall mission and objectives.

We identified the following weaknesses in the Office's computer security environment:

- Highly privileged user accounts had non-expiring passwords.
- Effective mechanisms to promote security were not always activated.
- Several security policies had not been updated to reflect the current environment.
- Over reliance on key technical staff leading to segregation of duties issues, and potential loss of required technical skills if staff were to depart.
- Servers and other computer infrastructure were not held in secure locations.

Generally accepted information technology guidance endorses the development of well-designed and well-managed controls to protect computer systems and data. Effective computer security controls provide for safeguarding, securing, and controlling access to hardware, software, and the information stored in the computer system.

Office personnel stated staff reductions and overall workload prevented the Office from completing the necessary tasks.

Effective security provides means for safeguarding, securing, and controlling access to facilities, hardware and software, along with the information stored in the computer system. A lack of updated security policies and lax security parameters increases the risk of unauthorized access to computerized information. (Finding Code No. 09-2)

RECOMMENDATION:

We recommend that the Office review its standard security guidelines (standards, programs, policies, and procedures) to ensure the guidelines reflect the current environment and adequately address security controls.

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2009

CURRENT FINDINGS AND RECOMMENDATIONS

FINDING 09-2 (Computer Security Control Weaknesses - Continued)

In addition, we recommend the Office:

- Implement and enforce a password change requirement of at least every 35 days for all users, including highly privileged users.
- Ensure accounts for terminated employees or contractors are disabled on a timely basis.
- Assess segregation of duties and reliance on key technical staff members and take corrective action as needed.
- Review physical security controls and implement adequate security controls over servers and other computer infrastructure.

TREASURER'S RESPONSE:

The Treasurer agrees with the recommendation.

The office does enforce password change requirements on all user accounts. However, there are several service IDs in System Administration that are used to help in tracking performance issues and system problems. The use of these service IDs are based on a recommendation from the software vendor and are critical to the office for problem resolution. Service IDs do not expire since an expiration of one of these passwords could adversely affect the overall network.

Accounts for terminated and contract employees are disabled as soon as we are notified by Human Resources of a separation. This is done by immediately resetting the account password.

Due to the relatively small size of the Office's Information Technology staff, we have difficulty in segregating duties and providing back-up assistance for key skills. We have covered this shortfall by having available on-call contract help in case of emergency situations.

We are in the process of finding adequate locked space for our off-site servers in Chicago and the Capitol.

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2009

PRIOR FINDINGS NOT REPEATED

A. (Employees Paid from Incorrect Appropriation)

During the prior period, the Office of the Treasurer paid payroll expenditures from incorrect appropriations.

During the current period, we noted the Office of the Treasurer paid employees tested from the correct appropriation. (Finding Code No. 07-1)

State of Illinois
Office of the Treasurer

NONFISCAL OFFICER RESPONSIBILITIES

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 Appropriations, Expenditures and Lapsed Balances – Fourteen Months Ended August 31, 2009

- Schedule of Appropriations, Expenditures and Lapsed Balances – Fourteen Months Ended August 31, 2008

- Comparative Schedule of Net Appropriations, Expenditures and Lapsed Balances – For the Years Ended 2009, 2008, and 2007

- Comparative Schedule of Receipts, Disbursements and Fund Balance (Cash Basis) – Locally Held Funds

- Schedules of Changes in State Property

- Comparative Schedule of Cash Receipts

- Reconciliation Schedule of Cash Receipts to Deposits Remitted to the State Comptroller – Fiscal Years 2009 and 2008

- Analysis of Significant Variations in Expenditures

- Analysis of Significant Variations in Cash Receipts

- Analysis of Significant Lapse Period Spending

- Indirect Cost Reimbursements Funds

- Analysis of Operations

- Agency Functions and Planning Program

- Average Number of Employees

- Service Efforts and Accomplishments - (Not Examined)

The accountants' report that covers the Supplementary Information for State Compliance Purposes presented in the Compliance Report Section states the auditors have applied certain limited procedures as prescribed by the Audit Guide as adopted by the Auditor General, except for information on Service Efforts and Accomplishments on which they did not perform any procedures. However, the accountants do not express an opinion on the supplementary information.

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES - CONTINUED

APPROPRIATIONS FOR FISCAL YEAR 2009
Fourteen Months Ended August 31, 2009

<u>Appropriated Funds</u>	Appropriations (Net of <u>Transfers</u>)	Expenditures Through <u>June 30</u>	Lapse Period <u>Expenditures</u>	Total <u>Expenditures</u>	Balance <u>Lapsed</u>
State Pensions Fund - 054 (PA 95-0731)					
Personal services	\$ 2,527,000	\$ 2,524,545	\$ 1,145	\$ 2,525,690	\$ 1,310
Employee retirement - contributions paid by employer	76,000	64,806	-	64,806	11,194
State contribution to State employees' retirement system	532,400	531,546	242	531,788	612
State contribution to social security	207,300	205,884	1,216	207,100	200
Group insurance - contributions paid by employer	842,700	646,524	-	646,524	196,176
Contractual services	2,691,300	1,397,078	125,357	1,522,435	1,168,865
Travel	56,400	39,609	5,917	45,526	10,874
Commodities	35,400	19,748	12,710	32,458	2,942
Printing	15,000	7,924	-	7,924	7,076
Equipment	15,000	2,822	11,798	14,620	380
Electronic data processing	1,019,100	722,275	62,711	784,986	234,114
Telecommunications	55,000	29,123	4,611	33,734	21,266
Operation of auto equipment	8,700	4,420	-	4,420	4,280
	<u>8,081,300</u>	<u>6,196,304</u>	<u>225,707</u>	<u>6,422,011</u>	<u>1,659,289</u>
Total State Pensions Fund					

Note: Appropriations, expenditures, and lapsed balances were obtained from Treasurer records and have been reconciled to the records of the State Comptroller.

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES - CONTINUED

APPROPRIATIONS FOR FISCAL YEAR 2009
Fourteen Months Ended August 31, 2009

<u>Appropriated Funds</u>	Appropriations (Net of <u>Transfers</u>)	Expenditures Through <u>June 30</u>	Lapse Period <u>Expenditures</u>	Total <u>Expenditures</u>	Balance <u>Lapsed</u>
General Obligation Bond Fund - 101 (PA 95-0731)					
Payment of principal on general obligation bonds and short-term borrowing	\$ 2,032,151,200	\$ 2,011,151,143	\$ -	\$ 2,011,151,143	\$ 21,000,057
Payment of interest on general obligation bonds and short-term borrowing	<u>1,162,984,868</u>	<u>1,133,051,985</u>	<u>-</u>	<u>1,133,051,985</u>	<u>29,932,883</u>
Total General Obligation Bond Fund	<u>3,195,136,068</u>	<u>3,144,203,128</u>	<u>-</u>	<u>3,144,203,128</u>	<u>50,932,940</u>
Hospital Basic Services Preservation Fund - 284 (PA 95-0731)					
Awards and Grants	<u>5,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,000,000</u>
Bank Service Trust Fund - 373 (PA 95-0731)					
Payments for banking services	<u>7,100,000</u>	<u>4,593,063</u>	<u>1,145,187</u>	<u>5,738,250</u>	<u>1,361,750</u>
Capital Litigation Trust Fund - 614 (PA 95-0731 & 96-0039)					
Lump Sum, Operations	450,900	249,313	435	249,748	201,152
Awards and Grants	<u>10,691,200</u>	<u>8,074,517</u>	<u>366,078</u>	<u>8,440,595</u>	<u>2,250,605</u>
Total Capital Litigation Trust Fund	<u>11,142,100</u>	<u>8,323,830</u>	<u>366,513</u>	<u>8,690,343</u>	<u>2,451,757</u>
Matured bond and coupon fund - 625 (PA 95-0731)					
Payments of matured bonds and interest coupons	<u>500,000</u>	<u>99,956</u>	<u>-</u>	<u>99,956</u>	<u>400,044</u>

Note: Appropriations, expenditures, and lapsed balances were obtained from Treasurer records and have been reconciled to the records of the State Comptroller.

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COMPLIANCE EXAMINATION

SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES - CONTINUED

APPROPRIATIONS FOR FISCAL YEAR 2009
Fourteen Months Ended August 31, 2009

<u>Appropriated Funds</u>	Appropriations (Net of <u>Transfers</u>)	Expenditures Through <u>June 30</u>	Lapse Period <u>Expenditures</u>	Total <u>Expenditures</u>	Balance <u>Lapsed</u>
Budget Relief Fund - 678 (PA 095-1030)					
Lump Sum	\$ 1,079,000	\$ 576,963	\$ 222,518	\$ 799,481	\$ 279,519
Estate tax distributive fund - 815 (PA 95-0731)					
Payments to counties pursuant to Section 13b of the Illinois Estate and Generation-Skipping Transfer Tax Act	27,000,000	14,684,446	2,033,876	16,718,322	10,281,678
Total appropriated funds	<u>\$ 3,274,697,291</u>	<u>\$ 3,197,686,573</u>	<u>\$ 4,119,451</u>	<u>\$ 3,201,806,024</u>	<u>\$ 72,891,267</u>

Note: Appropriations, expenditures, and lapsed balances were obtained from Treasurer records and have been reconciled to the records of the State Comptroller.

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SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED
BALANCES - CONTINUED

APPROPRIATIONS FOR FISCAL YEAR 2009
Fourteen Months Ended August 31, 2009

<u>Nonappropriated Funds</u>	Expenditures Through <u>June 30</u>	Lapse Period <u>Expenditures</u>	<u>Total Expenditures</u>
IPTIP Administrative Trust Fund - 195			
Administrative expenses of the Illinois Public Treasurers' Investment Pool	\$ 2,864,140	\$ 27,855	\$ 2,891,995
Protest Fund - 401			
Refund of monies paid under protest	39,337,968	1,489,269	40,827,237
Unclaimed Property Fund - 482			
Refund of assets claimed	75,281,086	1,879,717	77,160,803
Municipal Economic Development Fund - 650			
Payments to Cities/Villages	308,810	-	308,810
College Savings Plan Administration Fund - 668			
College Savings Plan Administrative costs	<u>946,376</u>	<u>33,708</u>	<u>980,084</u>
Total all nonappropriated funds	<u>118,738,380</u>	<u>3,430,549</u>	<u>122,168,929</u>
Total all funds	<u>\$ 3,316,424,953</u>	<u>\$ 7,550,000</u>	<u>\$ 3,323,974,953</u>

Note: Appropriations, expenditures, and lapsed balances were obtained from Treasurer records and have been reconciled to the records of the State Comptroller.

STATE OF ILLINOIS
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NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES

APPROPRIATIONS FOR FISCAL YEAR 2008
Fourteen Months Ended August 31, 2008

<u>Appropriated Funds</u>	Appropriations (Net of <u>Transfers</u>)	Expenditures Through <u>June 30</u>	Lapse Period <u>Expenditures</u>	Total <u>Expenditures</u>	Balance <u>Lapsed</u>
General Revenue Fund - 001 (PA 95-0348)					
Personal services	\$ 4,895,300	\$ 4,883,880	\$ 179	\$ 4,884,059	\$ 11,241
Employee retirement - contributions paid by employer	195,800	175,844	5	175,849	19,951
State contribution to State employees' retirement system	812,650	809,733	30	809,763	2,887
State contribution to social security	364,200	362,154	132	362,286	1,914
Contractual services	832,645	741,765	25,568	767,333	65,312
Travel	120,000	111,007	6,860	117,867	2,133
Commodities	47,600	31,860	1,485	33,345	14,255
Printing	15,000	12,779	439	13,218	1,782
Equipment	2,000	906	356	1,262	738
Electronic data processing	938,000	910,363	19,867	930,230	7,770
Telecommunications	137,600	115,338	22,161	137,499	101
Operation of auto equipment	11,955	9,729	476	10,205	1,750
Refunds of estate tax overpaid, and accrued interest thereon	9,000,000	8,999,824	-	8,999,824	176
Refunds of accrued interest on protested tax cases	6,000,000	1,632,277	-	1,632,277	4,367,723
Inspector General	300,000	243,241	26,279	269,520	30,480
	<u>23,672,750</u>	<u>19,040,700</u>	<u>103,837</u>	<u>19,144,537</u>	<u>4,528,213</u>
Total General Revenue Fund	<u>23,672,750</u>	<u>19,040,700</u>	<u>103,837</u>	<u>19,144,537</u>	<u>4,528,213</u>

Note: Appropriations, expenditures, and lapsed balance were obtained from Treasurer records and have been reconciled to the records of the State Comptroller.

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SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES - CONTINUED

APPROPRIATIONS FOR FISCAL YEAR 2008
Fourteen Months Ended August 31, 2008

<u>Appropriated Funds</u>	Appropriations (Net of <u>Transfers</u>)	Expenditures Through <u>June 30</u>	Lapse Period <u>Expenditures</u>	Total <u>Expenditures</u>	Balance <u>Lapsed</u>
State Pensions Fund - 054 (PA 95-0348)					
Personal services	\$ 2,737,100	\$ 2,346,450	\$ 1,271	\$ 2,347,721	\$ 389,379
Employee retirement - contributions paid by employer	76,000	55,204	-	55,204	20,796
State contribution to State employees' retirement system	454,400	389,218	210	389,428	64,972
State contribution to social security	229,000	226,927	1,504	228,431	569
Group insurance - contributions paid by employer	873,200	628,263	-	628,263	244,937
Contractual services	2,757,800	1,920,362	168,863	2,089,225	668,575
Travel	56,400	31,127	6,306	37,433	18,967
Commodities	35,400	17,372	12,334	29,706	5,694
Printing	15,000	4,110	-	4,110	10,890
Equipment	40,000	9,804	27,737	37,541	2,459
Electronic data processing	1,016,100	671,254	18,246	689,500	326,600
Telecommunications	58,000	50,933	6,465	57,398	602
Operation of auto equipment	7,700	5,152	1,935	7,087	613
Total State Pensions Fund	<u>8,356,100</u>	<u>6,356,176</u>	<u>244,871</u>	<u>6,601,047</u>	<u>1,755,053</u>

Note: Appropriations, expenditures, and lapsed balances were obtained from Treasurer records and have been reconciled to the records of the State Comptroller.

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SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES - CONTINUED

APPROPRIATIONS FOR FISCAL YEAR 2008
Fourteen Months Ended August 31, 2008

<u>Appropriated Funds</u>	<u>Appropriations (Net of Transfers)</u>	<u>Expenditures Through June 30</u>	<u>Lapse Period Expenditures</u>	<u>Total Expenditures</u>	<u>Balance Lapsed</u>
General Obligation Bond Fund - 101 (PA 95-0348)					
Payment of principal on general obligation bonds and short-term borrowing	\$ 3,063,170,400	\$ 3,037,770,394	\$ -	\$ 3,037,770,394	\$ 25,400,006
Payment of interest on general obligation bonds and short-term borrowing	1,143,783,802	1,109,036,073	-	1,109,036,073	34,747,729
Total General Obligation Bond Fund	<u>4,206,954,202</u>	<u>4,146,806,467</u>	<u>-</u>	<u>4,146,806,467</u>	<u>60,147,735</u>
Hospital Basic Services Preservation Fund - 284 (PA 95-0348)					
Awards and Grants	5,000,000	5,000,000	-	5,000,000	-
Bank Service Trust Fund - 373 (PA 95-0348)					
Payments for banking services	8,100,000	4,720,795	1,154,882	5,875,677	2,224,323
Capital Litigation Trust Fund - 614 (PA 95-0348)					
Lump Sum, Operations	450,900	294,202	234	294,436	156,464
Awards and Grants	11,191,200	9,330,657	372,163	9,702,820	1,488,380
Total Capital Litigation Trust Fund	<u>11,642,100</u>	<u>9,624,859</u>	<u>372,397</u>	<u>9,997,256</u>	<u>1,644,844</u>
Matured bond and coupon fund - 625 (PA 95-0348)					
Payments of matured bonds and interest coupons	500,000	23,813	-	23,813	476,187

Note: Appropriations, expenditures, and lapsed balances were obtained from Treasurer records and have been reconciled to the records of the State Comptroller.

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COMPLIANCE EXAMINATION

SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES - CONTINUED

APPROPRIATIONS FOR FISCAL YEAR 2008
Fourteen Months Ended August 31, 2008

<u>Appropriated Funds</u>	Appropriations (Net of <u>Transfers</u>)	Expenditures Through <u>June 30</u>	Lapse Period <u>Expenditures</u>	Total <u>Expenditures</u>	Balance <u>Lapsed</u>
Estate tax distributive fund - 815 (PA 95-0348) Payments to counties pursuant to Section 13b of the Illinois Estate and Generation-Skipping Transfer Tax Act	\$ 27,000,000	\$ 20,015,102	\$ 1,809,854	\$ 21,824,956	\$ 5,175,044
Total appropriated funds	<u>\$ 4,291,225,152</u>	<u>\$ 4,211,587,912</u>	<u>\$ 3,685,841</u>	<u>\$ 4,215,273,753</u>	<u>\$ 75,951,399</u>

Note: Appropriations, expenditures, and lapsed balances were obtained from Treasurer records and have been reconciled to the records of the State Comptroller.

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SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED
BALANCES - CONTINUED

APPROPRIATIONS FOR FISCAL YEAR 2008
Fourteen Months Ended August 31, 2008

<u>Nonappropriated Funds</u>	Expenditures Through <u>June 30</u>	Lapse Period <u>Expenditures</u>	Total <u>Expenditures</u>
IPTIP Administrative Trust Fund - 195			
Administrative expenses of the Illinois Public Treasurers' Investment Pool	\$ 2,679,144	\$ 20,264	\$ 2,699,408
Protest Fund - 401			
Refund of monies paid under protest	11,832,667	-	11,832,667
Unclaimed Property Fund - 482			
Refund of assets claimed	70,285,001	(18,598)	70,266,403
Municipal Economic Development Fund - 650			
Payments to Cities/Villages	404,101	-	404,101
College Savings Plan Administration Fund - 668			
College Savings Plan Administrative costs	1,185,240	25,140	1,210,380
Total all nonappropriated funds	<u>86,386,153</u>	<u>26,806</u>	<u>86,412,959</u>
Total all funds	<u>\$ 4,297,974,065</u>	<u>\$ 3,712,647</u>	<u>\$ 4,301,686,712</u>

Note: Appropriations, expenditures, and lapsed balances were obtained from Treasurer records and have been reconciled to the records of the State Comptroller.

STATE OF ILLINOIS
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COMPLIANCE EXAMINATION

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES
AND LAPSED BALANCES

For the Years Ended June 30

	<u>2009</u> PA 95-0731	<u>2008</u> PA 95-0348	<u>2007</u> PA 94-0798
General Revenue Fund - 001			
Appropriations (net of transfers)	\$ 19,658,823	\$ 23,672,750	\$ 23,624,000
Expenditures			
Personal services	4,420,185	4,884,059	4,766,225
Employee retirement - contributions paid by employer	141,699	175,849	166,648
State contribution to State employees' retirement system	931,979	809,763	549,545
State contribution to social security	330,154	362,286	354,711
Contractual services	754,985	767,333	831,704
Travel	49,804	117,867	104,193
Commodities	24,298	33,345	91,768
Printing	10,485	13,218	38,258
Equipment	2,968	1,262	91,315
Electronic data processing	829,409	930,230	1,012,309
Telecommunications	121,734	137,499	125,487
Operation of auto equipment	8,300	10,205	10,086
Refunds of estate tax overpaid, and accrued interest thereon	8,999,403	8,999,824	8,999,997
Refunds of accrued interest on protested tax cases	2,250,000	1,632,277	3,742,219
Inspector General	259,130	269,520	231,327
Total expenditures	<u>19,134,533</u>	<u>19,144,537</u>	<u>21,115,792</u>
Lapsed balances	<u>\$ 524,290</u>	<u>\$ 4,528,213</u>	<u>\$ 2,508,208</u>

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COMPLIANCE EXAMINATION

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES
AND LAPSED BALANCES - CONTINUED

For the Years Ended June 30

	<u>2009</u> PA 95-0731	<u>2008</u> PA 95-0348	<u>2007</u> PA 94-0798
State Pensions Fund - 054			
Appropriations (net of transfers)	\$ 8,081,300	\$ 8,356,100	\$ 8,317,000
Expenditures			
Personal services	2,525,690	2,347,721	2,458,571
Employee retirement - contributions paid by employer	64,806	55,204	62,206
State contribution to State employees' retirement system	531,788	389,428	283,534
State contribution to social security	207,100	228,431	281,432
Group insurance - contributions paid by employer	646,524	628,263	619,946
Contractual services	1,522,435	2,089,225	2,994,758
Travel	45,526	37,433	54,439
Commodities	32,458	29,706	56,716
Printing	7,924	4,110	12,237
Equipment	14,620	37,541	2,757
Electronic data processing	784,986	689,500	905,614
Telecommunications	33,734	57,398	38,344
Operation of auto equipment	4,420	7,087	4,021
Total expenditures	<u>6,422,011</u>	<u>6,601,047</u>	<u>7,774,575</u>
Lapsed balances	<u>\$ 1,659,289</u>	<u>\$ 1,755,053</u>	<u>\$ 542,425</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES
AND LAPSED BALANCES - CONTINUED

For the Years Ended June 30

	<u>2009</u> PA 95-0731	<u>2008</u> PA 95-0348	<u>2007</u> PA 94-0798
General Obligation Fund - 101			
Appropriations (net of transfers)	\$ 3,195,136,068	\$ 4,206,954,202	\$ 2,946,467,168
Expenditures			
Payment of principal on general obligation bonds and short-term borrowing	2,011,151,143	3,037,770,394	1,477,592,634
Payment of interest on general obligation bonds and short-term borrowing	1,133,051,985	1,109,036,073	1,115,485,186
Payment to escrow agent for future bond debt service on refunded bonds	-	-	341,848,915
Total expenditures	<u>3,144,203,128</u>	<u>4,146,806,467</u>	<u>2,934,926,735</u>
Lapsed balances	<u>\$ 50,932,940</u>	<u>\$ 60,147,735</u>	<u>\$ 11,540,433</u>
IPTIP Administrative Trust Fund - 195			
Nonappropriated expenditures	\$ 2,891,995	\$ 2,699,408	\$ 3,076,638
Expenditures			
Administrative expenses of the Illinois Public Treasurer's Investment Pool	<u>2,891,995</u>	<u>2,699,408</u>	<u>3,076,638</u>
Lapsed balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Hospital Basic Services Preservation Fund - 284			
Appropriations (net of transfers)	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000
Expenditures			
Award and grants payments	<u>-</u>	<u>5,000,000</u>	<u>-</u>
Lapsed balances	<u>\$ 5,000,000</u>	<u>\$ -</u>	<u>\$ 5,000,000</u>

STATE OF ILLINOIS
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COMPLIANCE EXAMINATION

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES
AND LAPSED BALANCES - CONTINUED

For the Years Ended June 30

	<u>2009</u> PA 95-0731	<u>2008</u> PA 95-0348	<u>2007</u> PA 94-0798
Bank Services Trust - 373			
Appropriations (net of transfers)	\$ 7,100,000	\$ 8,100,000	\$ 8,100,000
Expenditures			
Payments of banking services	5,738,250	5,875,677	6,025,454
Lapsed balances	\$ 1,361,750	\$ 2,224,323	\$ 2,074,546
Protest Fund - 401			
Nonappropriated expenditures	\$ 40,827,237	\$ 11,832,667	\$ 24,739,761
Expenditures			
Refund of monies paid under protest	40,827,237	11,832,667	24,739,761
Lapsed balances	\$ -	\$ -	\$ -
Unclaimed Property Trust Fund - 482			
Nonappropriated expenditures	\$ 77,160,803	\$ 70,266,403	\$ 79,069,494
Expenditures			
Refunds of assets claimed	77,160,803	70,266,403	79,069,494
Lapsed balances	\$ -	\$ -	\$ -
Capital Litigation Fund - 614			
Appropriations (net of transfers)	\$ 11,142,100	\$ 11,642,100	\$ 10,467,100
Expenditures			
Lump Sum, operations	249,748	294,436	396,263
Award and grants	8,440,595	9,702,820	7,943,064
Total expenditures	8,690,343	9,997,256	8,339,327
Lapsed balances	\$ 2,451,757	\$ 1,644,844	\$ 2,127,773

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COMPLIANCE EXAMINATION

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES
AND LAPSED BALANCES - CONTINUED

For the Years Ended June 30

	<u>2009</u> PA 95-0731	<u>2008</u> PA 95-0348	<u>2007</u> PA 94-0798
Matured Bond and Coupon Fund - 625			
Appropriations (Net of transfers)	\$ 500,000	\$ 500,000	\$ 500,000
Expenditures			
Payment of matured bonds and interest coupons	99,956	23,813	124,394
Lapsed balances	<u>\$ 400,044</u>	<u>\$ 476,187</u>	<u>\$ 375,606</u>
Municipal Economic Development Fund - 650			
Nonappropriated expenditures	\$ 308,810	\$ 404,101	\$ 365,848
Expenditures			
Municipal economic development payments to cities/villages	308,810	404,101	365,848
Lapsed balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
College Savings Pool Administration Fund - 668			
Nonappropriated expenditures	\$ 980,084	\$ 1,210,380	\$ 648,763
Expenditures			
College Savings Pool Administrative costs	980,084	1,210,380	648,763
Lapsed balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Budget Relief Fund - 678			
Appropriations (net of transfers)	\$ 1,079,000	\$ -	\$ -
Expenditures			
Lump Sum	799,481	-	-
Lapsed balances	<u>\$ 279,519</u>	<u>\$ -</u>	<u>\$ -</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES
AND LAPSED BALANCES - CONTINUED

For the Years Ended June 30

	<u>2009</u> PA 95-0731	<u>2008</u> PA 95-0348	<u>2007</u> PA 94-0798
Estate Tax Distributive Fund – 815			
Appropriations (net of transfers)	\$ 27,000,000	\$ 27,000,000	\$ 27,000,000
Expenditures			
Payment to counties	16,718,322	21,824,956	16,014,888
Lapsed balances	<u>\$ 10,281,678</u>	<u>\$ 5,175,044</u>	<u>\$ 10,985,112</u>
Appropriations (net of transfers)	\$ 3,274,697,291	\$ 4,291,225,152	\$ 3,029,475,268
Nonappropriated expenditures	122,168,929	86,412,959	107,900,504
Total appropriations and nonappropriated	3,396,866,220	4,377,638,111	3,137,375,772
Total expenditures	<u>3,323,974,953</u>	<u>4,301,686,712</u>	<u>3,102,221,669</u>
Lapsed balances	<u>\$ 72,891,267</u>	<u>\$ 75,951,399</u>	<u>\$ 35,154,103</u>
Salaries paid from the Comptroller's			
Executive Salaries Appropriation	<u>\$ 135,669</u>	<u>\$ 130,702</u>	<u>\$ 115,735</u>

Note: The Treasurer's Office did not make initiative payments during the examination period.

STATE OF ILLINOIS
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COMPLIANCE EXAMINATION

COMPARATIVE SCHEDULE OF RECEIPTS, DISBURSEMENTS AND FUND
BALANCE (CASH BASIS) - LOCALLY HELD FUNDS
For the Two Years Ended June 30, 2009

<u>Fund No. 1267 Illinois Insured Mortgage Pilot Program</u>	
Cash balance, July 1, 2007	\$ 5,670
Receipts	697,839
Disbursements	691,120
Cash balance June 30, 2008	\$ 12,389
Cash balance, July 1, 2008	\$ 12,389
Receipts	241,837
Disbursements	253,694
Cash balance, June 30, 2009	\$ 532
<u>Fund No. 1333 Treasurer's Securities in Safekeeping</u>	
Cash balance, July 1, 2007	\$ -
Agency Adjustment	275,050
Receipts	-
Disbursements	-
Cash balance June 30, 2008	\$ 275,050
Cash balance, July 1, 2008	\$ 275,050
Receipts	-
Disbursements	53,000
Cash balance, June 30, 2009	\$ 222,050

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COMPARATIVE SCHEDULE OF RECEIPTS, DISBURSEMENTS AND FUND
BALANCE (CASH BASIS) - LOCALLY HELD FUNDS - CONTINUED
For the Two Years Ended June 30, 2009

Fund No. 1370 Home Loan Collateral Fund

Cash balance, July 1, 2007	\$	5,528,448
Receipts		283,959
Disbursements		-
		-
Cash balance June 30, 2008	\$	5,812,407
Cash balance, July 1, 2008	\$	5,812,407
Receipts		192,251
Disbursements		5,480
		5,480
Cash balance, June 30, 2009	\$	5,999,178

Fund No. 1375 Cahokia Mounds Preservation Fund

Cash balance, July 1, 2007	\$	769,251
Receipts		20,643
Disbursements		241,625
		241,625
Cash balance June 30, 2008	\$	548,269
Cash balance, July 1, 2008	\$	548,269
Receipts		3,745
Disbursements		101,548
		101,548
Cash balance, June 30, 2009	\$	450,466

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

COMPARATIVE SCHEDULE OF RECEIPTS, DISBURSEMENTS AND FUND
BALANCE (CASH BASIS) - LOCALLY HELD FUNDS - CONTINUED
For the Two Years Ended June 30, 2009

Fund No. 1383 Hospital Basic Services Preservation Collateral Fund

Cash balance, July 1, 2007	\$ -
Receipts	5,000,000
Disbursements	-
	<hr/>
Cash balance June 30, 2008	<u>\$ 5,000,000</u>
Cash balance, July 1, 2008	\$ 5,000,000
Receipts	119,815
Disbursements	119,815
	<hr/>
Cash balance, June 30, 2009	<u>\$ 5,000,000</u>

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

COMPARATIVE SCHEDULE OF RECEIPTS, DISBURSEMENTS AND FUND
BALANCE (CASH BASIS) – LOCALLY HELD FUNDS - CONTINUED
For the Two Years Ended June 30, 2009

Fund No. 1111 Illinois Public Treasurers' Investment Pool

The Illinois Public Treasurers' Investment Pool, Fund No. 1111 (IPTIP) is the fund used to account for assets held by the Treasurer in a trustee capacity as an agent for public treasurers throughout the State of Illinois. These funds are held in an account at U.S. Bank, N.A. IPTIP financial statements are reported separately. Therefore, cash receipts and disbursements are not presented in this report.

Fund No. 1668 College Savings Pool

The College Savings Pool, Fund No. 1668 (CSP) is the fund used to account for assets held by the Treasurer in a trustee capacity as an agent for the general public throughout the State of Illinois and outside the State of Illinois. These funds are held in accounts at OFI Private Investments, Inc. and Union Bank and Trust Company. CSP financial statements are reported separately. Therefore, cash receipts and disbursements are not presented in this report.

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

SCHEDULES OF CHANGES IN STATE PROPERTY

For the Years Ended June 30

	<u>2009</u>	<u>2008</u>
Balances, beginning of fiscal year	\$ 3,266,160	\$ 3,292,577
Additions		
Purchases	91,084	218,129
Inter-agency transfers	157,062	195,981
	<u>248,146</u>	<u>414,110</u>
Deductions		
Inter-agency transfers	405,837	432,311
Inventory adjustments	27,717	8,216
	<u>433,554</u>	<u>440,527</u>
Balance, end of fiscal year	<u><u>\$ 3,080,752</u></u>	<u><u>\$ 3,266,160</u></u>

Note: This schedule has been reconciled to property reports submitted to the Department of Central Management Services and the Office of the Comptroller.

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION
COMPARATIVE SCHEDULE OF CASH RECEIPTS
For the Years Ended June 30

	<u>2009</u>	<u>2008</u>	<u>2007</u>
General Revenue Fund - 001			
Investment income	\$ 80,506,539	\$ 210,024,020	\$ 202,057,923
Miscellaneous receipts	8,253	14,336	9,689
Private organizations or Individuals	253,551	5,044	83,004
Reimbursement from employees for jury duty and personal phone calls	580	241	964
Excess funds	-	1,012,277	3,036,819
Prior year refund	(614,200)	6,110	(96,495)
Total General Revenue Fund	80,154,723	211,062,028	205,091,904
State Pensions Fund - 054			
Miscellaneous receipts	15	-	84
Prior year refund	465	298	5,128
Total State Pensions Fund	480	298	5,212
General Obligation Bond Retirement and Interest Fund - 101			
Investment income	13,068,613	27,028,412	28,069,459
IPTIP Administrative Fund - 195			
State and Local Government	3,887,349	4,145,866	3,690,078
Reimbursement from employees for jury duty and personal phone calls	-	17	200
Total IPTIP Administrative Fund	3,887,349	4,145,883	3,690,278
Methamphetamine Law Enforcement Fund - 283			
Fines, penalties, or violations	15,118	24,846	8,015
Treasurer's Rental Fee Fund - 331			
Rental income	6,500	5,500	6,000
Metropolitan Pier and Exposition Authority Trust Fund - 337			
Investment income	171,618	381,016	341,083
Unclaimed Property Trust Fund - 482			
Unclaimed assets	200,461,852	236,641,036	444,444,276
Prior year refund	509	121,364	39
Total Unclaimed Property Trust Fund	200,462,361	236,762,400	444,444,315

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

COMPARATIVE SCHEDULE OF CASH RECEIPTS - CONTINUED

For the Years Ended June 30

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Married Families Domestic Violence Fund - 499			
Marriage License Fees	\$ 383,758	\$ -	\$ -
Domestic Violence Surveillance Fund - 545			
Circuit Clerk	3,517	-	-
Capital Litigation Trust Fund - 614			
Investment income	123,686	286,760	251,152
Prior year refund	813,979	3,420	121,145
Total Capital Litigation Trust Fund	<u>937,665</u>	<u>290,180</u>	<u>372,297</u>
Matured Bond and Coupon Fund - 625			
Matured and unredeemed bonds and coupons	5,437	475,475	25,019
Municipal Economic Development Fund - 650			
Investment income	1,478	2,869	1,897
College Savings Administrative Fund - 668			
Investment income	15,160	57,753	57,561
License fee or registration	896,329	1,035,262	1,460,350
Miscellaneous receipts	280,492	18	-
Total College Savings Administrative Fund	<u>1,191,981</u>	<u>1,093,033</u>	<u>1,517,911</u>
Rate Adjustment Fund - 685			
Investment income	342,003	380,289	175,135
State Treasurer Court Ordered Escrow Fund - 932			
Investment income	13,317	24,040	30,937
Industrial Commission Surcharge Escrow Fund - 937			
Investment income	<u>463,633</u>	<u>980,382</u>	<u>1,109,142</u>
Total Receipts	<u>\$ 301,109,551</u>	<u>\$ 482,656,651</u>	<u>\$ 684,888,604</u>

Note: This schedule represents cash receipts not reported in other reports. The Treasurer receives cash receipts from inheritance/estate taxes, bond issuance, and interest income. Inheritance/estate taxes, bond issuance, and interest income are included in a separate report-State of Illinois, Office of the Treasurer, Fiscal Officer Responsibilities.

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

RECONCILIATION SCHEDULE OF CASH RECEIPTS TO DEPOSITS
REMITTED TO THE STATE COMPTROLLER

Year Ended June 30, 2009

	General Revenue Fund	State Pensions Fund	General Obligation BR&I Fund	IPTIP Administrative Fund	Methamphetamine Law Enforcement Fund	Treasurer's Rental Fee Fund	MPEA Trust Fund	Unclaimed Property Trust Fund	Married Families Domestic Violence Fund
Receipts received by Treasurer deposited into clearing account	\$ 80,154,723	\$ 480	\$ 13,068,613	\$ 3,887,349	\$ 15,118	\$ 6,500	\$ 171,618	\$ 200,462,361	\$ 383,758
Plus deposits in transit, beginning of year	-	-	-	-	-	-	-	-	-
Less deposits in transit, end of year	-	-	-	-	-	-	-	-	-
Deposits remitted to Comptroller	<u>\$ 80,154,723</u>	<u>\$ 480</u>	<u>\$ 13,068,613</u>	<u>\$ 3,887,349</u>	<u>\$ 15,118</u>	<u>\$ 6,500</u>	<u>\$ 171,618</u>	<u>\$ 200,462,361</u>	<u>\$ 383,758</u>

	Domestic Violence Surveillance Fund	Capital Litigation Trust Fund	Matured Bond and Coupon Fund	Municipal Economic Development Fund	College Savings Administrative Fund	Rate Adjustment Fund	State Treasurer Court Ordered Escrow Fund	Industrial Commission Surcharge Escrow Fund	Total
Receipts received by Treasurer deposited into clearing account	\$ 3,517	\$ 937,665	\$ 5,437	\$ 1,478	\$ 1,191,981	\$ 342,003	\$ 13,317	\$ 463,633	\$ 301,109,551
Plus deposits in transit, beginning of year	-	-	-	-	-	-	-	-	-
Less deposits in transit, end of year	-	-	-	-	-	-	-	-	-
Deposits remitted to Comptroller	<u>\$ 3,517</u>	<u>\$ 937,665</u>	<u>\$ 5,437</u>	<u>\$ 1,478</u>	<u>\$ 1,191,981</u>	<u>\$ 342,003</u>	<u>\$ 13,317</u>	<u>\$ 463,633</u>	<u>\$ 301,109,551</u>

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

RECONCILIATION SCHEDULE OF CASH RECEIPTS TO DEPOSITS
REMITTED TO THE STATE COMPTROLLER

Year Ended June 30, 2008

	<u>General Revenue Fund</u>	<u>State Pensions Fund</u>	<u>General Obligation BR&I Fund</u>	<u>IPTIP Administrative Fund</u>	<u>Methamphetamine Law Enforcement Fund</u>	<u>Treasurer's Rental Fee Fund</u>	<u>MPEA Trust Fund</u>	<u>Unclaimed Property Trust Fund</u>
Receipts received by Treasurer deposited into clearing account	\$ 211,062,028	\$ 298	\$ 27,028,412	\$ 4,145,883	\$ 24,846	\$ 5,500	\$ 381,016	\$ 236,762,400
Plus deposits in transit, beginning of year	-	-	-	-	-	-	-	-
Less deposits in transit, end of year	-	-	-	-	-	-	-	-
Deposits remitted to Comptroller	<u>\$ 211,062,028</u>	<u>\$ 298</u>	<u>\$ 27,028,412</u>	<u>\$ 4,145,883</u>	<u>\$ 24,846</u>	<u>\$ 5,500</u>	<u>\$ 381,016</u>	<u>\$ 236,762,400</u>

	<u>Capital Litigation Trust Fund</u>	<u>Matured Bond and Coupon Fund</u>	<u>Municipal Economic Development Fund</u>	<u>College Savings Administrative Fund</u>	<u>Rate Adjustment Fund</u>	<u>State Treasurer Court Ordered Escrow Fund</u>	<u>Industrial Commission Surcharge Escrow Fund</u>	<u>Total</u>
Receipts received by Treasurer deposited into clearing account	\$ 290,180	\$ 475,475	\$ 2,869	\$ 1,093,033	\$ 380,289	\$ 24,040	\$ 980,382	\$ 482,656,651
Plus deposits in transit, beginning of year	-	-	-	-	-	-	-	-
Less deposits in transit, end of year	-	-	-	-	-	-	-	-
Deposits remitted to Comptroller	<u>\$ 290,180</u>	<u>\$ 475,475</u>	<u>\$ 2,869</u>	<u>\$ 1,093,033</u>	<u>\$ 380,289</u>	<u>\$ 24,040</u>	<u>\$ 980,382</u>	<u>\$ 482,656,651</u>

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES

The Office's explanations for significant fluctuations in expenditures are detailed below:

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2009</u>	<u>2008</u>
General Revenue Fund (001)		
Travel	\$ 49,804	\$ 117,867
<p>The decrease of \$68,063 (57.75%) was due to a FY09 budget veto reduction of this travel appropriation authority in the amount of \$46,250 by the prior Governor. Cost saving measures were then implemented throughout</p>		
Commodities	24,298	33,345
<p>The decrease of \$9,047 (27.13%) was due a FY09 budget veto reduction of this commodities appropriation authority in the amount of \$2,380 by the prior Governor. Cost saving measures were then implemented throughout FY09.</p>		
Printing	10,485	13,218
<p>The decrease of \$2,733 (20.68%) was due a FY09 budget veto reduction of this printing appropriation authority in the amount of \$620 by the prior Governor. Cost saving measures were then implemented throughout FY09.</p>		
Equipment	2,968	1,262
<p>FY09 increased from FY08 by \$1,706 (135.18%) due to the replacement of an obsolete shredder.</p>		

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2009</u>	<u>2008</u>
General Revenue Fund (001) - Continued		
Refunds - Protested Cases	\$ 2,250,000	\$ 1,632,277
<p>Refunds of tax monies paid under protest are dependent on the number and size of protested tax cases that come from and are resolved by the Attorney General in a given fiscal year. The interest for these refunds was paid from the General Revenue Fund. The increase of \$ 617,723 (37.84%), was directly related to the corresponding increase in court ordered distributions in FY09.</p>		
State Pensions Fund (054)		
State Employee Retirement	531,788	389,428
<p>The increase of \$142,360 (36.56%), was due to an increased appropriation authority from FY08 to FY09. SERS increased the total employer rate from 16.561% in FY08 to 21.049% in FY09.</p>		
Contractual Services	1,522,435	2,089,225
<p>The decrease of \$566,790 (27.13%) was due to fewer contractual employees, resulting in reduced contractual employee salary and reimbursement expenses in FY09 as compared to FY08.</p>		
Travel	45,526	37,433
<p>FY09 increased from FY08 by \$ 8,093 (21.62%) due to increased efforts to promote Treasurer's Office programs and improve customer service.</p>		
Printing	7,924	4,110
<p>The increase of \$ 3,814 (92.80%) was due to increased outreach efforts and stock needed for additional satellite offices.</p>		

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2009</u>	<u>2008</u>
State Pensions Fund (054) - Continued		
Equipment FY09 decreased from FY08 by \$22,921 (61.06%) due to a decrease in obsolete equipment needing replacement.	\$ 14,620	\$ 37,541
Telecommunications The decrease of \$23,664 (41.23%), was due to fewer purchases of fax broadcast communications services and fewer traditional land line services purchased.	33,734	57,398
Operation of auto equipment The decrease of \$2,667 (37.63%), was due to the surplus of aging vehicles which reduced repair costs.	4,420	7,087
General Obligation Fund (101)		
Payment of principal on general obligation The decrease of \$1,026,619,251 (33.80%), was due to a portion of the FY09 short-term borrowing maturing in FY10.	2,011,151,143	3,037,770,394
Hospital Basic Services Preservation Fund (284)		
Award and Grants Payments The \$5,000,000 (100%) decrease in FY09 was due to no new collateralization of loans during FY09 as compared to \$5 million collateralization of a loan in FY08.	-	5,000,000

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2009</u>	<u>2008</u>
Protest Fund (401)		
Refunds of Monies Paid Under Protest	\$ 40,827,237	\$ 11,832,667
Refunds of tax monies paid under protest are dependent on the number and size of protested tax cases that come from and are resolved by the Attorney General in a given fiscal year. The interest for these refunds was paid from the General Revenue Fund. The increase of \$28,994,570 (245.04)%, was directly related to the corresponding increase in court ordered distributions in FY09.		
Matured Bond and Coupon Fund (625)		
Payment of Matured Bonds and Interest Coupons	99,956	23,813
This expenditure item was in place to accommodate late claims (after the two-year redemption period) by bondholders holding matured bond and interest coupons issued by the State of Illinois. An appropriation was maintained in the Treasurer's budget for the purpose of paying these claims legally required by bond covenants. The increase of \$76,143 (319.75%) was due to more late claims filed in FY09 than in FY08. The Treasurer has no control over spending in this area.		
Municipal Economic Development Fund (650)		
Municipal Economic Development to Cities	308,810	404,101
Funds are obtained from a portion of electricity purchase rates in association with the public utilities and any interest income resulting from investment from monies in the fund. In turn the fund balance was paid to cities and villages at the end of each quarter. The decrease of \$ 95,291 or 23.58%, was due to lower fund balances in FY09 as compared to FY08.		

STATE OF ILLINOIS
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NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2009</u>	<u>2008</u>
Budget Relief Fund (678)		
Lump Sum	\$ 799,481	\$ -
This was a new, one-time appropriation in the amount of \$1,079,000. It was enacted to compensate for vetoes that were made to FY09 General Revenue operating budget by the prior Governor.		
Estate Tax Distributive Fund (815)		
Payment to Counties	16,718,322	21,824,956
Illinois County Treasurers collect and remit estate taxes to the State Treasurer. Per statute, the State Treasurer then pays back to the County Treasurers a "fee" amounting to 6% of their net collections. The decrease of \$5,106,634 (23.40%) was due to the decrease in collection and remittances of estate taxes as compared to FY08.		

STATE OF ILLINOIS
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NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2008</u>	<u>2007</u>
General Revenue Fund (001)		
State contribution to SERS	\$ 809,763	\$ 549,545
<p>The increase of \$260,218 (47.35%), was due to an increase appropriation authority from FY07 to FY08. SERS increased the total employer rate from 11.525% in FY07 to 16.561% in FY08.</p>		
Commodities	33,345	91,768
<p>FY07 increased from FY06 by \$ 44,095 (92.49%) due to purchase of additional supplies and promotional items, e.g.. dress shirts for the inauguration of the new administration. FY08 spending was reduced to 70% of the budget or \$58,423 (63.66%) less than FY07.</p>		
Printing	13,218	38,258
<p>FY07 increased from FY06 by \$ 24,189 (171.93%) due to publication reprints in FY07 for the new administration. FY08 spending was reduced to 88% of the budget or \$25,040 (65.45%) less than FY07.</p>		
Equipment	1,262	91,315
<p>FY07 increased from FY06 by \$ 78,933 (637.48%) due to the replacement of obsolete equipment, copiers, and other items. FY08 was reduced to 63% of the budget or \$90,053 (98.62%) less than FY07.</p>		
Refunds - Protested Cases	1,632,277	3,742,219
<p>Refunds of tax monies paid under protest are dependent on the number and size of protested tax cases that come from and are resolved by the Attorney General in a given fiscal year. The interest for these refunds was paid from the General Revenue Fund. The decrease of \$ 2,109,942, or (56.38%), was directly related to the corresponding decrease in court ordered distributions in FY08.</p>		

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2008</u>	<u>2007</u>
State Pensions Fund (054)		
State contribution to SERS	\$ 389,428	\$ 283,534
The increase of \$105,894 (37.35%), was due to an increased appropriation authority from FY07 to FY08. SERS increased the total employer rate from 11.525% in FY07 to 16.561% in FY08.		
Contractual Services	2,089,225	2,994,758
The decrease of \$905,533 (30.24%) was due to fewer contractual employees, resulting in reduced contractual employee salary and reimbursement expenses in FY08 as compared to FY07.		
Travel	37,433	54,439
FY07 increased from FY06 by \$ 14,355 (35.81%) due to increased efforts to promote Treasurer's Office programs and improve customer service. Additionally, travel increased due to an increase in meetings relating to the transition and inauguration of the new administration and new Mt. Vernon satellite office. FY08 was reduced to 64% of the budget or \$17,006 (31.24%) less than FY07 due to less meetings and less in-state travel expenses.		
Commodities	29,706	56,716
FY07 increased from FY06 by \$ 30,488, (116.24%) due to purchase of additional supplies and promotional items, including t-shirts to be worn during cash dash events, as a result of inauguration of the new administration. FY08 was reduced to 84% of the budget or \$27,010 (47.62%) less than FY07 due to fewer supplies and promotional item expenses.		
Printing	4,110	12,237
FY07 increased from FY06 by \$ 7,296 (147.66%) due to publication reprints in FY07 for the new administration. FY08 spending was reduced to 27% of the budget or \$8,127 (66.41%) less than FY07.		
Equipment	37,541	2,757
FY07 decreased from FY06 by \$2,181 (44.17%) due to a decrease in obsolete equipment needing replacement. FY08 increased to 94% of the budget or \$34,784 (1261.66%) greater than FY07 to purchase various file cabinets, and a tent for cash dash.		

STATE OF ILLINOIS
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NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2008</u>	<u>2007</u>
State Pensions Fund (054) - continued		
Electronic data processing	\$ 689,500	\$ 905,614
<p style="margin-left: 40px;">FY07 increased from FY06 by \$211,182 (30.41%) due to consultant services to assist with application development and new EDP equipment and software purchases. FY08 spending was reduced to (74%) of the budget or \$216,114 (23.86%) less than FY07 by ending consultant service contracts and reducing software and equipment purchases.</p>		
Telecommunications	57,398	38,344
<p style="margin-left: 40px;">The increase of \$19,054 (49.69%), was due to the purchase of video/satellite services for unclaimed property ebay auctions, fax broadcast communications service increase and increased wireless device for rapid and frequent communications of staff.</p>		
Operation of Automobiles	7,087	4,021
<p style="margin-left: 40px;">The increase of \$3,066 (76.25%), was due to an aging vehicle fleet with increased repair costs, and increased overall marketplace gas and oil costs.</p>		
General Obligation Bond Fund (101)		
Payment of Principal on GO Bonds and Short-Term Borrowing	3,037,770,394	1,477,592,634
<p style="margin-left: 40px;">The increase of \$1,560,177,760 (105.59%), was due to an increase in short-term borrowing in FY08.</p>		
Payment to Escrow Agent for Future Bond Debt Services on Refunded Bonds	-	341,848,915
<p style="margin-left: 40px;">Proceeds from the issuance of Refunding Bonds are paid to and held by escrow agents for the purpose of defeasing General Obligation Bonds originally issued at higher interest rates. This expenditure item was related to the State General Obligation Bond refunding issues executed during a fiscal year. This decrease of \$ 341,848,915, or 100 %, was due to there being no refunding bond issues in FY08.</p>		

STATE OF ILLINOIS
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NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2008</u>	<u>2007</u>
Hospital Basic Services Preservation Fund (284)		
Awards and Grants Payments	\$ 5,000,000	\$ -
The 100% increase in FY08 was due to a transfer of \$5,000,000 to American Chartered Bank to collateralize a loan (for a capital project) made to Roseland Hospital. There was no collateralization of a loan during FY07.		
Protest Fund (401)		
Refund of Monies Paid Under Protest	11,832,667	24,739,761
Refunds of tax monies paid under protest are dependent on the number and size of protested tax cases that come from and are resolved by the Attorney General in a given fiscal year. The interest for these refunds was paid from the General Revenue Fund. The decrease of \$ 12,097,094, (52.17%) was directly related to the corresponding decrease in court ordered distributions in FY08.		
Capital Litigation Fund (614)		
Lump Sum, Operations Payments	294,436	396,263
The decrease of \$101,827 (25.70%) was due to a decrease in personal services expenditures and related expenses, such as retirement and social security and group health benefits.		
Matured Bond and Coupon Fund (625)		
Payment of Matured Bonds and Interest Coupons	23,813	124,394
This expenditure item was in place to accommodate late claims (after the two-year redemption period) by bondholders holding matured bond and interest coupons issued by the State of Illinois. An appropriation was maintained in the Treasurer's budget for the purpose of paying these claims legally required by bond covenants. The decrease of \$100,581 (80.86%) was due to fewer late claims filed in FY08 than in FY07. The Treasurer has no control over spending in this area.		

STATE OF ILLINOIS
OFFICE OF THE TREASURER
NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2008</u>	<u>2007</u>
College Savings Pool Administration Fund (668)		
College Savings Pool Administration	\$ 1,210,380	\$ 648,763
The increase of \$561,617 (86.57%) was due to the continuing growth in assets and increase in participants of the College Savings Pool, therefore the expenditures, paid from the College Savings Pool Administration Fund, increased.		
Estate Tax Distributive Fund (815)		
Payment to Counties	21,824,956	16,014,888
Illinois County Treasurers collect and remit estate taxes to the State Treasurer. Per statute, the State Treasurer then pays back to the County Treasurers a "fee" amounting to 6% of their net collections. The increase of \$5,810,068 (36.28%) was due to the increase in collection and remittances of estate taxes as compared to FY07.		

STATE OF ILLINOIS
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NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN CASH RECEIPTS

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2009</u>	<u>2008</u>
General Revenue Fund (001)		
Investment income	\$ 80,506,539	\$ 210,024,020
<p>The Treasurer has no control over the investment market. The decrease of \$129,517,481 or 61.67%, was due to decreases in interest rates.</p>		
Miscellaneous Receipts	8,253	14,336
<p>The decrease of \$6,083, or 42.43%, was due to the decrease of miscellaneous reimbursements such as travel and Freedom of Information Act.</p>		
Private Organizations or Individuals	253,551	5,044
<p>The increase of \$248,507, or 4926.78%, was due to receipt of lost interest from various financial institutions not depositing Treasurer's funds on a timely basis. The Treasurer has no control over receipt of funds due to financial institution errors in any given year.</p>		
Excess funds	-	1,012,277
<p>The decrease of \$1,012,277, or 100%, was due to receiving no funds per Public Act 91-0935 in accordance with the Illinois Sports Facilities Authority Act.</p>		
Prior year refund	(614,200)	6,110
<p>The decrease of \$620,310, or 10152.37%, was due to the correction of investment income reported in FY09.</p>		

STATE OF ILLINOIS
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COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN CASH RECEIPTS - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2009</u>	<u>2008</u>
General Obligation Bond Retirement and Interest Fund (101)		
Investment income	\$ 13,068,613	\$ 27,028,412
The Treasurer has no control over the investment market. The decrease of \$13,959,799 or 51.65%, was due to decreases in interest rates.		
Methamphetamine Law Enforcement Fund (283)		
Fines, penalties, or violations	15,118	24,846
The decrease of \$9,728, or 39.15%, was due to the submission of circuit clerk collections required to be deposited by the State Treasurer. The Treasurer has no control over the receipt amount in any given year.		
Metropolitan Pier and Exposition Authority Trust Fund (337)		
Investment income	171,618	381,016
The Treasurer has no control over the investment market. The decrease of \$209,398 or 54.96%, was due to decreases in interest rates.		
Unclaimed Property Trust Fund (482)		
Prior Year Refund	509	121,364
The decrease of \$120,855, or 99.58%, was due to the return of the original funds for several claimant payments that were voided or escheated.		

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COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN CASH RECEIPTS - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2009</u>	<u>2008</u>
Married Families Domestic Violence Fund (499)		
Marriage License Fees	\$ 383,758	\$ -
New fund starting fiscal year 2009. The increase of \$383,758, or 100%, was due to the submission of circuit clerk collections required to be deposited by the State Treasurer. The Treasurer has no control over the receipt amount in any given year.		
Domestic Violence Surveillance Fund (545)		
Circuit Clerk	3,517	-
New fund starting fiscal year 2009. The increase of \$3,517, or 100%, was due to the submission of circuit clerk collections required to be deposited by the State Treasurer. The Treasurer has no control over the receipt amount in any given year.		
Capital Litigation Trust Fund (614)		
Investment Income	123,686	286,760
The Treasurer has no control over the investment market. The decrease of \$163,074 or 56.87%, was due to decreases in interest rates.		
Prior year refund	813,979	3,420
Cook County receives an appropriated lump sum for expenditures from the Capital Litigation Trust Fund. Pursuant to law, any money not expended is to be returned to the State Treasurer's Office. The increase of \$810,559, or 23700.56%, was due to Cook County overestimating its expenditures during the budget process and therefore requiring the refunding of more money. The Treasurer has no control over the receipt amount in any given year.		

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COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN CASH RECEIPTS - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2009</u>	<u>2008</u>
Matured Bond and Coupon Fund (625)		
Matured and unredeemed bonds and coupons	\$ 5,437	\$ 475,475
The decrease of \$470,038, or 98.86%, was due to the decrease of payments for matured bonds and coupons issued by the State of Illinois that remained unredeemed after the standard two-year redemption period. The receipt source is dependent on the amount of unredeemed items remitted by the paying agents to the Treasurer. The Treasurer has no control over the receipt amount in any given year.		
Muni Econ Dev Fund (650)		
Investment income	1,478	2,869
The Treasurer has no control over the investment market. The decrease of \$1,391 or 48.48%, was due to decreases in interest rates.		
College Savings Pool Administrative Fund (668)		
Investment income	15,160	57,753
The Treasurer has no control over the investment market. The decrease of \$42,593 or 73.75%, was due to decreases in interest rates.		
Miscellaneous Receipts	280,492	18
The increase of \$280,474, or 1558188.89%, was due to receiving reimbursement for marketing costs from the Bright Start Program Manager.		
State Treasurer Court Ordered Escrow (932)		
Investment income	13,317	24,040
The Treasurer has no control over the investment market. The decrease of \$10,723 or 44.60%, was due to decreases in interest rates.		
Industrial Commission Surcharge Escrow Fund (937)		
Investment income	463,633	980,382
The Treasurer has no control over the investment market. The decrease of \$516,749 or 52.71%, was due to decreases in interest rates.		

STATE OF ILLINOIS
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COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN CASH RECEIPTS - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2008</u>	<u>2007</u>
General Revenue Fund (001)		
Miscellaneous receipts	\$ 14,336	\$ 9,689
The increase of \$4,647, or 47.96%, was due to the increase of miscellaneous reimbursements such as travel and Freedom of Information Act.		
Private organizations or individuals	5,044	83,004
The decrease of \$77,960, or 93.92%, was due to receipt of lost interest from various financial institutions not depositing Treasurer's funds on a timely basis. The Treasurer has no control over receipt of funds due to financial institution errors in any given year.		
Reimbursement from Employees	241	964
The decrease of \$723, or 75.00% was due to fewer personal phone calls being made in FY08.		
Excess funds	1,012,277	3,036,819
The decrease of \$2,024,542, or 66.67%, was due to the receipt of funds per Public Act 91-0935 in accordance with the Illinois Sports Facilities Authority Act.		
Prior year refund	6,110	(96,495)
The increase of \$102,605, or 106.33%, was due to a FY07 correction to the amount reported as investment income.		
State Pensions Fund (054)		
Prior Year Refund	298	5,128
The decrease of \$4,830, or 94.19%, was due to a clause in the FY07 AFSCME contract that retroactively required employees under the contract to pay 2% of their retirement to the retirement system.		

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COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN CASH RECEIPTS - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2008</u>	<u>2007</u>
Methamphetamine Law Enforcement Fund (283)		
Fines, penalties, or violations	\$ 24,846	\$ 8,015
The increase of \$16,831, or 209.99%, was due to the submission of circuit clerk collections required to be deposited by the State Treasurer. The Treasurer has no control over the receipt amount in any given year.		
Unclaimed Property Trust Fund (482)		
Unclaimed assets	236,641,036	444,444,276
The decrease of \$207,803,240, or 46.76%, was due to a decrease in the amount of unclaimed property submitted by various holders. The Treasurer has no control over the receipt amount in any given year.		
Prior year refund	121,364	39
The increase of \$121,325, or 311089.74%, was due to the return of the original funds for several claimant payments that were voided or escheated.		

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COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT VARIATIONS IN CASH RECEIPTS - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2008</u>	<u>2007</u>
Capital Litigation Trust Fund (614)		
Prior year refund	\$ 3,420	\$ 121,145
Cook County receives an appropriated lump sum for expenditures from the Capital Litigation Trust Fund. Pursuant to law, any money not expended is to be returned to the State Treasurer's Office. The decrease of \$117,725, or 97.18%, was due to Cook County better estimating its expenditures during the budget process and therefore refunding less money. The Treasurer has no control over the receipt amount in any given year.		
Matured Bond and Coupon Fund (625)		
Matured and unredeemed bonds and coupons	475,475	25,019
The increase of \$450,456, or 1800.46%, was due to the increase of payments for matured bonds and coupons issued by the State of Illinois that remained unredeemed after the standard two-year redemption period. The receipt source is dependent on the amount of unredeemed items remitted by the paying agents to the Treasurer. The Treasurer has no control over receipt amount in any given year.		
Municipal Economic Development Fund (650)		
Investment income	2,869	1,897
The Treasurer has no control over the investment market. The increase of \$ 972, or 51.24%, was due to increases in average invested balance and interest rates.		

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ANALYSIS OF SIGNIFICANT VARIATIONS IN CASH RECEIPTS - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>2008</u>	<u>2007</u>
College Savings Pool Administrative Fund (668)		
License fee or registration	\$ 1,035,262	\$ 1,460,350
The decrease of \$425,088, or 29.11%, was due to the change in fee structure with the new contract for the Bright Start Program Manager.		
Rate Adjustment Fund (685)		
Investment income	380,289	175,135
The Treasurer has no control over the investment market. The increase of \$ 205,154, or 117.14%, was due to increases in average invested balance and interest rates.		
State Treasurer Court Ordered Escrow Fund (932)		
Investment income	24,040	30,937
The Treasurer has no control over the investment market. The decrease of \$ 6,897, or 22.29%, was due to a decrease in interest rates.		

STATE OF ILLINOIS
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COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

<u>Fund, Account (if Applicable), and Explanation</u>	<u>Disbursements During Lapse Period</u>	<u>Disbursements for Fourteen Months Ended August 31, 2009</u>	<u>Percentage of Expenditures in Lapse Period</u>
General Revenue Fund (001)			
Commodities	\$ 6,148	\$ 24,298	25.30%
<p>The FY09 budget veto reduction of this commodities appropriation authority led to cost saving measures being implemented throughout FY09. At the end of the year, needed items were purchased, and some item orders were held so that supplies would be delivered after the move to the new Springfield office bldg.</p>			
Equipment	1,077	2,968	36.29%
<p>The FY09 budget veto reduction of this equipment appropriation authority led to cost saving measures being implemented throughout FY09. At the end of the year two shredders were purchased that were needed.</p>			
State Pensions Fund (054)			
Commodities	12,710	32,458	39.16%
<p>The lapse period spending was for promotional items, including t-shirts, for cash dash events in addition to other supplies being replenished that were ordered late in the fiscal year.</p>			
Equipment	11,798	14,620	80.70%
<p>The lapse period spending was for fire proof file cabinets.</p>			
Budget Relief Fund (678)			
Lump Sum	222,518	799,481	27.83%
<p>This one time appropriation was enacted to compensate for vetoes that were made to FY09 General Revenue operating budget by the prior Governor. The lapse period spending included various costs for the move into the new Springfield Office building, as well as various supplies, equipment and other expenses.</p>			

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COMPLIANCE EXAMINATION

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING - CONTINUED

<u>Fund, Account (if Applicable), and Explanation</u>	<u>Disbursements During Lapse Period</u>	<u>Disbursements for Fourteen Months Ended August 31, 2008</u>	<u>Percentage of Expenditures in Lapse Period</u>
General Revenue Fund (001)			
Equipment	\$ 356	\$ 1,262	28.21%
The lapse period spending was for a banner for the Economic Development Division.			
State Pensions Fund (054)			
Commodities	12,334	29,706	41.52%
The lapse period spending was for promotional items for cash dash events in addition to other supplies being replenished that were ordered late in the fiscal year.			
Equipment	27,737	37,541	73.88%
The lapse period spending was for the purchase of items including fire proof and regular file cabinets, a shredder, and a cash dash tent.			
Operation of Auto Equipment	1,935	7,087	27.30%
The lapse period spending was for engine repair and oil changes done late in the fiscal year and the invoices were not received until late in the fiscal year.			

STATE OF ILLINOIS
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COMPLIANCE EXAMINATION

INDIRECT COST REIMBURSEMENT FUNDS

For the Two Years Ended June 30, 2009

The Illinois Public Treasurers' Investment Pool Administrative Fund No. 195 (IPTIP Administrative Fund) is a non-appropriated enterprise fund. The IPTIP Administrative Fund was established to administer a pool of assets held by the Treasurer in a trustee capacity as an agent for public treasurers throughout the State of Illinois. The IPTIP Administrative Fund is charged for costs incurred for the provision of investment services and support for the pool marketing effort, and the Treasurer allocates resources to provide indirect support between the General Revenue Fund and the IPTIP Administrative fund.

The College Savings Pool Administrative Fund No. 668 (CSP Administrative Fund) is a non-appropriated enterprise fund. The CSP Administrative Fund was established to administer a pool of assets held by the Treasurer in a trustee capacity as an agent for the general public throughout the State of Illinois and outside the State of Illinois. The CSP Administrative Fund is charged for costs incurred for the provision of investment services and support for the pool marketing effort, and the Treasurer allocates resources to provide indirect support between the General Revenue Fund and the CSP Administrative fund.

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COMPLIANCE EXAMINATION

AGENCY FUNCTIONS AND PLANNING PROGRAM

For the Two Years Ended June 30, 2009

The State of Illinois, Office of the Treasurer, is authorized by the State Treasurer Act (15 ILCS 505 et. seq.). The State Treasurer receives the revenues and all other monies of the State of Illinois, and all other monies authorized by law to be paid to him and safely keep the same. The Treasurer serves as the State's banker and has responsibility to protect and invest State funds. In accordance with Chapter 22 of the "Audit Guide for Performing Financial Audits and Compliance Attestation Engagements of Illinois State Agencies" (August 2009) issued by the Office of the Auditor General - State of Illinois, we evaluated the "Agency Functions and Planning Program" of the Office of the Treasurer. The following information was prepared based on that evaluation.

Treasury Functions

The principal constitutional and statutory powers related to the State of Illinois, Office of the Treasurer, currently held by Alexi Giannoulas, are as follows:

1. Receipt, disbursement and custody of funds in the State Treasury.
 2. Investment of funds in the State Treasury.
 3. Ex-officio custodianship of funds controlled by certain other agencies of the State.
 4. Custody of securities deposited within the State Treasury as collateral or for safekeeping.
 5. Assurance that monies are available to pay principal and interest on general obligation bonds issued by the State.
 6. Administration of certain trust funds.
 7. Joint administration with the Attorney General of the Illinois Estate Tax Law, including receipt and accounting for tax collections.
 8. Administration of the Illinois Public Treasurers' Investment Pool.
 9. Administration of the Bright Start and Bright Directions College Savings Programs.
 10. Administration of Unclaimed Property.
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STATE OF ILLINOIS
OFFICE OF THE TREASURER
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COMPLIANCE EXAMINATION

AGENCY FUNCTIONS AND PLANNING PROGRAM - CONTINUED

For the Two Years Ended June 30, 2009

To fulfill these Fiscal Responsibilities, the Treasurer's Office has been organized into the following divisions:

- Executive Office, which has ultimate administrative responsibility for the entire organization and provides control and direction of all operations.
- Accounting Division, which is responsible for general accounting activities including the general ledger, processing accounts payable, reconciling bank accounts, and compiling budget estimates for the appropriation process. This includes the Estate Tax unit, which is responsible for the administration of the funds collected by county treasurers as a result of the Illinois Estate Tax law.
- Banking Division, which is responsible for management of the short-term investment portfolio, deposits of public funds in Illinois financial institutions and the protection of public funds, collection of various fees from all State agencies, and ensuring that the State's financial obligations are paid on a daily basis.
- College Savings Pool Administrative Division, which is under the administration of the Treasurer, provides investment opportunities available under Section 529 of the Internal Revenue Code to the general public which enables them to earn a competitive rate of return on investments to be used on qualified higher education.
- Communications Division, which provides for the creation and development of all publications and printed materials for the Treasurer's Office, as well as the development and maintenance of the Treasurer's websites.
- Economic Opportunity Division, which oversees many programs administered by the Illinois State Treasurer's Office. These programs are community development oriented and range from assistance to farmers, economic development projects, and assistance to persons with disabilities.

STATE OF ILLINOIS
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AGENCY FUNCTIONS AND PLANNING PROGRAM - CONTINUED

For the Two Years Ended June 30, 2009

- Financial Education Division, which is responsible for all programs for the Financial Education Division including the Bank at School Program and financial education seminars for all levels of education (Elementary, Junior High, High School, College, and Adult Education).
 - Fiscal Operations Division, which oversees accounting, banking, and warrant divisions and provides administrative support through general services for such areas as printing and telecommunications.
 - Human Resources Division, which is responsible for development and implementation of a comprehensive system of human resource management for the Treasurer's Office, which includes development and publication of office policies and procedures relating to such issues as collective bargaining, ethics, a job classification system and an office pay plan.
 - Illinois Funds Division, which is under the administration of the Treasurer, provides custodians of public funds with an investment opportunity which enables them to earn a competitive rate of return on fully collateralized investments, while maintaining immediate access to invested funds.
 - Internal Audit Division, which is responsible for conducting a comprehensive program of internal audits under the Fiscal Control and Internal Auditing Act.
 - Legal Division, which is responsible for handling the legal affairs of the Treasurer's Office including negotiating and drafting contracts and other legal agreements, performing legal analysis and offering legal opinions, coordinating representation of the Treasurer's Office by outside legal counsel, and providing legal support to the other divisions of the Treasurer's Office.
 - Legislative Division, which is responsible for the legislative activities affecting the Treasurer's Office. Duties include developing and monitoring legislative initiatives, researching, analyzing and drafting legislation, working with the members of the General Assembly and keeping the Treasurer advised on all pertinent legislation.
 - Information Technology Division (IT), which is responsible for meeting the data processing needs of the operational divisions of the Treasurer's Office through the provision of the most up-to-date electronic solutions available in the marketplace. This division also maintains all operational systems and provides both hardware
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AGENCY FUNCTIONS AND PLANNING PROGRAM - CONTINUED

For the Two Years Ended June 30, 2009

and software support for the Treasurer's mainframe computer and wide area network.

- Scheduling and Logistics /External Affairs Division, which is responsible for the scheduling and coordination of all Treasurer's Office events and special activities.
- Unclaimed Property Division, which is responsible for reuniting rightful owners with their lost and abandoned property and receiving and safeguarding property and personal information reported to the Illinois State Treasurer pursuant to the Illinois Uniform Disposition of Unclaimed Property Act. Unclaimed Property consists of money and other assets that are considered lost or abandoned after an owner cannot be located for a specific period of time, generally five years (or seven years if held by a governmental entity).
- Warrant Division, which processes over \$55 billion annually through more than 8 million warrants. The Treasurer is mandated by law to cancel and record all State warrants presented for payment. The Treasurer is also mandated by law to assure that all State warrants drawn on the State Treasury have sufficient fund balances to support the payment. All warrants that do not pass this critical test are held until sufficient monies become available.

Treasurer's Planning Program

The Office of the Treasurer is responsible for the safekeeping and investing of monies deposited with his Office and for disbursing monies upon order of the Comptroller. The Treasurer's investment policies are governed by State statute. In addition, the Treasurer's Office has adopted its own investment practices which supplement the statutory requirements.

The Treasurer has created an Investment Policy Committee to provide guidance in the allocation of State assets within the Treasurer's investment portfolio. The committee also develops strategy for the selection of State depositories and designs and implements programmatic initiatives to address community development needs throughout the State.

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COMPLIANCE EXAMINATION

AVERAGE NUMBER OF EMPLOYEES

For the Years Ended June 30

TREASURER'S PERSONNEL

The average number of personnel employed at the Treasurer's Office is as follows:

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Executive Offices	8	7	18
Accounting Division	14	14	14
Banking Division	19	19	20
Capital Litigation Division	0	1	2
Communications Division	6	6	4
Economic Development Division	8	10	7
Economic Opportunity Division	5	5	0
External Affairs Division	2	4	0
Financial Education Division	6	7	6
Fiscal Operations Division	7	7	6
Human Resources Division	5	5	2
Information Technology Division	9	11	10
Community Affairs Division	0	0	8
Inspector General Division	2	2	0
Internal Audit Division	2	2	1
Legal Division	7	6	6
Legislative Division	3	3	3
Our Own Home Program Division	0	0	1
Policy and Programs Division	3	3	0
Press Office Division	0	0	5
Scheduling and Logistics Division	4	3	1
Unclaimed Property Division	40	40	44
Venture Capital/Technology Development Division	1	1	0
Warrant Division	6	6	6
Subtotal - personnel compensated through appropriated funds	<u>157</u>	<u>162</u>	<u>164</u>
 IPTIP Administrative Trust Fund employees (compensated through nonappropriated State Treasury Fund)	 22	 22	 26
 College Savings Administrative Trust Fund employees (compensated through nonappropriated State Treasury Fund)	 <u>7</u>	 <u>7</u>	 <u>6</u>
 Total average number of Treasurer personnel	 <u><u>186</u></u>	 <u><u>191</u></u>	 <u><u>196</u></u>

STATE OF ILLINOIS
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NONFISCAL OFFICER RESPONSIBILITIES
COMPLIANCE EXAMINATION

SERVICE EFFORTS AND ACCOMPLISHMENTS
(Not Examined)

The following table details various data representative of the Treasurer's operations:

<u>For the Fiscal Year Ended June 30</u>	<u>2009</u>	<u>2008</u>
Warrant Division		
Number of warrants issued	7,867,518	7,961,548
Number of warrants paid	7,740,834	7,936,315
Number of forgery claims	474	608
Amount of forgery claims	\$ 372,176	\$ 503,198
Number of warrants outstanding as confirmed with the Comptroller's Office	313,337	315,638
Unclaimed Property Division		
Number of written unclaimed property inquiries processed	61,729	57,947
Amount of unclaimed property remittances received	\$ 163,520,070	\$ 157,781,106
Number of unclaimed property claims paid	37,715	34,736
Amount of unclaimed property claims paid	\$ 86,374,015	\$ 81,300,409
