

# McGladrey & Pullen

Certified Public Accountants

## State of Illinois Illinois Department of Agriculture

Compliance Examination  
For the Two Years Ended June 30, 2005

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

State of Illinois  
Illinois Department of Agriculture

Compliance Examination  
For the Two Years Ended June 30, 2005

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AGENCY OFFICIALS

Director	Mr. Charles A. Hartke
Assistant Director	Tom Jennings (Current) Ms. Lisa Groesch (07/01/03 to 03/01/04)
Chief Fiscal Officer	Ms. Laura Lanterman (Current) Mr. Tyrone O. Pace (07/01/03 to 02/02/04)
General Counsel	Ms. Margaret van Dijk (Current) Ms. Cynthia Ervin (07/01/03 to 07/31/04)

Agency offices are located at:

P.O. Box 19281  
State Fairgrounds  
Springfield, IL 62794

December 14, 2005

McGladrey & Pullen, LLP  
Certified Public Accountants  
20 North Martingale Road, Suite 500  
Schaumburg, Illinois 60173

Ladies and Gentlemen:

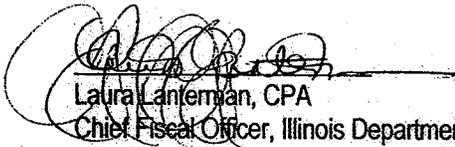
We are responsible for the identification of, and compliance with, all aspects of laws, regulations, contracts, or grant agreements that could have a material effect on the operations of the State of Illinois, Illinois Department of Agriculture. We are responsible for and we have established and maintained an effective system of, internal controls over compliance requirements. We have performed an evaluation of the Department's compliance with the following assertions during the two-year period ended June 30, 2005. Based on this evaluation, we assert that during the years ended June 30, 2005 and June 30, 2004, the Department has materially complied with the assertions below.

- A. The Department 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 Department 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 Department has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. The State revenues and receipts collected by the Department 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. The money or negotiable securities or similar assets handled by the Department on behalf of the State or held in trust by the Department have been properly and legally administered, and the accounting and recordkeeping relating thereto is proper, accurate and in accordance with law.

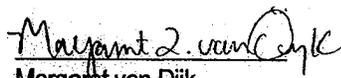
Yours very truly,



Charles A. Hartke  
Director, Illinois Department of Agriculture



Laura Lanfeman, CPA  
Chief Fiscal Officer, Illinois Department of Agriculture



Margaret van Dijk  
General Counsel, Illinois Department of Agriculture

State of Illinois  
Illinois Department of Agriculture

Compliance Examination  
For the Two Years Ended June 30, 2005

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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.

Auditors' 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>This Report</u>	<u>Prior Report</u>
Findings	16	12
Repeated Findings	5	1
Prior recommendations implemented or not repeated	7	6

Details of findings are presented in a separately tabbed report section.

Schedule of Findings

<u>Item No.</u>	<u>Page</u>	<u>Description</u>
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05-2	13	Questionable Benefit and Documentation Related to Interagency Agreement
05-3	15	Untimely Processing of Contract Obligation Documents
05-4	16	Inadequate Monitoring of Construction Contracts
05-5	17	Weaknesses in Computer Systems Development Methodology
05-6	19	Disaster Contingency Plan for Computer Systems Not Adequate
05-7	21	Lack of Adequate Time Reporting Documentation

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COMPLIANCE REPORT (Continued)

<u>Item No.</u>	<u>Page</u>	<u>Description</u>
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05-8	22	Grain Indemnity Trust Funds Commingled
05-9	24	Amount Due to Illinois Insurance Fund Not Repaid
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05-11	26	Noncompliance with Food and Agriculture Research Act
05-12	27	Noncompliance with Motor Fuel and Petroleum Standards Act
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05-17	37	Audits of Major Systems of Internal Accounting and Administrative Controls Not Performed
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COMPLIANCE REPORT (Continued)

Exit Conference

The findings and recommendations appearing in this report were discussed with Agency personnel at an exit conference May 1, 2006. Attending were:

Illinois Department of Agriculture

Charles Hartke  
Tom Jennings  
Laura Lanterman  
Marcy Mitchell  
Margaret van Dijk  
Stuart Jackson

Director  
Assistant Director  
Chief Fiscal Officer  
Accounting Manager  
General Counsel  
Acting Bureau Chief

Office of the Auditor General

Jon Fox

Audit Manager

McGladrey & Pullen, LLP

Joseph Evans  
Derek Brown  
Jennifer Santos

Partner  
Manager  
Partner (E.C. Ortiz & Co.)

Responses to the recommendations were provided by Ms. Laura Lanterman, Chief Fiscal Officer in a letter dated May 9, 2006.

# McGladrey & Pullen

Certified Public Accountants

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

Honorable William G. Holland  
Auditor General  
State of Illinois

### Compliance

As Special Assistant Auditors for the Auditor General, we have examined the State of Illinois, Illinois Department of Agriculture's (Department) 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, 2005. The management of the Department is responsible for compliance with these requirements. Our responsibility is to express an opinion on the Department's compliance based on our examination.

- A. The Department 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 Department 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 Department has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. The State revenues and receipts collected by the Department 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 Department on behalf of the State or held in trust by the Department have been properly and legally administered and the accounting and recordkeeping relating thereto is proper, accurate, and in accordance with law.

Our examination was conducted 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 Department's compliance with those requirements 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 Department's compliance with specified requirements.

In our opinion, the Department complied, in all material respects, with the aforementioned requirements during the two years ended June 30, 2005. However, the results of our procedures disclosed instances of noncompliance with those requirements, 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 State findings as findings 05-1, 05-3, 05-7, 05-8, 05-9, 05-11, 05-12, 05-13, 05-14, 05-15 and 05-16.

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

### **Internal Control**

The management of the Department is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws and regulations. In planning and performing our examination, we considered the Department's internal control over compliance with the aforementioned requirements in order to determine 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.

Our consideration of internal control over compliance with the aforementioned requirements would not necessarily disclose all matters in internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws and regulations that would be material in relation to one or more of the aforementioned requirements being examined may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving internal control over compliance that we consider to be material weaknesses. However, the results of our procedures disclosed other matters involving internal control 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 State findings as findings 05-2, 05-3, 05-4, 05-5, 05-6, 05-10, 05-13 and 05-15.

As required by the Audit Guide, immaterial findings relating to internal control deficiencies that have been excluded from this report have been reported in a separate letter to your office

### **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 2005 and 2004 Supplementary Information for State Compliance Purposes, except for information on the Additional Statistical Information 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 2003 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 agency management, and is not intended to be and should not be used by anyone other than these specified parties.

*McGladrey & Pullen, LLP*

Schaumburg, Illinois  
December 14, 2005

Current Finding – Government Auditing Standards

05-1. Finding: Efficiency Initiative Payments

The Department of Agriculture (Department) made payments for efficiency initiative billings from improper line item appropriations.

Public Act 93-0025, in part, outlines a program for efficiency initiatives to reorganize, restructure and reengineer the business processes of the State. The State Finance Act details that the amount designated as savings from efficiency initiatives implemented by the Department of Central Management Services (CMS) shall be paid into the Efficiency Initiatives Revolving Fund. **“State agencies shall pay these amounts...from the line item appropriations where the cost savings are anticipated to occur.”** (30 ILCS 105/6p-5)

The Department received three FY04 billings and two billings in FY05 for savings from efficiency initiatives. The initiatives and amounts billed to the Department for FY04 and FY05 were:

INVOICE BILLING DATE	INITIATIVE	BILLED AMOUNT
<b>FY04</b>		
09/19/03	Procurement Efficiency	\$ 757,600.00
09/19/03	Information Technology	\$ 178,559.00
09/19/03	Vehicle Fleet Management	\$ 103,953.00
<b>FY05</b>		
01/19/05	Procurement Efficiency	\$ 3,999.03
05/02/05	Information Technology	\$ 52,001.00
Grand Total FY04-FY05:		\$ 1,096,112.03

The Department could not provide documentation on any guidance for the FY04 billings from CMS detailing where savings were to occur. Additionally, Department staff could not provide evidence of savings that CMS would have provided the Department for amounts billed during FY04.

Based on our review, we question whether the appropriate appropriations, as required by the State Finance Act, were used to pay for the anticipated savings. We found that the Department made payments in FY04 for these billings **not** from line item appropriations where the cost savings were anticipated to have occurred but based on an attempt to spread the payments across different funds and line item appropriations. However, without specific guidance from CMS regarding the nature and type of savings initiatives, it is unclear whether these were the appropriate lines from which to make procurement savings payments. For the FY04 payments we found:

- The Department paid \$400,000 toward the procurement initiative billing from a lump sum appropriation to the Bureau of Springfield Buildings and Grounds/State Fair. The monies, from the Illinois State Fair Fund, were specifically appropriated “to satisfy obligations related to the development, use, and operation of a multi-purpose outdoor theater, and to promote and conduct activities at the Illinois State Fairgrounds...other than the Illinois State Fair, including administrative expenses.” The payments to CMS, in October 2003 and February 2004, amounted to 36 percent of the total appropriated for this purpose, net of the Governor’s reversion of expenditure authority.

State of Illinois  
Illinois Department of Agriculture

Compliance Examination  
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Current Finding – Government Auditing Standards

05-1. Finding: Efficiency Initiative Payments (Continued)

- The Department paid \$15,100 toward the procurement billing from a lump sum appropriation to the Division of Environmental Programs. The specific appropriation, from the Pesticide Control Fund, was for "Administration and Enforcement of the Pesticide Act of 1979."
- The Department paid \$90,300 toward the information technology billing in FY04 from personal services line item appropriations.
- The Department paid \$23,932 toward the procurement efficiency billing in FY04 from travel line item appropriations.

The FY05 billings contained more detail and it appears the Department paid this from proper appropriations.

The table below provides an illustration of the specific funds and line items the Department used to make payments for the efficiency initiatives. Additionally, the table illustrates which efficiency initiatives were paid from the various line item appropriations.

FUND <sup>1</sup>	LINE ITEM APPROPRIATION	AMOUNT PAID	TOTAL APPROPRIATION FOR LINE ITEM	EFFICIENCY INITIATIVE		
				PROCUREMENT	INFORMATION TECHNOLOGY	VEHICLE FLEET MANAGEMENT
<b>FY04</b>						
0001	For Personal Services	\$ 72,300.00	\$ 798,100.00		✓	
0001	For Employer Paid Retirement	\$ 2,800.00	\$ 31,900.00		✓	
0001	For Contributions to SERS	\$ 9,700.00	\$ 107,300.00		✓	
0001	For Social Security	\$ 5,500.00	\$ 61,100.00		✓	
0001, 0045, 0708 0709	For Contractual Services	\$ 290,753.00	\$ 3,246,897.00	✓	✓	
0001, 0045	For Travel	\$ 23,931.97	\$ 112,346.00	✓		
0001	For Commodities	\$ 28,506.00	\$ 504,000.00	✓	✓	
0001	For Printing	\$ 3,400.00	\$ 3,500.00		✓	
0001, 0045, 0163	For Equipment	\$ 36,768.03	\$ 584,200.00	✓	✓	
0001, 0045	For Telecommunications Services	\$ 47,400.00	\$ 119,345.00	✓	✓	
0001, 0045, 0163 0476, 0708	For Operation of Auto Equipment	\$ 103,953.00	\$ 294,500.00			✓
0438, 0576	For Lump Sum Purposes	\$ 415,100.00	\$ 3,547,826.00	✓		

Current Finding – Government Auditing Standards

05-1. Finding: Efficiency Initiative Payments (Continued)

FUND <sup>1</sup>	LINE ITEM APPROPRIATION	AMOUNT PAID	TOTAL APPROPRIATION FOR LINE ITEM	EFFICIENCY INITIATIVE		
				PROCUREMENT	INFORMATION TECHNOLOGY	VEHICLE FLEET MANAGEMENT
FY05						
0001, 0045	For Contractual Services	\$ 33,263.19	\$ 240,203.00		✓	
0001	For Commodities	\$ 3,999.03	\$ 36,741.00	✓		
0045	For Equipment	\$ 9,259.85	\$ 18,900.00		✓	
0001	For Telecommunications Services	\$ 9,477.96	\$ 37,700.00		✓	
<sup>1</sup> Legend: 0001-General Revenue Fund; 0045-Agricultural Premium Fund; 0163-Weights and Measures Fund 0438-Illinois State Fair Fund; 0476-Wholesome Meat Fund; 0576-Pesticide Control Fund 0708-Illinois Standardbred Breeders Fund; 0709-Illinois Thoroughbred Breeders Fund						

Use of appropriations unrelated to the cost savings initiatives results in non-compliance with the State Finance Act. Furthermore, use of appropriations for purposes other than those authorized by the General Assembly effectively negates a fundamental control established in State government. Finally, use of funds unrelated to the savings initiative may result in an adverse effect on services the Department provides. (Finding Code No. 05-1)

Recommendation

We recommend that the Department only make payments for efficiency initiative billings from line item appropriations where savings would be anticipated to occur. Further, the Department should seek an explanation from the Department of Central Management Services as to how savings levels were calculated, or otherwise arrived at, and how savings achieved or anticipated impact the Department's budget.

Agency Response

The agency agrees with this finding. As noted in the finding, exceptions were corrected in FY05. Efficiency billings are not anticipated in the future, but if they are received, the agency will continue to review them for compliance.

Current Findings – State Compliance

05-2. Finding: Questionable Benefit and Documentation Related to Interagency Agreement

The Department entered into an interagency agreement with the Department of Central Management Services (CMS) that had vague terms and questionable benefit to the Department, and was inadequately documented.

The Department entered into an interagency agreement on September 16, 2004 with CMS whereby the Department would pay up to \$100,000 retainer fees including commission and travel expenses to a vendor for “strategic marketing services” beginning July 1, 2004 and concluding June 30, 2005. The services to be provided were to include, but were not limited to, a State credit card program and beverage-vending program.

The Department paid the vendor \$76,566.56. The Department’s obligations under the interagency agreement mirrored CMS’s obligation to pay a monthly retainer fee to the vendor of \$15,000 per month plus expenses.

The Department attributed two sponsorship agreements for the 2004 Illinois State Fair to the services of the vendor under the interagency agreement. However, when auditors requested documentation to provide evidence of the vendor’s services in acquiring these sponsorships, the Department was unable to provide any documentation to that effect. The Department provided no evidence that the vendor provided the State credit card program or beverage-vending program services as promised under the agreement.

The first sponsorship agreement required the Department to provide various forms of advertising for the sponsor, parking and gate passes, and concert tickets in exchange for a \$25,000 sponsorship to be paid before May 31, 2004. The Department entered into the agreement on August 9, 2004.

The second sponsorship agreement required the Department to provide various forms of advertising, parking and gate passes, and the right to sell products at the 2004-2008 State Fairs in exchange for \$60,000 payable over five years, plus 16% of gross sales receipts and some assistance with judging and other administrative responsibilities. The Department entered into this agreement on October 18, 2004 and has collected \$24,000 through June 30, 2005.

Good business practices require that interagency agreements specify the performance terms of contracting parties in enough detail to ascertain that a benefit or performance has occurred. For example, performance terms under a marketing agreement should specify target sales goals, timetables for achieving those goals, and documentary evidence of the vendors marketing efforts. Good business practices also would require that interagency agreements for services be reduced to writing before services begin.

Current Findings – State Compliance

05-2. Finding: Questionable Benefit and Documentation Related to Interagency Agreement (Continued)

Department personnel stated that the omissions in executing and processing the interagency agreements resulted from the Department's not having General Counsel from June 16 to August 1, 2004, the period of time in which this agreement began. Department personnel believed that the July 1, beginning of the agreement was important for obtaining sponsorships for the 2004 State Fair.

Failure to enter into interagency agreements with specific terms and benefits to the Department, failure to properly document contract performance, and failure to reduce interagency agreements to writing before services begin could result in overpayment for services rendered and improper use of State funds. (Finding Code No. 05-2)

Recommendation:

We recommend the Department enter into interagency agreements that more clearly specify the terms and benefits to be received in exchange for payments made. Also the Department should improve its documentation of contract performance. Further the Department should reduce interagency agreements to writing before the commencement of services.

Agency Response:

The agency agrees with the findings. Any future interagency agreements will more clearly specify the terms and benefits to be received in exchange for payments made and will be reduced to writing before the commencement of services. The agency will improve its documentation of contract performance.

### Current Findings – State Compliance

05-3. Finding: Untimely Processing of Contract Obligation Documents

The Department did not process contract obligation documents in a timely manner.

Pursuant to the Illinois Procurement Code, 30 ILCS 500/20-80 and the State Accounting Management System (SAMS) procedure 15.10.40, state agencies are required to file with the Illinois Office of the Comptroller (Comptroller) a copy of a contract, purchase order, grant, lease, or modification within fifteen (15) days of execution. An Affidavit for Late Filing must be completed for any contract liability not filed within 30 days of execution. SAMS procedure 15.20.30 requires that agency contracts for professional or artistic services be reduced to writing before services are performed or agencies file a Professional or Artistic Services Affidavit with the Illinois Office of the Comptroller (Comptroller) explaining the reasons the contract could not be reduced to writing before services began.

During our detailed testing of contractual obligation documents, we noted that the Department entered into 469 contracts in fiscal year 2004 and processed 13 (3%) late filing affidavits and 6 (1%) professional and artistic affidavits in fiscal year 2004. In fiscal year 2005 the Department entered into 341 contracts and processed 124 (36%) late filing affidavits and 22 (6%) professional and artistic affidavits. The contracts ranged from 5 to 401 days late in fiscal year 2004 and from 4 to 201 days late in fiscal year 2005.

Department personnel stated they did not file the contracts within fifteen (15) days of execution because the related paper work was not received in a timely manner for filing.

Untimely processing and filing of contract obligation documents inhibits the Comptroller from performing its statutorily mandated responsibilities of reviewing contract documents before making payments associated with those obligations. (Finding Code No. 05-3)

Recommendation:

We recommend the Department improve its controls and procedures over contract obligation documents to minimize the use of the Late Filing Affidavits and Professional and Artistic Services Affidavits and work toward processing contract obligation documents in a timely manner.

Agency Response:

The agency agrees with the finding. The agency is monitoring contracts more closely to ensure timely filing.

Current Findings – State Compliance

05-4. Finding: Inadequate Monitoring of Construction Contracts

The Department does not have written policies and procedures in place for monitoring construction contracts.

During our detailed testing of contracts, we noted that the Department entered into two construction contracts for fiscal years 2004 and 2005 totaling \$201,454 to construct, design, and build a frame building package that will serve as the show horse stall barn on DuQuoin state fairgrounds. Although the Department did have an employee in place to monitor these two contracts, the Department did not have written policies and procedures in place for monitoring construction contracts and had no documentation evidencing any monitoring procedures performed by the employee responsible for monitoring the DuQuoin construction contract.

Good business practice suggests the Department develop and implement written policies and procedures for monitoring construction contracts. At a minimum construction contract-monitoring policies should include requirements for the Department to document the construction progress in each phase of construction for contractor adherence to construction contract technical specifications and timetables.

Department personnel stated that because most construction projects have been done through and monitored by Capital Development Board, agency policies and procedures had not been necessary.

The lack of written policies and procedures in place for monitoring construction contracts may result in inadequate performance by construction contractors or overpayment for work performed. (Finding Code No. 05-4)

Recommendation:

We recommend the Department develop written policies procedures to monitor construction contracts that include documentation evidencing the monitoring procedures performed by Department personnel.

Agency Response:

The agency agrees with the findings. Written policies and procedures on monitoring construction contracts that include documentation evidencing the monitoring procedures performed will be developed and should be in place by the end of the current fiscal year.

### Current Findings – State Compliance

05-5. Finding: Weaknesses in Computer Systems Development Methodology

During the prior audit period, it was noted that the Department did not have written policies in place related to system development by external developers and did not assure all systems were consistently developed, thoroughly tested, and adequately documented.

During the prior audit period, the Department had contracted for \$362,500 for the development of the Non-Fair Event System and the State Fair System. It was noted that these systems were not adequately documented and were developed in a software language that was not supported by the Department.

During the current audit period, we determined that the Department still has not developed written policies to address the areas noted above and did not assure all systems were consistently developed, thoroughly tested, and adequately documented.

Department personnel stated that along with the transfer of Information Technology Infrastructure services to Central Management Services (CMS) in fiscal year 2005, CMS has aggressively advanced many new initiatives including IT Governance, Rationalization, Centralization, and Consolidation. These CMS initiatives have made department IT Strategic Planning efforts unnecessary. The department is currently updating and reworking its System Development Lifecycle methodology. The updated SDLC will serve as a framework for all development projects whether internally or externally developed.

Adequate system development standards would require new system developments and modifications to existing systems be properly approved, thoroughly tested, and consistently documented. Adequate documentation, including user system and operations manuals, should be developed throughout the development life cycle. In addition, a suitable methodology would require that specific contractual guidelines be developed in conjunction with contracts established for system development or modification, to ensure that the project was developed and documented in accordance with management's specifications.

Systems developed without proper documentation and in languages not supported by the Department may not be maintainable in a cost effective manner. In addition, systems developed without clearly defined detail design requirements may not provide consistent, useful, secure information that satisfies users' needs and management intentions. Such applications may need to be replaced or rewritten before reaching the end of their expected life. (Finding Code No. 05-5, 03-1)

Recommendation:

We recommend the Department update its Systems Development Methodology to include procedures related to new system developments and modifications to existing systems by external developers. Once updated, the Department should ensure all system developments and modifications are performed in compliance with its system development standards and properly approved, thoroughly tested, and adequately documented.

The Department should require bureau-specific information systems needs to be communicated with the Department's Bureau of Computer Services to assure system developments and purchased systems meet the needs of the specific bureau; are adequately developed, documented and maintainable by Department technical personnel if necessary; and are compatible with the Department's existing information systems infrastructure.

Current Findings – State Compliance

05-5. Finding: Weaknesses in Computer Systems Development Methodology

Agency Response:

The agency agrees with the finding. The agency will update its System Development Methodology to include procedures related to all work performed by external developers. In addition, the Bureau of Computer Services has advised all program managers that any specific Information Systems needs are to be communicated to, reviewed by, and approved by the Bureau of Computer Services.

Current Findings – State Compliance

05-6. Finding: Disaster Contingency Plan for Computer Systems Not Adequate

During the prior audit period, it was noted that the Department did not have an adequate and tested comprehensive disaster contingency plan to ensure its critical computer systems can be recovered in the event of a disaster.

The Department has been migrating from a mainframe to a LAN environment; however, its Crisis Management/Disaster Recovery Plan (Plan) has not been updated to reflect the change. The Plan, last updated in January 2005, only provided a framework for developing an appropriate response to a disaster event that would impact the Department. The Plan was not comprehensive and did not contain detailed procedures for recovering the Department's computer operations.

During the current audit period, it was noted that the Plan did not contain:

- an alternate recovery site in the event of a disaster,
- a current listing of disaster recovery contact personnel,
- a listing of prioritized critical systems,
- stated tolerable timeframes for recovery, and
- a date of creation or modification.

It was also noted that the Plan was not tested during fiscal year 2005.

Department personnel stated that control over Information Technology Infrastructure was transferred to Central Management Services (CMS) in fiscal year 2005. Since the transfer, it has not been clear which agency has primary responsibility for disaster contingency planning. The Department is in discussions with CMS regarding the language and content of the Service Level Agreement (SLA) executed between CMS (as service provider) and the Department (as customer). The subjects of these discussions include among other things Disaster Recovery. The Department plans to obtain an updated version of the State IT Disaster Recovery/Business Continuity template from CMS and begin completing the Plan in conjunction with a finalized SLA.

An adequate and tested comprehensive contingency plan is essential to enable the Department to restore functions and resume operations in a timely manner in the event of a disaster. (Finding Code No. 05-6, 03-2)

Current Findings – State Compliance

05-6. Finding: Disaster Contingency Plan for Computer Systems Not Adequate

Recommendation:

We recommend the Department update its Crisis Management/Disaster Recovery Plan to reflect the current environment and ensure it is adequate for recovering its computer operations within an acceptable timeframe. At a minimum, an adequate comprehensive contingency plan should include:

- an alternate recovery site in the event of a disaster,
- a current listing of disaster recovery contact personnel,
- a listing of prioritized critical systems,
- stated tolerable timeframes for recovery, and
- a date of creation or modification.

Once developed, the Department should test the Plan to identify any weaknesses and perform revisions where necessary. The Department should perform routine testing at least annually to assure the Plan is adequate for recovering the Department's current operational environment.

Agency Response:

The agency agrees with the finding. The agency will update its Disaster Recovery/Business Continuity Plan to reflect the current IT environment. The agency will make every effort to ensure that the plan is adequate to support the recovery of operations within an acceptable timeframe. The plan will contain the minimum items specified in the finding. The agency expects to have the plan in place and to test it following the 2006 State Fairs.

Current Findings – State Compliance

05-7. Finding: Lack of Adequate Time Reporting Documentation

The Department did not maintain adequate time sheets of time worked by employees as required by the State Officials and Employees Ethics Act (Act).

The Department did not maintain a positive timekeeping system for its employees documenting time spent on official state business in quarterly hour increments. The Department had also not updated its personnel policy to comply with the Act. For fiscal year 2005, the Department had an average of 479 employees.

The Act (5 ILCS 430/5-5(c)) requires the Department to develop a personnel policy for all employees to document their time. The Act requires all employees to complete a time sheet documenting hours worked each day on official state business to the nearest quarter hour.

Department personnel stated that the department implemented a positive time keeping policy in February 2004 for Senior Staff, believing that met the requirements of the Employee Ethics Act. When personnel became aware that positive time keeping was necessary for all employees, department policy was changed on June 1, 2005.

By not maintaining the appropriate policy and timekeeping records, the Department is not monitoring time spent on official State business by employees as required by the Act. (Finding Code No. 05-7)

Recommendation

We recommend the Department update its personnel policies and continue implementing the requirement to complete timesheets documenting hours worked each day on official State business to the nearest quarter hour for all employees.

Agency Response:

The agency agrees with the finding and has implemented the recommendation as of June 1, 2005.

Current Findings – State Compliance

05-8. Finding: Grain Indemnity Trust Funds Commingled

The Department commingled \$20,474 of trust funds maintained within the Grain Indemnity Trust Fund.

During the two years ended June 30, 2005, the Department transferred \$20,474 from a trust account, established to account for the liquidation activity and payment of claims related to an elevator failure, to another similar trust account established in connection with an unrelated elevator failure. This is in addition to \$20,000 transferred in the previous examination period. Both of these trust accounts are maintained, along with several other such trust accounts, within the Grain Indemnity Trust Fund. The transfer was made to enable the receiving trust account to pay expenditures to preserve an asset of that trust account.

The Grain Code (240 ILCS 40/25-20(d)(1)) requires that “proceeds realized from liquidation of and collection upon the grain assets, equity assets, collateral, and guarantees relating to the failed licensee or any other assets relating to the failed licensee that are received by the Department, to the extent not already paid to claimants, shall be first used to repay the [Illinois Grain Insurance] Fund for moneys transferred to the Trust Account.” Accordingly, it is essential that separate trust accounts within the Grain Indemnity Trust Fund be maintained and not commingled. The Department has maintained such separate accounting. However, because one of the trust accounts in the Grain Indemnity Trust Fund did not have sufficient money with which to pay expenses related to the preservation of an asset, money was transferred between trust accounts. The Grain Code does not provide for such a transfer.

The Department has a fiduciary responsibility to administer the funds within the trust accounts of each failed licensee individually, in accordance with the Illinois Compiled Statutes.

Department personnel stated that the Department has received statutory authority to establish an Asset Preservation Account to pay “...the reasonable expenses incurred by the Department on or after the date of failure for preserving and liquidating grain assets, equity assets, collateral and guarantees of or relating to a failed licensee...” (240 ILCS 40/20-20(e)). This account will be used to pay future asset preservation expenses. However, the Asset Preservation Account had an effective date of January 1, 2006, so the finding is not resolved until fiscal year 2006.

The commingling of individual trust accounts is not statutorily authorized. (Finding Code No. 05-8, 03-6)

Current Findings – State Compliance

05-8. Finding: Grain Indemnity Trust Funds Commingled

Recommendation:

We recommend the Department utilize the resources generated from the new Asset Preservation Account to return the transferred funds to the appropriate trust account and that there be no further commingling of trust accounts.

Agency Response:

The agency agrees with the finding. As stated in the finding, the agency received statutory authority to establish an Asset Preservation Account effective January 1, 2006. The agency has established the account and has transferred available funds from the account to the trust account. The balance should be returned to the trust account by June 30, 2006.

Current Findings – State Compliance

05-9. Finding: Amount Due to Illinois Grain Insurance Fund Not Repaid

The Department did not repay the amounts due to Illinois Grain Insurance Fund (Fund).

As of November 30, 2003 the Department had \$203,723 of excess funds remaining in the Grain Indemnity Trust Fund pertaining a grain company failure of August 2001. In May 2004 the Department repaid the Illinois Grain Insurance Fund \$71,999 of the excess funds remaining in the Trust account. In addition, favorable court rulings between February and May 2005, and accumulated interest, have made an additional \$122,981 in excess funds available to repay the Illinois Grain Insurance Fund for a total of \$254,705 at June 30, 2005. Other than the May 2004 repayment, the Department has not repaid any of the excess trust fund balance back to the Illinois Grain Insurance Fund as of the end of the examination period December 14, 2005.

The Grain Code (Code) (240 ILCS 40/25-20(d)(1)) requires that "proceeds realized from liquidation of and collection upon the grain assets, equity assets, collateral, and guarantees relating to the failed licensee or any other assets relating to the failed licensee that are received by the Department, to the extent not already paid to claimants, shall be first used to repay the [Illinois Grain Insurance] Fund for moneys transferred to the Trust Account." Appropriate business practices would require the payment of amounts owed to the Grain Insurance Fund within a reasonable period of time.

Department personnel stated that funds were maintained in the Indemnity Trust Fund in order to have adequate funds for unresolved claims and asset preservation expenditures.

Carrying excess funds in the Trust Fund results in reducing the resources available to the Grain Insurance Fund to insure the grain producers of the State against the failure of grain dealers and warehouses as intended by the Code. (Finding Code No. 05-9)

Recommendation:

We recommend the Department repay the amount due to the Grain Insurance Fund from the Trust Fund.

Agency Response:

The agency agrees with the finding. The agency began repayment to the Illinois Grain Insurance Fund in March 2006 and expects to have the balance repaid by June 30, 2006

Current Findings – State Compliance

05-10. Finding: Inadequate Segregation of Duties Over Cash Receipts of the Illinois Colt Stakes/Championship Purse Fund

The Department did not have an adequate segregation of duties over the cash (checks and currency) receipts of the Illinois Colt Stakes/Championship Purse Fund (Purse Fund).

The person responsible for preparation of the deposit slips for the Purse Fund also delivered the deposits to the bank, received the monthly bank statements, performed the monthly bank reconciliations, and prepared the locally held funds quarterly report of receipts and disbursements submitted to the Comptroller. Management personnel did not perform a supervisory review of the Purse Fund deposits, reconciliations or reports. The amount of deposits during fiscal years 2004 and 2005 within the Purse Fund was \$1,883,000 and \$1,811,000, respectively.

The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires all state agencies to establish and maintain a system, or systems, of fiscal and administrative controls. Good internal control procedures require that either duties be adequately segregated or management oversight controls be strengthened to compensate for instances where an adequate segregation cannot be achieved.

Department personnel stated that the Bureau's small number of staff make separation of duties difficult to obtain.

Without an adequate segregation of duties, or compensating management oversight controls, a concentration of duties assigned to a single position could result in a loss of funds from fraud or theft. (Finding Code No. 05-10, 03-7)

Recommendation:

We recommend the Department allocate the resources necessary to either implement compensating management controls or segregate duties over the fiscal operations of the Purse Fund.

Agency Response:

The agency agrees with the finding. The agency is developing policies and procedures for cash receipts that provide segregation of duties. These policies and procedures will be in place by fiscal year end 2006.

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Current Findings – State Compliance

05-11. Finding: Noncompliance with Food and Agriculture Research Act

The Director of the Department did not review the allocation of food and agricultural research funds and report to the General Assembly as required by the Food and Agriculture Research Act.

All funds appropriated to the Department under the Food and Agriculture Research Act (Act) (505 ILCS 82/15) must be allocated, according to the following percentages: Illinois Agricultural Experiment Station, 82%; Southern Illinois University College of Agriculture, 11%; Illinois State University Department of Agriculture, 4%; and Western Illinois University Department of Agriculture, 3%. Every three years, the Director of the Department shall review these allocation percentages to ascertain their appropriateness and report to the General Assembly.

During our detailed testing, we noted that the Director of the Department did not review the allocation percentages, ascertain their appropriateness, and report the results of this review to the General Assembly by January 1, 2001 or by January 1, 2004 in accordance with the Act.

Department personnel stated that the allocation percentages for the research funds had been reviewed informally, but the necessary report to the General Assembly was not prepared.

The lack of review of the appropriateness of the allocated funds may result in a less than optimal utilization of the State fund for food and agricultural research programs. (Finding Code No. 05-11)

Recommendation:

We recommend the Director of the Department review the appropriateness of the allocation of food and agricultural research funds, and report to the General Assembly as soon as possible and then every three years in accordance with the Act.

Agency Response:

The agency agrees with the finding. The results of the review of the allocation percentages will be communicated to the General Assembly prior to fiscal 2006 year end and again in January 2007.

Current Findings – State Compliance

05-12. Finding: Noncompliance with Motor Fuel and Petroleum Standards Act

The Department did not deposit penalties imposed for violations of the Motor Fuel and Petroleum Standards Act into the appropriate fund.

During our detailed testing of statutory mandates, we examined fifteen (15) penalties imposed by the Department. Eleven (11) of those penalties (73%), totaling \$7,700, were not deposited into the Motor Fuel and Petroleum Standards Fund but were deposited into the Weights and Measures Fund.

Motor Fuel and Petroleum Standards Act (815 ILCS 370/7) (Act) states that monetary penalties levied by the Department shall be collected and paid into the Motor Fuel and Petroleum Standards Fund.

Department personnel stated that there was an oversight in training an employee who took over the Motor Fuel deposits. When the agency realized the error in April 2005, prior to the end of the audit period, the coding error was corrected for all future deposits.

Not depositing penalties into the Motor Fuel and Petroleum Standards Fund results in under funding the fund utilized to regulate motor fuel and petroleum standards. (Finding Code No. 05-12)

Recommendation:

We recommend the Department transfer the \$7,700 incorrectly deposited back into the Motor Fuel and Petroleum Standards Fund from the Weights and Measures Fund. Further the Department should deposit all penalties levied under the Act into the Motor Fuel and Petroleum Standards Fund.

Agency Response:

The agency agrees with the finding and has implemented it as of April 2005.

Current Findings – State Compliance

05-13. Finding: Untimely Payment of Vouchers

The Department's vouchers were not paid timely.

During our testing of 60 commodities vouchers and 60 equipment vouchers, we noted that 17 commodities vouchers (28%) totaling \$38,754.09 and 8 equipment vouchers (13%) totaling \$166,470.89, respectively, were not paid within 60 days from receipt of proper bill. The vouchers were paid from 65 to 121 days late. 16 of the vouchers were paid from the General Revenue Fund and 1 was paid from the Agriculture Premium Fund. However, no interest was due on these vouchers that were paid late.

The Prompt Payment Provisions of the Administrative Rules (74 Ill. Adm. Code 900.60) state that a payment is late if it is not made within 60 days after receipt of a proper bill. Section 900.90 states that agencies are responsible for paying interest of \$50 or more. Vendors may request interest between \$5 and \$50. Section 900.100 details the methods for calculating interest.

Department personnel stated that it processes invoices for payment as quickly as possible. However, depending on the amount of time the Comptroller's office takes to process the voucher and make payment, the payment may not be made in time to comply with the State Prompt Payment Act.

Invoices must also be paid within 60 days of receipt of a proper bill to prevent the Department from incurring interest on the unpaid balance. (Finding Code No. 05-13)

Recommendation:

We recommend the Department implement controls to ensure that all invoices are paid within 60 days.

Agency Response:

The agency agrees with the finding and will process invoices for payment as quickly as possible within the agency.

Current Findings – State Compliance

05-14. Finding: Untimely Submission of Premium Books

Premium books and financial statements prepared by Vocational Agriculture Fairs, County Fairs and 4-H Fairs were not submitted to the Department within the established time.

A premium book showing the classes of exhibits and the premiums (prizes) offered for each event must be submitted at various specified dates by each fair association or agricultural society along with a State Aid Report to claim award funding from the State. The premium book also identifies entry requirements and entry fees. 105 county fairs and expositions were granted \$6,649,390 in fiscal year 2004 and \$6,738,000 in fiscal year 2005.

During our testing of 102 premium books, we noted 18 (18%) of premium books were submitted after the start of the fairs ranging from 1 to 43 days during fiscal year 2004 and 5 to 94 days during fiscal year 2005. The Department assessed no late fees in fiscal year 2004 and 2005.

Illinois Administrative Code (8 Ill. Adm. Code 260.55) requires submission of premium books at least ten (10) days prior to the opening day of the fair. The Code requires the Department to assess a \$25 late fee from premium claimed for each day the premium books are late.

Department personnel have stated that local volunteers who may not exercise the care taken by paid employees prepare information received. The Department has not penalized any fair for not submitting its information timely, although the premium books are reviewed when received.

Untimely submission of premium books could result in overpayments to individual fairs. (Finding Code No. 05-14)

Recommendation:

We recommend the Department communicate in writing the administrative rule requirements to each fair in an effort to ensure premium books are received prior to the beginning of the fair. Further the Department should assess the \$25 per day late fee penalty for each day the premium books are late as required by rule.

Agency Response:

The agency agrees with the finding and will start enforcing the \$25 late fee penalty beginning with the 2006 Illinois State Fair.

### Current Findings – State Compliance

05-15. Finding: Status of recommendations in Management Audit of the Regulation of Grain Dealers and Warehouseman and the Administration of the Grain Insurance Fund

The Department did not fully implement six of ten recommendations presented in the Management Audit – Regulation of Grain Dealers and Warehouseman and the Administration of the Grain Insurance Fund (Management Audit) conducted by the Office of the Auditor General. One of the six recommendations not implemented, recommendation #5, will not be repeated because it was given consideration by the Department who determined that it was not feasible to implement at this time. Another one of the six recommendations not implemented, recommendation #8, was also included as State Compliance finding 05-9 and thus will not be addressed in this finding. The audit was released in December 2003 pursuant to the Legislative Audit Commission Resolution Number 125.

The following discusses the status of each of the recommendations from the 2003 management audit of the Regulation of Grain Dealers and Warehousemen and the Administration of the Grain Insurance Fund.

1. The Department should:

- Ensure that all license applications and related financial analyses are reviewed and approved by a supervisor;
- Conduct background checks of all license applicants including its officers, directors, partners, and managers; and
- Track officers, directors, managers, and partners of former licensees that had their licenses terminated or revoked or who have improperly manipulated books and records or undertaken other improper business practices.

During the current examination period, we determined that all grain license applications and renewals, including financial statement analyses, are reviewed and approved by both supervisors. However, the Department does not perform background checks and has no formal written policy and procedure regarding the tracking of individuals whose licenses have been terminated or revoked. The Department, however, performs an Officer's Search for new applicants to determine if any of the officers of the new company have been officers of any other licensee or Co-op from the Department's internal database. The Department's internal database records all licensees' officers, directors, managers, and partners. Voluntary surrender, revocation, or termination of licenses remains in the database for future reference. The Department, however, does not perform an Officer's Search outside of their database. According to Department officials the Department does not perform background checks due to budgetary constraints.

Status: The Department implemented bullets #1 and #3 of the recommendation, but had not implemented bullet #2.

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Current Findings – State Compliance

05-15. Finding: Status of recommendations in Management Audit of the Regulation of Grain Dealers and Warehouseman and the Administration of the Grain Insurance Fund (Continued)

2. The Department should:

- Consider engaging the services of accounting experts and grain risk management experts;
- Consider establishing a time limit and guidelines for examinations, and documenting supervisory review of examinations;
- Establish guidelines for notification of successor agreements and closeout examinations;
- Consider requiring at least one board member to be present at exit conferences and sign the examination certification form;
- Consider providing copies of examinations to board members, directors and owners of licensees; and
- Promulgate rules to implement the new examination process delineated in Public Act 93-225.

During the current examination period we determined that the Department has contracted the services of an expert on accounting and grain risk management since July 2004.

The Department administered at least an annual examination of grain licensees and we observed one examination during our mandates testing. The Department supervisors used Public Act 93-225, effective July 21, 2003, as a guide to determine the type of exam to be administered. However, the Department has yet to finalize rules in order to be consistent in its determination. Department management stated that they have been working on rules in order to be responsive to auditors' recommendations but have not been able to complete them at this time because of ongoing negotiations with attorneys for the Grain & Feed Association of Illinois and the Illinois Farm Bureau on some precise language to be included in the examination guidelines.

The Department, in conjunction with other interested parties, has been attempting to finalize the new examination process as outlined in Public Act 93-225. The Department developed the Options Guidelines and Examination Procedures Handbook to administer the exams at the minimum levels required by the Code. Current policy does establish a time limit and guidelines for examinations, and documenting supervisory review of examinations.

### Current Findings – State Compliance

05-15. Finding: Status of recommendations in Management Audit of the Regulation of Grain Dealers and Warehouseman and the Administration of the Grain Insurance Fund (Continued)

Current policy also does not require at least one board member at the exit conference. It also does not require board members to sign the Certification Form, nor are Board members required to receive copies of exams. Department management stated that it is their current policy to engage Board of Directors of each entity they license at the entrance and exit conference, but that they cannot force board members to be present if they choose not to attend because it is out of their control. Management stated that it is their intent to change current policy to require licensee Board members to sign the Certification Form in the event they attend the exit conference and to send copies of the examination report to the licensee President.

Current policy also does not establish guidelines for notification of successor agreements. The Department only accepts the Successor Agreement upon execution of the closing licensee and the Successor. The Department does perform closeout examinations of licensees. Department management stated that they have not established guidelines for notification of successor agreements because the requirements are clearly stated in the statute.

Status: The Department implemented bullets #1 and #2, but had not fully implemented bullets #3 through #6.

**3. The Department should:**

- Provide training to examiners in grain accounting and fraud detection;
- Track training received by examiners; and
- Identify potential examiner conflicts of interest by requiring examiners to file an annual statement or a statement prior to each engagement.

During the current examination period, we determined that the Department contracts the services of an accounting and grain risk management expert to provide accounting and fraud training to examiners. Any training received by examiners is included and summarized in the examiners' personnel files. All examiners are required to attend the examiners' meeting(s). Based on our interview with the Department, if an examiner misses the mandatory training, the Department covers the material at a later date with the examiner.

Examiners file conflicts of interest statements annually. Conflicts are identified either by self-disclosure of the examiners, by Department management staff, or by the licensee. Conflicts of interest forms are also included in the Personnel Files and tracked electronically by the Department.

Status: The Department implemented the recommendation.

Current Findings – State Compliance

05-15. Finding: Status of recommendations in Management Audit of the Regulation of Grain Dealers and Warehouseman and the Administration of the Grain Insurance Fund (Continued)

**4. The Department should establish guidelines for taking and tracking corrective actions.**

During the current examination period, the Grain Code was amended by Public Act 93-225 to include violations, financial deficiencies, and corrective actions effective July 21, 2003. Department management stated that they have taken the revised Grain Code as its guideline for violations and corrective actions. The Department, however, has not created a policy manual regarding violations and corrective actions.

Status: The Department has not implemented the recommendation.

**5. The Department should consider requiring training of licensees and implementing a licensure test or training certification program for grain managers/merchandisers.**

During the current examination period, we determined that the Department does not require any training and testing of licensees. Therefore, the Department has not established any licensure test or training certification program. Department management stated that they considered the recommendation but have determined that they do not have the statutory authority or resources necessary to implement this recommendation.

Status: The Department considered the auditors' recommendation but determined it was not feasible to implement at this time; the recommendation will not be repeated.

**6. The Department should continue to merge its computer systems in order to better track licensing, examinations, and corrective action information.**

During the current examination period, we determined that the Department has merged the various databases into a single computer system that encompasses all aspects of the Grain operations such as tracking licenses, examinations, and corrective action information. We verified, on a test basis, the system's capability of tracking licensing, examinations, and corrective actions.

Status: The Department implemented the recommendation.

**7. The Department should develop internal policies and procedures to further define the claims process for failures including:**

- Developing procedures to ensure that timelines relating to claims are met; and
- Defining specific claims criteria such as what is considered a valid claim.

During the current examination period, we determined that the Department had developed written policies and procedures to determine the validity and category of claims.

Status: The Department implemented the recommendation.

Current Findings – State Compliance

05-15. Finding: Status of recommendations in Management Audit of the Regulation of Grain Dealers and Warehouseman and the Administration of the Grain Insurance Fund (Continued)

8. **The Department should ensure all sub-accounts under the Grain Indemnity Trust Account are used for their designated purpose and their net proceeds are distributed to the guidelines delineated in the Grain Code.**

During the current examination period we determined that the Department continued to commingle trust funds maintained within the Grain Indemnity Trust Fund.

Status: The Department did not implement the recommendation and it is reported as State Compliance finding 05-8.

9. **The Department should periodically evaluate the Grain Insurance Fund's capacity to pay claims. Such evaluation would help ensure there are adequate resources in the Grain Insurance Fund and whether further changes to the Grain Code are needed.**

During the current examination period, we determined that Public Act 93-225 amending the Grain Code effective July 21, 2003 established the minimum threshold levels for the Grain Insurance Fund to ensure there are adequate resources in the Fund to pay claims. To date, however, the \$6 million minimum fund level has not been reached. Therefore, the Department has not performed a re-evaluation of the Fund's capacity to pay claims.

Department officials stated that they anticipate evaluating the Fund's capacity to pay claims after obtaining the minimum balance and annually thereafter under the direction of the Board of Directors of the Illinois Grain Insurance Corporation. The evaluation will also include whether other changes to the Grain Code are necessary.

Status: The Department did not implement the recommendation.

10. **The Department should implement controls to ensure the correct amount is assessed and collected for the new grain seller assessment and the lender assessment.**

During the current examination period, we determined that the Department collects the newly implemented grain seller and lender assessments on a quarterly basis from grain licensees. The Department sends annual seller/lender assessment instructions to all licensees. It is the responsibility of grain licensees to inform the seller/lender of the assessment and to collect the assessment on the Department's behalf. Grain settlements with seller/lender are reported by the licensee to the Department along with the applicable payment.

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Current Findings – State Compliance

05-15. Finding: Status of recommendations in Management Audit of the Regulation of Grain Dealers and Warehouseman and the Administration of the Grain Insurance Fund (Continued)

We examined 30 licensee examinations and noted the Department checks the accuracy of the reported seller/lender assessments during the course of the annual licensee examination. Examiners are instructed to spot-check the licensee records for grain settlements since grain settlements are the basis for the assessments. The Department then compares the most recently completed quarterly report of Seller and Lender collections with the result of the examination to ensure that the Department receives correct assessments.

Status: The Department implemented the recommendation.

The Department's failure to fully implement recommendations presented in the Management Audit could result less effective regulation of grain dealers and warehouseman and increase the risk of loss to the Grain Insurance Fund. (Finding Code No. 05-15)

Recommendation:

We continue to recommend the Department:

- Allocate the resources necessary to conduct background checks of all license applicants including its officers, directors, partners and managers and track the information on the database established by the Department.
- Continue in its efforts to complete the examination guidelines and include in those guidelines:
  - Guidelines for notification of successor agreements and closeout examinations;
  - Requirements to provide copies of examination reports to licensee board members, directors, and owner of licensees;
  - Promulgate rules to implement the examination process delineated in Public Act 93-225;
  - Guidelines for taking and tracking corrective action;
- Evaluate the Grain Insurance Fund's current capacity to pay claims and continue to periodically review the Fund's capacity to pay claims in the future.

Agency Response:

The agency agrees with the finding. The agency has begun to conduct background checks of principal owners of newly licensed grain dealers and grain warehouseman. Existing statutory guidelines require that successor's agreements be executed when there is a succession of one legal entity to another whereby grain obligations to producers become the obligations of the successor. Closeout examinations are performed on each and every licensee at license expiration to ascertain outstanding obligations to producers. The agency will begin sending a copy of the examination report to the Chairman and Members of the Board at the licensee business address as well as leaving a copy of the report at the time of examination. The agency is working on rules. The agency's computer system provides for tracking administrative actions pursuant to statute. Agency personnel perform an annual study for the American Association of Warehouse Control Officials entitled "Grain Indemnity Trust Fund Comparison Study." This study, which the agency has performed over ten years, is utilized to assess not only the capacity to pay claims but to compare the Illinois program with other state-sponsored indemnity programs.

Current Findings – State Compliance

05-16. Finding: Obsolete Provision of State Statute Not Eliminated

The Soil Conservation Domestic Allotment Act (Act) contains obsolete provisions requiring the preparation of an annual plan and the filing of an annual report with the U. S. Secretary of Agriculture.

The Act was passed in 1951 to carry out the provisions of the Soil Conservation and Domestic Allotment Act (Federal Act) enacted by the Congress of the United States. The Act (505 ILCS 125/3) states that the Department is hereby authorized, empowered and directed to formulate and submit to the Secretary of Agriculture, in conformity with the provisions of the said Federal Act, a state plan for each year, beginning with the year 1953. The Act (505 ILCS 125/6) also states the Department in its annual report each year, shall cover the administration of such plan and the operations thereunder, including the expenditure of funds. However, the Federal Act no longer requires such a plan and report, and none have been prepared for many years.

State statutes constitute the laws of the State, and the Department should comply with those laws. When laws become outdated, the Department should request amendments to conform the laws for changes in related federal legislation.

Department personnel stated it submitted proposed amendments to repeal the outdated provisions of the Act but the amendments failed to pass in the most recent legislative session.

Until the Department is able to get the appropriate amendments to the Act enacted, the Department will continue to be in noncompliance with the Act. (Finding 05-16, 03-12)

Recommendation:

We recommend the Department continue in its efforts to obtain amendatory legislation to conform the Act to the Federal Act.

Agency Response:

The agency agrees with the finding and will continue its efforts to have the Act repealed.

**Prior Findings Not Repeated – State Compliance**

05-17. Finding: Audits of Major Systems of Internal Accounting and Administrative Controls Not Performed

During the prior examination period, the Department's internal audit section did not perform audits of all of the major systems of internal accounting and administrative control. (Finding Code No. 03-3)

During the current examination period the internal audit division of the Department was transferred to the Department of Central Management Services.

Status: This finding is no longer applicable to the Department.

05-18. Finding: Inadequate Monitoring of Funds Granted to an Aquaculture Cooperative

During the prior examination period, the Department did not adequately monitor grants made to a fish cooperative made pursuant to the Illinois Aquaculture Development Act. (Finding Code No. 03-4)

During the current examination period, the Aquaculture Development Fund was abolished on August 31, 2004. The Department transferred the balance to the General Revenue Fund.

Status: This program was abolished.

05-19. Finding: Inadequate Controls Over Property and Equipment

During the prior examination period, the Department did not have adequate controls over property and equipment. Transfers of surplus property to the Department of Central Management Services (CMS) were not approved by the Director; items could not be located; property listing was not updated for reassignment of property items; and adequate supporting documents were not maintained for adjustments. (Finding Code No. 03-5)

During the current examination period, the Department enhanced its procedures. The Director now approves transfers of surplus property to CMS; property listings are updated and adequate supporting documents are maintained for adjustments. Current detailed sample testing did not disclose these exceptions.

Status: Implemented

05-20. Finding: Inadequate Procedures Over Fertilizer Reporting

During the prior examination period, the Department did not have adequate procedures to ensure the reporting of fertilizer sales and distribution by distributors, as required by the Illinois Fertilizer Act of 1961. (Finding Code No. 03-8)

During the current examination period, our sample testing indicated the Department implemented procedures for monthly tonnage reports received. Department personnel review these reports and compare them to the semi-annual reports.

Status: Implemented

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Prior Findings Not Repeated – State Compliance

05-21. Finding: Travel Vouchers Not Properly Completed

During the prior examination period, the Department did not include the departure and arrival times on all travel vouchers. (Finding Code No. 03-9)

During the current examination period, our sample testing did not disclose exceptions.

Status: Implemented

05-22. Finding: Petty Cash Accounts Not Reconciled

During the prior examination period, the Department did not perform monthly reconciliations of petty cash accounts. (Finding Code No. 03-10)

During the current examination period, our sample testing indicated the Department performed monthly reconciliations of petty cash accounts.

Status: Implemented

05-23. Finding: Rules for Halal Foods Regulation Not Adopted

During the prior examination period, the Department did not adopt rules and procedures concerning halal (prepared under and maintained in compliance with the laws and customs of the Islamic religion) foods. (Finding Code No. 03-11)

During the current examination period, the Department worked with representatives of the Islamic community to draft regulations to implement the provisions of the Act.

Status: Implemented

**Prior Findings Not Repeated – Management Audit**

05-24. Finding: Management Audit of the Illinois Aquaculture Development Fund

In September 2004, the Office of the Auditor General issued its report, Management Audit of the Illinois Aquaculture Development Fund within the Department of Agriculture, pursuant to the Legislative Audit Commission Resolution Number 127.

The following discusses the status of each of the recommendations from the September 2004 management audit of the Aquaculture Development Fund:

- 1. The Department and the Illinois Fish Farmers Cooperative should ensure that any future expenditures to support aquaculture are adequately planned, appropriate for State purposes, and adequately documented. If there is not sufficient guidance on what is appropriate, IDOA should develop rules or include more guidance in grant agreements.**

During the current examination period, we noted that the Aquaculture Development Fund was abolished effective August 31, 2004. The Department had no expenditures to support aquaculture during the examination period. The Department of Natural Resources has developed the Aquaculture Advisory Committee that oversees the Aquaculture program. The Department has an employee who is a member of this committee. All rules and policies are developed and implemented by the Advisory Committee.

- 2. The Department should establish adequate rules and procedures to administer and monitor grants to aquaculture cooperatives, as required by the Illinois Aquaculture Development Act.**

During the current examination period, we noted that the Aquaculture Development Fund was abolished effective August 31, 2004. . No grants were made to aquaculture cooperatives during the examination period. The Department of Natural Resources has developed the Aquaculture Advisory Committee that oversees the Aquaculture program. The Department has an employee who is a member of this committee. All rules and policies are developed and implemented by the Advisory Committee.

- 3. The Department should assure that the Illinois Fish Farmers Cooperative, or other cooperatives receiving Aquaculture Development grants, keep minutes, books, and records that clearly reflect all of the acts and transactions of the Cooperative and shall make this information public, as required by the Aquaculture Development Act.**

During the current examination period, we noted that the Aquaculture Development Fund was abolished effective August 31, 2004. No grants were made to aquaculture cooperatives during the examination period. Our review verified that monies were transferred out of the Aquaculture Development Fund into General Revenue Fund.

Prior Findings Not Repeated – Management Audit

05-24. Finding: Management Audit of the Illinois Aquaculture Development Fund (Continued)

4. **The Department should assure that all grant funds, including those from the Illinois Aquaculture Development Fund, are adequately monitored. This should include reviewing and making changes based on audits, budgets, and other required elements.**

During the current examination period, we noted that the Aquaculture Development Fund was abolished effective August 31, 2004. No grants were made to aquaculture cooperatives during the examination period. The Department continues to need to improve the monitoring of grant funds as described in findings 05-11 and 05-14.

Status: Recommendations #1-#3 are no longer applicable. Recommendation #4 was not fully implemented and has been reported as State Compliance findings 05-11 and 05-14.

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**SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES**

**Summary**

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

- Fiscal Schedules and Analysis:
  - Schedule of Expenditures of Federal Awards
  - Notes to Schedules of Expenditures of Federal Awards
  - Schedule of Appropriations, Expenditures and Lapsed Balances
  - Comparative Schedule of Net Appropriations Expenditures and Lapsed Balances
  - Schedule of Efficiency Initiative Payments
  - Comparative Schedule of Receipts, Disbursements and Fund Balance (Cash Basis) - Locally Held Funds
  - Schedule of Changes in State Property
  - Comparative Schedule of Cash Receipts
  - Reconciliation Schedule of Cash Receipts to Deposits Remitted to the State Comptroller
  - Analysis of Significant Variations in Expenditures
  - Analysis of Significant Variations in Receipts
  - Analysis of Significant Lapse Period Spending
  - Analysis of Accounts Receivable
  - Schedule of Indirect Cost Reimbursements
  
- Analysis of Operations:
  - Agency Functions and Planning Program
  - Average Number of Employees
  - Emergency Purchases
  - Illinois First Projects
  - Additional Statistical Information (Not Examined)

The auditors' 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 the Additional Statistical Information. However, the auditors do not express an opinion on the supplementary information.

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Year Ended June 30, 2005  
 (Expressed in Thousands)

Federal Grantor/ Pass-Through Grantor/ Program Title/Project Name	Federal CFDA Number	Pass - Through Entity Identifying Number	Federal Expenditures
<b><u>U.S. Department of Agriculture:</u></b>			
Plant and Animal Disease, Pest Control, and Animal Care			
Johne's Disease	10.025		\$ 277
Johne's Demo	10.025		42
Scrapie	10.025		70
FMD Swine Feeding	10.025		17
BSC, CSF, FAD	10.025		107
Anhydrous Ammonia	10.025		6
Pseudorabies	10.025		257
Homeland Security	10.025		64
Groundwater	10.025		143
EMS	10.025		2
Preharvest Food Safety	10.025		114
BSE Surveillance	10.025		82
Sudden Oak Death	10.025		60
Gypsy Moth RA	10.025		55
			<u>1,296</u>
Market News	10.153		<u>4</u>
Market Protection and Promotion			
Shell Egg Surveillance	10.163		9
USDA Recordkeeping	10.163		17
			<u>26</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Year Ended June 30, 2005  
 (Expressed in Thousands)

Federal Grantor/ Pass-Through Grantor/ Program Title/Project Name	Federal CFDA Number	Pass - Through Entity Identifying Number	Federal Expenditures
Cooperative Agreements with States for Intrastate Meat and Poultry Inspection M & P Inspection Program	10.475		5,227
Meat, Poultry, and Egg Products Inspection Poultry Grading	10.477		17
Cooperative Forestry Assistance Gypsy Moth TT	10.664		412
Pass Through Illinois State Board of Education Farm Storage Facility Loans Inspections of Storage Facilities	10.560		11
<b>Total U.S. Department of Agriculture</b>			<b>6,993</b>
 <b><u>U.S. Environmental Protection Agency:</u></b>			
Consolidated Pesticide Enforcement Cooperative Agreements Consolidated Pesticides Enforcement Programs:	66.700		654
Pass Through Illinois Environmental Protection Agency Performance Partnership Grants Inspection for Vapor Recovery	66.605		75
<b>Total U.S. Environmental Protection Agency</b>			<b>729</b>

See accompanying Notes to Schedule of Expenditures of Federal Awards

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**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
 For the Year Ended June 30, 2005  
 (Expressed in Thousands)

Federal Grantor/ Pass-Through Grantor/ Program Title/Project Name	Federal CFDA Number	Pass - Through Entity Identifying Number	Federal Expenditures
<b><u>U.S. Department of Health and Human Services</u></b>			
Pass Through Illinois Department of Public Health Centers for Disease Control and Prevention, Investigations and Technical Assistance			
Mosquito Control	93.283		20
Bioterrorism Grant	93.283		139
Homeland Security Grant	93.283		357
			<u>516</u>
<b><u>U.S. Food and Drug Administration</u></b>			
Innovative Food Safety Projects			
GMP/BSE Inspections	93.245		36
			<u>36</u>
<b><u>U.S. Department of Homeland Security</u></b>			
Pass Through Illinois Emergency Management Agency State Domestic Preparedness Equipment Support Program			
Homeland Security	97.004		60
			<u>60</u>
			<u>60</u>
<b>Total Expenditures of Federal Awards</b>			<u><u>\$ 8,334</u></u>

See accompanying Notes to Schedule of Expenditures of Federal Awards

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Year Ended June 30, 2004  
 (Expressed in Thousands)

Federal Grantor/ Pass-Through Grantor/ Program Title/Project Name	Federal CFDA Number	Pass - Through Entity Identifying Number	Federal Expenditures
<b><u>U.S. Department of Agriculture:</u></b>			
Plant and Animal Disease, Pest Control, and Animal Care			
Johne's Disease	10.025		\$ 304
Johne's Demo	10.025		22
Ralstonia Regulatory	10.025		26
Scrapie	10.025		9
Homeland Security(9)	10.025		234
FMD Swine Feeding	10.025		15
BSC, CSF, FAD	10.025		97
END	10.025		1
Anhydrous Ammonia	10.025		11
Pseudorabies	10.025		150
ALHB	10.025		47
Gypsy Moth RA	10.025		22
Catfish Producer Assistance	10.025		1
			<u>939</u>
Market News			
Ag Statistics	10.153		<u>41</u>
Market Protection and Promotion			
USDA Recordkeeping	10.163		<u>11</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards

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**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
 For the Year Ended June 30, 2004  
 (Expressed in Thousands)

Federal Grantor/ Pass-Through Grantor/ Program Title/Project Name	Federal CFDA Number	Pass - Through Entity Identifying Number	Federal Expenditures
Organic Agriculture Research and Extension Initiative Natl Organic Cert. Cost Share	10.307		40
Cooperative Forestry Assistance Gypsy Moth TT	10.664		168
<b>Total U.S. Department of Agriculture</b>			<b>1,199</b>
<b><u>U.S. Environmental Protection Agency:</u></b>			
Pass Through Illinois Environmental Protection Agency Nonpoint Source Implementation Grants Grant for Nutrient Management	66.460		82
Performance Partnership Grants Inspection for Vapor Recovery	66.605		75
<b>Total U.S. Environmental Protection Agency</b>			<b>157</b>
<b><u>U.S. Department of Health and Human Services</u></b>			
Pass Through Illinois Department of Public Health Centers for Disease Control and Prevention, Investigations and Technical Assistance Bioterrorism Grant	93.283		6
Homeland Security Grant	93.283		7
<b>Total U.S. Department of Health and Human Services</b>			<b>13</b>

See accompanying Notes to Schedule of Expenditures of Federal Awards

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 For the Two Years Ended June 30, 2005

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Year Ended June 30, 2004  
 (Expressed in Thousands)

Federal Grantor/ Pass-Through Grantor/ Program Title/Project Name	Federal CFDA Number	Pass - Through Entity Identifying Number	Federal Expenditures
<b><u>U.S. Department of Homeland Security</u></b>			
Pass Through Illinois Emergency Management Agency			
State Domestic Preparedness Equipment Support Program			
Homeland Security	97.004		<u>88</u>
<b>Total U.S. Department of Homeland Security</b>			<u><u>88</u></u>
<b>Total Expenditures of Federal Awards</b>			<u><u>\$ 1,457</u></u>

See accompanying Notes to Schedule of Expenditures of Federal Awards

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**1. General**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the State of Illinois, Department of Agriculture. Federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies is included in these schedules.

The Schedule of Expenditures of Federal Awards schedule was prepared for State compliance purposes only. A separate single audit of the Illinois Department of Agriculture was not conducted. A separate single audit of the entire State of Illinois (which includes the Illinois Department of Agriculture) was performed and released under separate cover.

**2. Basis of Presentation**

The Schedule of Expenditures of Federal Awards was prepared in accordance with generally accepted accounting principles on the modified accrual basis of accounting as prescribed in pronouncements issued by the Governmental Accounting Standards Board.

**3. Indirect Costs**

In accordance with Attachment A to Office of Management and Budget Circular A-87 "Cost Principles for State and Local Governments", rates have been established by the Department in allocating indirect costs to federal programs. The Department's federal cognizant agency, the United States Department of Agriculture has approved the following indirect cost rates for fiscal years 2005 and 2004:

Federal Programs	FY 2005 Indirect Rate %	FY 2004 Indirect Rate %
Cooperative Meat & Poultry Inspection Program	37.96	26.10
Consolidated Pesticide Enforcement Program	26.10	26.10
Agriculture Market News	26.10	26.10
Shell Egg Surveillance	26.10	26.10

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

3. Indirect Costs (continued)

The Special Revenue funds used by the Department to account for Federal programs involving indirect costs were:

Fund Name	Fund Number
Agricultural Marketing Services	439
Agriculture Master Fund	440
Wholesome Meat Fund	476
Agricultural Pesticide Control Act Fund	689
Agriculture Federal Projects Fund	826

The purpose of an indirect cost reimbursement rate is to provide funding for allowable program costs that, by definition, are incurred for a common or joint purpose and are not readily assignable to the specific cost objectives benefited without effort disproportionate to the results achieved. The Department considers indirect cost reimbursements to be federal funds and deposits all indirect cost recoveries into the fund generating the direct expenditure.

4. Description of Significant Federal Award Programs

A. U.S. Department of Agriculture

1. Cooperative Meat and Poultry Inspection Program CFDA# 10.475  
This program assist States desiring to operate a meat and poultry inspection programs in order to assure the consumer an adequate supply of safe, wholesome, and properly labeled meat and poultry products. The program funds activities reported in the Wholesome Meat Fund - 0476.
2. Gypsy Moth - Slow the Spread CFDA# 10.664  
This program assists States in forest stewardship programs on private, State, local and other nonfederal forest and rural lands. The program is administered by the Division of Animal Industries. The program assists with production of timber encouragement, control of insects and disease affecting trees and forests, the control of rural fires, efficient utilization of wood and wood residues, including the recycling of wood fiber and the planning and conduct of urban and community forestry programs. The program funds activities reported in the Agriculture Federal Projects Fund - 826.

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NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

4. Description of Significant Federal Award Programs (continued)

B. U.S. Environmental Protection Agency

1. Consolidated Pesticides Enforcement Programs CFDA# 66.700

This program assists States in developing and maintaining comprehensive pesticide programs to address all aspects of pesticide enforcement, and special pesticide initiatives, sponsor cooperative surveillance, monitoring and analytical procedures and encourage regulatory activities with in the States. The program funds activities reported in the Agriculture Pesticide Control Act Fund - 0689.

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SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
Fourteen Months Ended August 31, 2005

	Appropriations (Net of Transfers) Public Act 93-0842	Voucher Expenditures Through June 30	Lapse Period Expenditures July 1 to August 31	Total Expenditures 14 Months Ended August 31	Balances Lapsed August 31
<b>Appropriated Funds</b>					
General Revenue Fund - 0001	\$ 40,509,520	\$ 38,217,250	\$ 991,797	\$ 39,209,047	\$ 1,300,473
Agriculture Laboratory Services Revolving Fund - 0024	700,000	637,110	62,883	699,993	7
Agricultural Premium Fund - 0045	23,223,995	20,764,482	1,639,325	22,403,807	820,188
Weights and Measures Fund - 0163	2,351,000	1,732,965	369,436	2,102,401	248,599
Fair and Exposition Fund - 0245	1,357,400	1,330,252	-	1,330,252	27,148
Fertilizer Control Fund - 0290	450,000	363,063	73,739	436,802	13,198
Used Tire Management Fund - 0294	40,000	38,000	-	38,000	2,000
Feed Control Fund - 0369	1,000,000	920,675	44,767	965,442	34,558
Illinois State Fair Fund -0438	5,430,000	3,915,571	349,128	4,264,699	1,165,301
Agricultural Marketing Services Fund - 0439	4,000	3,922	-	3,922	78
Agricultural Master Fund - 0440	415,000	364,750	44,717	409,467	5,533
Wholesome Meat Fund - 0476	5,082,500	4,615,028	302,641	4,917,669	164,831
Pesticide Control Fund - 0576	2,363,300	1,837,892	276,381	2,114,273	249,027
Illinois Rural Rehabilitation Fund - 0595	43,000	20,000	-	20,000	23,000
Conservation 2000 Fund - 0608	4,700,000	1,859,450	140,532	1,999,982	2,700,018
Illinois Racing Quarterhorse Breeders Fund - 0631	71,200	17,276	-	17,276	53,924
Illinois Agriculture Pesticide Control Act Fund - 0689	770,000	606,269	46,509	652,778	117,222
Illinois Standardbred Breeders Fund - 0708	1,606,500	1,407,910	161,032	1,568,942	37,558
Illinois Thoroughbred Breeders Fund - 0709	2,475,800	1,754,299	626,133	2,380,432	95,368
Agricultural Federal Projects Fund - 0826	3,837,000	1,525,992	258,712	1,784,704	2,052,296
<b>Total Appropriated Funds</b>	<b>\$ 96,430,215</b>	<b>\$ 81,932,156</b>	<b>\$ 5,387,732</b>	<b>\$ 87,319,888</b>	<b>\$ 9,110,327</b>
<b>Non-Appropriated Funds</b>					
DuQuoin State Fair Harness Racing Trust Fund - 0098		\$ -	\$ -	\$ -	
Agrichemical Incident Response Trust Fund - 0153		36,985	14,166	51,151	
Grain Regulatory Fund - 0291		39,809	1,952	41,761	
State Cooperative Extension Service Trust Fund - 0602		12,630,207	-	12,630,207	
Watershed Park Fund - 0651		353	-	353	
State Fair Promotional Activities Fund - 0835		194,623	4,400	199,023	
<b>Total Non-Appropriated Funds</b>		<b>\$ 12,901,977</b>	<b>\$ 20,518</b>	<b>\$ 12,922,495</b>	
<b>Total All Funds</b>		<b>\$ 94,834,133</b>	<b>\$ 5,408,250</b>	<b>\$ 100,242,383</b>	

Note: All data on this schedule has been taken from records of the Department and reconciled to the Comptroller records.

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SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
Fourteen Months Ended August 31, 2004

	Appropriations (Net of Transfers) Public Act 93-091	Voucher Expenditures Through June 30	Lapse Period Expenditures July 1 to August 31	Total Expenditures 14 Months Ended August 31	Balances Lapsed August 31
<b>Appropriated Funds</b>					
General Revenue Fund - 0001	\$ 45,273,735	\$ 41,831,128	\$ 983,947	\$ 42,815,075	\$ 2,458,660
Agriculture Laboratory Services Revolving Fund - 0024	700,000	658,622	41,158	699,780	220
Agricultural Premium Fund - 0045	22,151,023	19,709,411	1,492,029	21,201,440	949,583
Capital Development Fund - 0141	2,612,500	-	-	-	2,612,500
Weights and Measures Fund - 0163	2,694,700	1,685,028	72,925	1,757,953	936,747
Fair and Exposition Fund - 0245	1,357,400	1,330,200	-	1,330,200	27,200
Fertilizer Control Fund - 0290	450,000	432,255	4,316	436,571	13,429
Used Tire Management Fund - 0294	40,000	39,200	-	39,200	800
Feed Control Fund - 0369	1,000,000	753,106	128,034	881,140	118,860
Illinois State Fair Fund -0438	5,830,000	4,514,175	420,158	4,934,333	895,667
Agricultural Marketing Services Fund - 0439	4,000	2,807	1,108	3,915	85
Agricultural Master Fund - 0440	415,000	337,594	14,198	351,792	63,208
Wholesome Meat Fund - 0476	5,285,200	4,008,720	358,448	4,367,168	918,032
Pesticide Control Fund - 0576	2,450,000	1,761,207	479,062	2,240,269	209,731
Illinois Rural Rehabilitation Fund - 0595	43,000	20,000	-	20,000	23,000
Conservation 2000 Fund - 0608	5,700,000	4,633,399	952,600	5,585,999	114,001
Conservation 2000 Projects Fund -0609	2,612,500	2,432,333	127,867	2,560,200	52,300
Illinois Racing Quarterhorse Breeders Fund - 0631	71,200	15,707	-	15,707	55,493
Illinois Aquaculture Development Fund - 0634	950,000	931,000	-	931,000	19,000
Illinois Agriculture Pesticide Control Act Fund - 0689	770,000	118,045	3,339	121,384	648,616
Illinois Standardbred Breeders Fund - 0708	1,612,100	1,542,793	29,646	1,572,439	39,661
Illinois Thoroughbred Breeders Fund - 0709	2,495,200	2,023,911	341,162	2,365,073	130,127
Agricultural Federal Projects Fund - 0826	3,837,000	1,489,342	446,874	1,936,216	1,900,784
<b>Total Appropriated Funds</b>	<b>\$ 108,354,558</b>	<b>\$ 90,269,983</b>	<b>\$ 5,896,871</b>	<b>\$ 96,166,854</b>	<b>\$ 12,187,704</b>
<b>Non-Appropriated Funds</b>					
DuQuoin State Fair Harness Racing Trust Fund - 0098		\$ 163,692	\$ 850	\$ 164,542	
Agrichemical Incident Response Trust Fund - 0153		32,583	6,140	38,723	
Grain Regulatory Fund - 0291		11,070	-	11,070	
Wholesome Meat Fund - 0476		39,666	-	39,366	
State Cooperative Extension Service Trust Fund - 0602		12,039,440	-	12,039,440	
Watershed Park Fund - 0651		37,634	731	38,365	
State Fair Promotional Activities Fund - 0835		16,324	4,346	20,670	
<b>Total Non-Appropriated Funds</b>		<b>\$ 12,340,409</b>	<b>\$ 11,767</b>	<b>\$ 12,352,176</b>	
<b>Total All Funds</b>		<b>\$ 102,610,392</b>	<b>\$ 5,908,638</b>	<b>\$ 108,519,030</b>	

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b><i>APPROPRIATED FUND TOTALS</i></b>			
<b><u>GENERAL REVENUE FUND - 0001</u></b>			
Division of Administrative Services			
Appropriations (net after transfers)	\$ 7,456,589	\$ 9,297,082	\$ 13,193,400
Expenditures:			
Personal services	1,417,158	1,469,456	1,834,254
State contribution	687	14,157	68,564
Retirement	225,292	149,037	189,444
Social security	104,555	108,283	134,598
Contractual services	154,460	200,003	180,131
Travel	18,257	25,222	25,109
Commodities	23,275	21,318	37,710
Printing	10,529	12,400	19,185
Equipment	22,805	48,700	48,546
Telecommunications	44,335	45,464	48,582
Operation of auto equipment	5,434	11,304	10,937
Deposit into COOP extension service	1,514,785	1,927,000	3,209,600
Agriculture leadership council	28,800	30,000	38,800
Awards and grants	3,356,198	4,897,551	6,961,269
Refunds	9,549	7,655	10,488
Total expenditures	<u>6,936,119</u>	<u>8,967,550</u>	<u>12,817,217</u>
Lapsed Balances	<u>\$ 520,470</u>	<u>\$ 329,532</u>	<u>\$ 376,183</u>
Division of Electronic Data Processing			
Appropriations (net after transfers)	\$ 828,378	\$ 1,253,653	\$ 1,389,000
Expenditures:			
Personal services	561,972	798,071	787,352
State contribution	884	22,447	31,359
Retirement	88,585	74,954	81,335
Social security	38,105	54,382	53,163
Contractual services	37,348	98,799	130,337
Commodities	1,615	7,980	8,077
Printing	-	3,400	2,700
Equipment	69,540	83,308	60,436
Telecommunications	26,315	56,922	52,894
Total expenditures	<u>824,364</u>	<u>1,200,263</u>	<u>1,207,653</u>
Lapsed Balances	<u>\$ 4,014</u>	<u>\$ 53,390</u>	<u>\$ 181,347</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>Division of Agriculture Industries Regulation</b>			
Appropriations (net after transfers)	\$ 3,646,500	\$ 4,116,900	\$ 4,204,300
Expenditures:			
Personal services	2,602,741	2,775,358	2,899,143
State contribution	4,599	92,990	107,241
Retirement	409,220	231,269	299,285
Social security	187,684	205,074	214,906
Contractual services	34,054	50,021	57,014
Travel	234,631	234,260	243,069
Commodities	36,968	52,157	46,033
Printing	3,784	5,002	4,008
Equipment	742	3,729	5,684
Telecommunications	34,051	31,379	40,410
Operation of auto equipment	26,176	28,813	29,709
Total expenditures	<u>3,574,650</u>	<u>3,710,052</u>	<u>3,946,502</u>
Lapsed Balances	<u>\$ 71,850</u>	<u>\$ 406,848</u>	<u>\$ 257,798</u>
<b>Division of Marketing and Promotion</b>			
Appropriations (net after transfers)	\$ 1,511,500	\$ 1,369,300	\$ 2,606,300
Expenditures:			
Personal services	456,425	565,463	608,079
State contribution	799	16,963	21,884
Retirement	71,969	50,183	62,764
Social security	32,753	42,005	45,261
Contractual services	9,297	11,198	11,182
Travel	5,649	7,100	6,859
Commodities	1,891	2,957	2,999
Printing	803	4,915	6,891
Equipment	5,125	3,986	-
Telecommunications	15,952	22,696	18,590
Operation of auto equipment	2,816	8,097	7,912
Ag Assembly Implementation	188	-	143,697
Agrifirst program	384,000	392,000	755,000
Aquaculture	200,000	-	-
Grape & wine	250,000	-	-
Total expenditures	<u>1,437,667</u>	<u>1,127,563</u>	<u>1,691,118</u>
Lapsed Balances	<u>\$ 73,833</u>	<u>\$ 241,737</u>	<u>\$ 915,182</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>Division of Weights and Measures</b>			
Appropriations (net after transfers)	\$ 909,821	\$ 1,185,600	\$ 1,162,200
Expenditures:			
Personal services	550,744	764,811	752,002
State contribution	2,220	27,204	29,914
Retirement	86,912	62,299	77,619
Social security	39,944	56,237	55,438
Contractual services	8,899	11,234	11,296
Travel	19,756	23,580	23,597
Commodities	2,443	3,863	3,998
Printing	6,435	7,927	8,296
Equipment	1,698	15,450	-
Telecommunications	6,578	8,047	8,083
Operation of auto equipment	24,213	50,335	50,390
Motor fuel and petroleum	60,008	80,757	23,988
Total expenditures	<u>809,850</u>	<u>1,111,744</u>	<u>1,044,621</u>
Lapsed Balances	<u>\$ 99,971</u>	<u>\$ 73,856</u>	<u>\$ 117,579</u>
<b>Division of Animal Industries</b>			
Appropriations (net after transfers)	\$ 5,050,957	\$ 5,672,400	\$ 5,819,005
Expenditures:			
Personal services	2,983,062	3,071,861	3,287,973
State contribution	3,557	81,262	122,385
Retirement	469,282	272,107	340,054
Social security	215,394	226,747	242,106
Contractual services	677,245	755,672	756,006
Travel	16,469	24,511	42,777
Commodities	388,496	436,497	436,237
Printing	11,455	7,524	8,058
Equipment	558	93,107	70,205
Telecommunications	53,097	61,921	58,179
Operation of auto equipment	55,600	61,255	43,721
Swine disease research	37,715	40,600	41,400
Biosecurity laboratory	-	-	250,505
Bovine disease research	17,860	19,200	19,600
Awards for destruction of livestock	-	246	64
Total expenditures	<u>4,929,790</u>	<u>5,152,510</u>	<u>5,719,270</u>
Lapsed Balances	<u>\$ 121,167</u>	<u>\$ 519,890</u>	<u>\$ 99,735</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
 Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>Division of Meat and Poultry Inspection</b>			
Appropriations (net after transfers)	\$ 3,433,707	\$ 3,594,800	\$ 3,424,400
Expenditures:			
Personal services	2,760,037	2,701,623	2,777,584
State contribution	2,906	77,127	109,424
Retirement	435,674	231,289	286,609
Social security	199,323	199,697	205,089
Travel	-	1,014	-
Commodities	82	66	82
Printing	98	-	-
Equipment	118	932	295
Telecommunications	10,790	11,297	11,286
Operation of auto equipment	11,560	11,995	12,203
Total expenditures	<u>3,420,588</u>	<u>3,235,040</u>	<u>3,402,572</u>
Lapsed Balances	<u>\$ 13,119</u>	<u>\$ 359,760</u>	<u>\$ 21,828</u>
<b>Division of Land and Water Resources</b>			
Appropriations (net after transfers)	\$ 5,940,300	\$ 6,187,800	\$ 6,472,000
Expenditures:			
Soil surveys in mapping Illinois soil	394,700	402,900	411,100
Grants to soil and water conservation districts - administration and expenses of water conservation district boards	<u>5,534,643</u>	<u>5,671,100</u>	<u>6,060,900</u>
Total expenditures	<u>5,929,343</u>	<u>6,074,000</u>	<u>6,472,000</u>
Lapsed Balances	<u>\$ 10,957</u>	<u>\$ 113,800</u>	<u>\$ -</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>Division of Environmental Programs</b>			
Appropriations (net after transfers)	\$ 1,484,200	\$ 1,784,100	\$ 1,724,900
Expenditures:			
Personal services	529,825	632,321	595,997
State contribution	-	20,855	23,841
Retirement	83,406	80,775	61,518
Social security	38,251	46,582	43,734
Contractual services	716	1,791	1,748
Travel	9,134	22,969	22,984
Commodities	527	781	781
Printing	65	869	993
Equipment	472	362	499
Telecommunications	6,702	12,499	12,159
Operation of auto equipment	3,935	8,500	8,571
Livestock management act	287,895	688,739	652,009
Exotic pest detection & eradication	228,149	232,468	216,730
Total expenditures	<u>1,189,077</u>	<u>1,749,511</u>	<u>1,641,564</u>
Lapsed Balances	<u>\$ 295,123</u>	<u>\$ 34,589</u>	<u>\$ 83,336</u>
<b>Division of Buildings and Grounds- Springfield</b>			
Appropriations (net after transfers)	\$ 6,044,716	\$ 6,656,400	\$ 6,792,000
Expenditures:			
Personal services	2,751,064	2,845,176	2,589,578
State contribution	2,915	68,859	81,881
Retirement	431,587	306,524	267,527
Social security	218,548	227,827	211,606
Contractual services	1,639,930	2,009,733	1,859,766
Fire protection	139,700	145,500	145,500
Commodities	64,198	82,443	82,460
Equipment	53,593	84,799	113,789
Telecommunications	57,883	68,092	54,912
Operation of auto equipment	6,298	15,250	16,520
Awards to livestock breeders	160,500	167,200	167,200
Awards and premiums at the Illinois State Fair	297,000	309,400	292,925
Horse racing at the Illinois State Fairgrounds	135,240	143,700	143,700
Total expenditures	<u>5,958,456</u>	<u>6,474,503</u>	<u>6,027,364</u>
Lapsed Balances	<u>\$ 86,260</u>	<u>\$ 181,897</u>	<u>\$ 764,636</u>

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Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>Division of Buildings and Grounds - DuQuoin</b>			
Appropriations (net after transfers)	\$ 2,123,007	\$ 1,887,537	\$ 1,831,816
Expenditures:			
Personal services	1,061,100	1,060,195	1,065,797
State contribution	735	19,887	29,279
Retirement	168,539	105,997	110,008
Social security	85,106	79,920	80,775
Contractual services	603,377	329,300	329,300
Travel	6,560	2,287	3,844
Commodities	67,200	63,000	20,337
Equipment	70,072	102,900	96,246
Telecommunications	50,302	17,600	17,600
Operation of auto equipment	7,100	12,400	12,400
Total expenditures	<u>2,120,091</u>	<u>1,793,486</u>	<u>1,765,586</u>
Lapsed Balances	<u>\$ 2,916</u>	<u>\$ 94,051</u>	<u>\$ 66,230</u>
<b>Division of DuQuoin State Fair</b>			
Appropriations (net after transfers)	\$ 1,413,845	\$ 1,574,463	\$ 1,523,884
Expenditures:			
Personal services	245,292	315,438	299,588
State contribution	64	344	5,079
Retirement	39,315	35,586	31,006
Social security	19,422	25,029	23,298
Contractual service	414,157	425,600	426,046
Travel	2,187	5,793	5,800
Commodities	22,800	24,063	21,170
Printing	5,270	8,400	8,802
Equipment	1,245	6,800	6,622
Telecommunications	33,200	34,600	34,600
Operation of auto equipment	1,000	2,100	2,100
Entertainment at DuQuoin Fair	460,400	479,600	479,600
Awards & premiums at the DuQuoin State Fair	139,200	145,000	145,000
Harness racing at DuQuoin State Fair	29,500	30,700	30,700
Total expenditures	<u>1,413,052</u>	<u>1,539,053</u>	<u>1,519,411</u>
Lapsed Balances	<u>\$ 793</u>	<u>\$ 35,410</u>	<u>\$ 4,473</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
 Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>Division of County Fair and Horseracing</b>			
Appropriations (net after transfers)	\$ 666,000	\$ 693,700	\$ 1,654,400
Expenditures:			
County fairs for premiums and rehab	666,000	679,800	693,700
Promotion of Illinois horse racing & breeding	-	-	957,953
Total expenditures	<u>666,000</u>	<u>679,800</u>	<u>1,651,653</u>
Lapsed Balances	<u>\$ -</u>	<u>\$ 13,900</u>	<u>\$ 2,747</u>
<b>GENERAL REVENUE TOTALS</b>			
Appropriations (net after transfer)	\$ 40,509,520	\$ 45,273,735	\$ 51,797,605
Total Expenditures	<u>39,209,047</u>	<u>42,815,075</u>	<u>48,906,531</u>
Lapsed Balances	<u>\$ 1,300,473</u>	<u>\$ 2,458,660</u>	<u>\$ 2,891,074</u>
<b><u>AGRICULTURE LAB SERVICE REVOLVING FUND - 0024</u></b>			
<b>Division of Animal Industries</b>			
Appropriations	\$ 700,000	\$ 700,000	\$ 700,000
Expenditures:			
Animal disease lab act	699,993	699,780	699,622
Total expenditures	<u>699,993</u>	<u>699,780</u>	<u>699,622</u>
Lapsed Balances	<u>\$ 7</u>	<u>\$ 220</u>	<u>\$ 378</u>
<b>AGRICULTURE LAB SERVICE REVOLVING FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 700,000	\$ 700,000	\$ 700,000
Total Expenditures	<u>699,993</u>	<u>699,780</u>	<u>699,622</u>
Lapsed Balances	<u>\$ 7</u>	<u>\$ 220</u>	<u>\$ 378</u>

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Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>AGRICULTURE PREMIUM FUND - 0045</b>			
<b>Division of Administrative Services</b>			
Appropriations (net after transfers)	\$ 11,370,000	\$ 10,321,700	\$ 10,865,000
Expenditures:			
Deposit into COOP extension service	11,142,600	10,115,300	9,905,550
Total Expenditures	11,142,600	10,115,300	9,905,550
Lapsed Balances	\$ 227,400	\$ 206,400	\$ 959,450
<b>Division of Computer Service</b>			
Appropriations (net after transfers)	\$ 271,370	\$ 349,723	\$ 1,059,100
Expenditures:			
Personal services	159,412	171,970	123,818
State contribution	2,625	3,856	4,956
Retirement	25,708	23,133	12,787
Social security	11,878	12,781	9,254
Contractual services	44,492	107,023	140,513
Equipment	18,320	6,200	131,265
Telecommunications	5,000	18,392	18,400
Total expenditures	267,435	343,355	440,993
Lapsed Balances	\$ 3,935	\$ 6,368	\$ 618,107
<b>Division of Marketing and Promotion</b>			
Appropriations (net after transfers)	\$ 2,246,000	\$ 2,096,000	\$ 2,096,000
Expenditures:			
Expenses connected with promotion of agricultural exports	1,777,628	1,583,683	1,921,472
Biotechnology promotion & development	-	-	71,078
Viticulturist	150,000	-	-
Total expenditures	1,927,628	1,583,683	1,992,550
Lapsed Balances	\$ 318,372	\$ 512,317	\$ 103,450

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	2005 <u>PA 93-0842</u>	2004 <u>PA 93-091</u>	2003 <u>PA 92-0538</u>
<b>Division of Land and Water Resources</b>			
Appropriations (net after transfers)	\$ 1,233,900	\$ 1,346,500	\$ 1,368,800
Expenditures:			
Personal services	793,337	879,669	914,489
State contribution	14,691	22,822	33,389
Retirement	127,860	118,287	94,432
Social security	58,913	65,609	68,175
Contractual services	100,780	101,382	103,276
Travel	7,291	20,577	13,744
Commodities	4,643	6,541	4,463
Printing	3,096	4,124	1,881
Equipment	2,587	23,788	24,575
Telecommunications	13,878	19,159	20,126
Operation of auto equipment	11,862	16,007	8,071
Ordinary and contingent expenses of the Natural Resources Advisory Board	-	-	-
	<u>1,135</u>	<u>1,590</u>	<u>1,265</u>
Total expenditures	<u>1,140,073</u>	<u>1,279,555</u>	<u>1,287,886</u>
Lapsed Balances	<u>\$ 93,827</u>	<u>\$ 66,945</u>	<u>\$ 80,914</u>
<b>Division of Buildings and Grounds - Springfield</b>			
Appropriations (net after transfers)	\$ 600,000	\$ 600,000	\$ 600,000
Expenditures:			
Various projects at state fairground	599,996	599,991	488,399
Total expenditures	<u>599,996</u>	<u>599,991</u>	<u>488,399</u>
Lapsed Balances	<u>\$ 4</u>	<u>\$ 9</u>	<u>\$ 111,601</u>
<b>Division of Buildings and Grounds - DuQuoin</b>			
Appropriations (net after transfers)	\$ 675,000	\$ 575,000	\$ 525,000
Expenditures:			
Financial assistance for the DuQuoin State Fair	449,787	300,777	207,666
Permanent improvement - lump sum	224,999	224,995	225,000
Total expenditures	<u>674,786</u>	<u>525,772</u>	<u>432,666</u>
Lapsed Balances	<u>\$ 214</u>	<u>\$ 49,228</u>	<u>\$ 92,334</u>

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Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>Division of DuQuoin State Fair</b>			
Appropriations (net after transfers)	\$ 455,200	\$ 455,200	\$ 455,200
Expenditures:			
Financial assistance	455,200	455,200	455,175
Total expenditures	<u>455,200</u>	<u>455,200</u>	<u>455,175</u>
Lapsed Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25</u>
<b>Division of County Fair and Horseracing</b>			
Appropriations (net after transfers)	\$ 6,372,525	\$ 6,406,900	\$ 6,701,400
Expenditures:			
Personal services	145,822	191,357	190,609
State contribution	-	-	6,085
Retirement	23,502	25,733	19,678
Social security	12,441	14,144	14,192
Contractual services	25,458	6,234	5,937
Travel	511	1,712	761
Commodities	1,710	1,124	1,332
Printing	1,097	2,081	649
Equipment	-	10,000	11,300
Telecommunications	2,338	3,317	3,260
Operation of auto equipment	2,662	2,953	2,782
Distribution to encourage and aid county	2,103,178	2,126,000	2,209,100
Premiums to agricultural extension or 4-H	746,760	746,800	762,000
Premiums to vocational agriculture fairs	175,910	175,900	179,500
Rehabilitation of county fairgrounds	2,549,960	2,585,845	2,686,589
County fair incentive grants	-	-	41,911
Horse racing county/state fair	404,740	405,384	424,999
Total expenditures	<u>6,196,089</u>	<u>6,298,584</u>	<u>6,560,684</u>
Lapsed Balances	<u>\$ 176,436</u>	<u>\$ 108,316</u>	<u>\$ 140,716</u>
<b>AGRICULTURE PREMIUM FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 23,223,995	\$ 22,151,023	\$ 23,670,500
Total Expenditures	<u>22,403,807</u>	<u>21,201,440</u>	<u>21,563,903</u>
Lapsed Balances	<u>\$ 820,188</u>	<u>\$ 949,583</u>	<u>\$ 2,106,597</u>

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Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>CAPITAL DEVELOPMENT FUND - 0141</b>			
Division of Land and Water Resources			
Appropriations (net after transfers)	\$ -	\$ 2,612,500	\$ 2,750,000
Expenditures:			
Conservation 2000 project fund	-	-	2,750,000
Total expenditures	-	-	2,750,000
Lapsed Balances	\$ -	\$ 2,612,500	\$ -
<b>CAPITAL DEVELOPMENT FUND TOTALS</b>			
Appropriations (net after transfer)	\$ -	\$ 2,612,500	\$ 2,750,000
Total Expenditures	-	-	2,750,000
Lapsed Balances	\$ -	\$ 2,612,500	\$ -
<b>WEIGHTS AND MEASURES FUND - 0163</b>			
Bureau of Weights and Measurements			
Appropriations (net after transfers)	\$ 2,351,000	\$ 2,694,700	\$ 2,637,200
Expenditures:			
Personal services	1,023,679	937,593	1,138,200
State contribution	25,150	27,510	40,546
Retirement	164,903	126,036	117,508
Social security	75,762	69,663	84,256
Group Insurance	287,993	200,477	214,700
Contractual services	98,008	135,951	98,630
Travel	41,854	69,884	72,283
Commodities	13,071	9,851	17,121
Printing	3,365	4,224	5,228
Equipment	220,778	9,899	29,775
Telecommunications	9,432	12,697	15,676
Operation of auto equipment	138,406	154,168	155,147
Total expenditures	2,102,401	1,757,953	1,989,070
Lapsed Balances	\$ 248,599	\$ 936,747	\$ 648,130

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 Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>WEIGHTS AND MEASUREMENTS FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 2,351,000	\$ 2,694,700	\$ 2,637,200
Total Expenditures	<u>2,102,401</u>	<u>1,757,953</u>	<u>1,989,070</u>
Lapsed Balances	<u>\$ 248,599</u>	<u>\$ 936,747</u>	<u>\$ 648,130</u>
<b><u>FAIR AND EXPOSITION FUND - 0245</u></b>			
<b>Division of County Fairs and Horseracing</b>			
Appropriations (net after transfers)	\$ 1,357,400	\$ 1,357,400	\$ 1,428,900
Expenditures:			
Distribution to county fairs and fair and Expositions authorities	<u>1,330,252</u>	<u>1,330,200</u>	<u>1,428,900</u>
Total expenditures	<u>1,330,252</u>	<u>1,330,200</u>	<u>1,428,900</u>
Lapsed Balances	<u>\$ 27,148</u>	<u>\$ 27,200</u>	<u>\$ -</u>
<b>FAIR AND EXPOSITION FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 1,357,400	\$ 1,357,400	\$ 1,428,900
Total Expenditures	<u>1,330,252</u>	<u>1,330,200</u>	<u>1,428,900</u>
Lapsed Balances	<u>\$ 27,148</u>	<u>\$ 27,200</u>	<u>\$ -</u>
<b><u>FERTILIZER CONTROL FUND - 0290</u></b>			
<b>Division of Agriculture Regulation</b>			
Appropriations (net after transfers)	\$ 450,000	\$ 450,000	\$ 525,000
Expenditures:			
Fertilizer research	<u>436,802</u>	<u>436,571</u>	<u>442,526</u>
Total expenditures	<u>436,802</u>	<u>436,571</u>	<u>442,526</u>
Lapsed Balances	<u>\$ 13,198</u>	<u>\$ 13,429</u>	<u>\$ 82,474</u>
<b>FERTILIZER CONTROL FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 450,000	\$ 450,000	\$ 525,000
Total Expenditures	<u>436,802</u>	<u>436,571</u>	<u>442,526</u>
Lapsed Balances	<u>\$ 13,198</u>	<u>\$ 13,429</u>	<u>\$ 82,474</u>
<b><u>USED TIRE MANAGEMENT FUND - 0294</u></b>			

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	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>Division of Environmental Programs</b>			
Appropriations (net after transfers)	\$ 40,000	\$ 40,000	\$ 40,000
Expenditures:			
Mosquito control	38,000	39,200	40,000
Total expenditures	38,000	39,200	40,000
Lapsed Balances	\$ 2,000	\$ 800	\$ -
<b>USED TIRE MANAGEMENT FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 40,000	\$ 40,000	\$ 40,000
Total Expenditures	38,000	39,200	40,000
Lapsed Balances	\$ 2,000	\$ 800	\$ -
<b>FEED CONTROL FUND - 0369</b>			
<b>Division of Agriculture Regulations</b>			
Appropriations (net after transfers)	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Expenditures:			
Agriculture industries regulation for feed control	965,442	881,140	807,021
Total expenditures	965,442	881,140	807,021
Lapsed Balances	\$ 34,558	\$ 118,860	\$ 192,979
<b>FEED CONTROL FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Total Expenditures	965,442	881,140	807,021
Lapsed Balances	\$ 34,558	\$ 118,860	\$ 192,979

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b><u>ILLINOIS STATE FAIR FUND - 438</u></b>			
Division of Buildings and Grounds - Springfield			
Appropriations (net after transfers)	\$ 5,430,000	\$ 5,830,000	\$ 6,400,900
Expenditures:			
ISF operations	3,541,011	3,633,907	-
Multi purpose outdoor theatre	458,232	1,027,272	1,259,167
Entertainment at state fair	-	-	3,920,617
Awards to livestock breeders	45,637	55,410	145,822
Awards and premiums at Illinois State Fair	171,407	168,344	421,858
Awards and premiums for grand circuit	48,412	49,400	79,400
Total expenditures	<u>4,264,699</u>	<u>4,934,333</u>	<u>5,826,864</u>
Lapsed Balances	<u>\$ 1,165,301</u>	<u>\$ 895,667</u>	<u>\$ 574,036</u>
<b>ILLINOIS STATE FAIR FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 5,430,000	\$ 5,830,000	\$ 6,400,900
Total Expenditures	<u>4,264,699</u>	<u>4,934,333</u>	<u>5,826,864</u>
Lapsed Balances	<u>\$ 1,165,301</u>	<u>\$ 895,667</u>	<u>\$ 574,036</u>
<b><u>AGRICULTURAL MARKETING SERVICES FUND -0439</u></b>			
Division of Marketing			
Appropriations (net after transfers)	\$ 4,000	\$ 4,000	\$ 12,000
Expenditures:			
Administering Illinois responsibilities under PL 733	3,922	3,915	8,303
Total expenditures	<u>3,922</u>	<u>3,915</u>	<u>8,303</u>
Lapsed Balances	<u>\$ 78</u>	<u>\$ 85</u>	<u>\$ 3,697</u>
<b>AGRICULTURAL MARKETING SERVICES FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 4,000	\$ 4,000	\$ 12,000
Total Expenditures	<u>3,922</u>	<u>3,915</u>	<u>8,303</u>
Lapsed Balances	<u>\$ 78</u>	<u>\$ 85</u>	<u>\$ 3,697</u>
<b><u>AGRICULTURAL MASTER FUND - 0440</u></b>			
Division of Weights and Measures			

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	2005 <u>PA 93-0842</u>	2004 <u>PA 93-091</u>	2003 <u>PA 92-0538</u>
Appropriations (net after transfers)	\$ 415,000	\$ 415,000	\$ 457,900
Expenditures:			
Enforcement of market resources	<u>409,467</u>	<u>351,792</u>	<u>387,278</u>
Total expenditures	<u>409,467</u>	<u>351,792</u>	<u>387,278</u>
Lapsed Balances	<u>\$ 5,533</u>	<u>\$ 63,208</u>	<u>\$ 70,622</u>
<b>AGRICULTURAL MASTER FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 415,000	\$ 415,000	\$ 457,900
Total Expenditures	<u>409,467</u>	<u>351,792</u>	<u>387,278</u>
Lapsed Balances	<u>\$ 5,533</u>	<u>\$ 63,208</u>	<u>\$ 70,622</u>
<b><u>WHOLESOME MEAT FUND - 0476</u></b>			
<b>Division of Administrative Services</b>			
Appropriations (net after transfers)	\$ 652,100	\$ 847,200	\$ 986,700
Expenditures:			
Personal services	341,041	433,468	592,222
State contribution	7,665	1,296	15,451
Retirement	55,053	58,832	61,146
Social security	25,261	32,714	43,225
Group insurance	101,849	75,838	45,029
Contractual services	16,429	39,274	20,155
Travel	-	734	3,450
Commodities	270	983	57
Printing	-	-	600
Equipment	17,655	6,109	1,691
Telecommunications	1,095	1,096	-
Operation of auto equipment	<u>-</u>	<u>1,100</u>	<u>-</u>
Total expenditures	<u>566,318</u>	<u>651,444</u>	<u>783,026</u>
Lapsed Balances	<u>\$ 85,782</u>	<u>\$ 195,756</u>	<u>\$ 203,674</u>

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Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 <u>PA 93-0842</u>	2004 <u>PA 93-091</u>	2003 <u>PA 92-0538</u>
<b>Division of Meat and Poultry Inspection</b>			
Appropriations (net after transfers)	\$ 4,430,400	\$ 4,438,000	\$ 4,710,400
Expenditures:			
Personal services	2,373,880	2,026,784	2,458,665
State contribution	61,198	69,346	81,810
Retirement	382,447	272,405	257,929
Social security	176,122	150,165	183,410
Group insurance	662,366	527,095	431,858
Contractual services	94,076	86,503	90,762
Travel	194,985	153,681	149,286
Commodities	16,522	14,079	13,212
Printing	1,858	2,546	1,052
Equipment	203,090	248,097	201,016
Telecommunications	55,828	57,187	57,980
Operation of auto equipment	128,979	107,836	104,455
Total expenditures	<u>4,351,351</u>	<u>3,715,724</u>	<u>4,031,435</u>
Lapsed Balances	<u>\$ 79,049</u>	<u>\$ 722,276</u>	<u>\$ 678,965</u>
<b>WHOLESOME MEAT FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 5,082,500	\$ 5,285,200	\$ 5,697,100
Total Expenditures	<u>4,917,669</u>	<u>4,367,168</u>	<u>4,814,461</u>
Lapsed Balances	<u>\$ 164,831</u>	<u>\$ 918,032</u>	<u>\$ 882,639</u>
<b><u>PESTICIDE CONTROL FUND - 0576</u></b>			
<b>Division of Environmental Programs</b>			
Appropriations (net after transfers)	\$ 2,363,300	\$ 2,450,000	\$ 2,450,000
Expenditures:			
Administration and Enforcement of Pesticide Act of 1979	<u>2,114,273</u>	<u>2,240,269</u>	<u>2,419,338</u>
Total expenditures	<u>2,114,273</u>	<u>2,240,269</u>	<u>2,419,338</u>
Lapsed Balances	<u>\$ 249,027</u>	<u>\$ 209,731</u>	<u>\$ 30,662</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
 Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 <u>PA 93-0842</u>	2004 <u>PA 93-091</u>	2003 <u>PA 92-0538</u>
<b>PESTICIDE CONTROL FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 2,363,300	\$ 2,450,000	\$ 2,450,000
Total Expenditures	<u>2,114,273</u>	<u>2,240,269</u>	<u>2,419,338</u>
Lapsed Balances	<u>\$ 249,027</u>	<u>\$ 209,731</u>	<u>\$ 30,662</u>
 <b><u>ILLINOIS RURAL REHABILITATION FUND - 0595</u></b>			
Division of Administrative Services			
Appropriations (net after transfers)	\$ 43,000	\$ 43,000	\$ 121,900
Expenditures:			
Administrative services	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>
Lapsed Balances	<u>\$ 23,000</u>	<u>\$ 23,000</u>	<u>\$ 101,900</u>
 <b>ILLINOIS RURAL REHABILITATION FUND TOTALS</b>			
Appropriations (net after transfer)	\$ 43,000	\$ 43,000	\$ 121,900
Total Expenditures	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>
Lapsed Balances	<u>\$ 23,000</u>	<u>\$ 23,000</u>	<u>\$ 101,900</u>
 <b><u>CONSERVATION 2000 FUND - 0608</u></b>			
Division of Land and Water Resources			
Appropriations (net after transfers)	\$ 4,700,000	\$ 5,700,000	\$ 6,000,000
Expenditures:			
Implement agriculture resource enhancement Programs	<u>1,999,982</u>	<u>5,585,999</u>	<u>5,714,214</u>
Total Expenditures	<u>1,999,982</u>	<u>5,585,999</u>	<u>5,714,214</u>
Lapsed Balances	<u>\$ 2,700,018</u>	<u>\$ 114,001</u>	<u>\$ 285,786</u>

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 Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>CONSERVATION 2000 FUND TOTALS</b>			
Appropriations (net after transfers)	\$ 4,700,000	\$ 5,700,000	\$ 6,000,000
Total expenditures	<u>1,999,982</u>	<u>5,585,999</u>	<u>5,714,214</u>
Lapsed Balances	<u>\$ 2,700,018</u>	<u>\$ 114,001</u>	<u>\$ 285,786</u>
<b><u>CONSERVATION 2000 PROJECTS FUND - 0609</u></b>			
Division of Land and Water			
Appropriations (net after transfers)	\$ -	\$ 2,612,500	\$ 2,750,000
Expenditures:			
Conservation practice cost share	<u>-</u>	<u>2,560,200</u>	<u>2,735,000</u>
Total expenditures	<u>-</u>	<u>2,560,200</u>	<u>2,735,000</u>
Lapsed Expenditures	<u>\$ -</u>	<u>\$ 52,300</u>	<u>\$ 15,000</u>
<b>CONSERVATION 2000 PROJECTS FUND TOTALS</b>			
Appropriations (net after transfers)	\$ -	\$ 2,612,500	\$ 2,750,000
Total expenditures	<u>-</u>	<u>2,560,200</u>	<u>2,735,000</u>
Lapsed Balances	<u>\$ -</u>	<u>\$ 52,300</u>	<u>\$ 15,000</u>
<b><u>ILLINOIS RACING QUARTERHORSE BREEDERS FUND - 0631</u></b>			
Division of County Fairs and Horseracing			
Appropriations (net after transfers)	\$ 71,200	\$ 71,200	\$ 75,000
Expenditures:			
Promotion of Illinois horse racing and breeding industry	<u>17,276</u>	<u>15,707</u>	<u>45,741</u>
Total expenditures	<u>17,276</u>	<u>15,707</u>	<u>45,741</u>
Lapsed Balances	<u>\$ 53,924</u>	<u>\$ 55,493</u>	<u>\$ 29,259</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
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	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>ILLINOIS RACING QUARTERHORSE BREEDERS FUND TOTALS</b>			
Appropriations (net after transfers)	\$ 71,200	\$ 71,200	\$ 75,000
Total expenditures	<u>17,276</u>	<u>15,707</u>	<u>45,741</u>
Lapsed Balances	<u>\$ 53,924</u>	<u>\$ 55,493</u>	<u>\$ 29,259</u>
<b><u>ILLINOIS AQUACULTURE DEVELOPMENT FUND - 0634</u></b>			
Division of Marketing			
Appropriations (net after transfers)	\$ -	\$ 950,000	\$ 1,000,000
Expenditures:			
Aquaculture coops grants	<u>-</u>	<u>931,000</u>	<u>1,000,000</u>
Total expenditures	<u>-</u>	<u>931,000</u>	<u>1,000,000</u>
Lapsed Balances	<u>\$ -</u>	<u>\$ 19,000</u>	<u>\$ -</u>
<b>ILLINOIS AQUACULTURE DEVELOPMENT FUND TOTALS</b>			
Appropriations (net after transfers)	\$ -	\$ 950,000	\$ 1,000,000
Total expenditures	<u>-</u>	<u>931,000</u>	<u>1,000,000</u>
Lapsed Balances	<u>\$ -</u>	<u>\$ 19,000</u>	<u>\$ -</u>
<b><u>AGRICULTURAL PESTICIDE CONTROL ACT FUND - 0689</u></b>			
Division of Environmental Protection			
Appropriations (net after transfers)	\$ 770,000	\$ 770,000	\$ 770,000
Expenditures:			
Pesticide enforcement programs	<u>652,778</u>	<u>121,384</u>	<u>140,528</u>
Total expenditures	<u>652,778</u>	<u>121,384</u>	<u>140,528</u>
Lapsed Balances	<u>\$ 117,222</u>	<u>\$ 648,616</u>	<u>\$ 629,472</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 <u>PA 93-0842</u>	2004 <u>PA 93-091</u>	2003 <u>PA 92-0538</u>
<b>AGRICULTURAL PESTICIDE CONTROL ACT FUND TOTALS</b>			
Appropriations (net after transfers)	\$ 770,000	\$ 770,000	\$ 770,000
Total expenditures	<u>652,778</u>	<u>121,384</u>	<u>140,528</u>
Lapsed Balances	<u>\$ 117,222</u>	<u>\$ 648,616</u>	<u>\$ 629,472</u>
<b><u>ILLINOIS STANDARDBRED BREEDERS FUND - 0708</u></b>			
Division of County Fairs and Horseracing			
Appropriations (net after transfers)	\$ 1,606,500	\$ 1,612,100	\$ 1,684,600
Expenditures:			
Personal services	76,851	76,920	76,548
State contribution	-	-	3,062
Retirement	10,664	10,345	7,901
Social security	6,577	5,849	6,649
Contractual services	20,599	6,939	22,272
Travel	2,604	2,488	1,471
Commodities	2,743	1,579	622
Printing	802	-	390
Operation of auto equipment	4,408	6,576	5,895
Grants and other purposes authorized in Section 31 of the Illinois Horse Racing Act of 1975, except administrative expense	<u>1,443,694</u>	<u>1,461,743</u>	<u>1,517,000</u>
Total expenditures	<u>1,568,942</u>	<u>1,572,439</u>	<u>1,641,810</u>
Lapsed Balances	<u>\$ 37,558</u>	<u>\$ 39,661</u>	<u>\$ 42,790</u>
<b>ILLINOIS STANDARDBRED BREEDERS FUND TOTALS</b>			
Appropriations (net after transfers)	\$ 1,606,500	\$ 1,612,100	\$ 1,684,600
Total expenditures	<u>1,568,942</u>	<u>1,572,439</u>	<u>1,641,810</u>
Lapsed Balances	<u>\$ 37,558</u>	<u>\$ 39,661</u>	<u>\$ 42,790</u>

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	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>ILLINOIS THOROUGHBRED BREEDERS FUND - 0709</b>			
Division of County Fairs and Horseracing			
Appropriations (net after transfers)	\$ 2,475,800	\$ 2,495,200	\$ 2,520,300
Expenditures:			
Personal services	289,557	277,588	296,052
State contribution	2,134	2,795	11,303
Retirement	44,269	37,308	30,560
Social security	22,997	20,756	23,919
Contractual services	35,031	9,088	28,164
Travel	1,962	860	3,588
Commodities	1,990	1,435	840
Printing	564	348	97
Equipment	4,730	18,929	23,431
Telecommunications	7,783	9,097	8,502
Operation of auto equipment	5,558	7,869	8,432
Grants and other purposes authorized in Section 30 of the Illinois Horse Racing Act of 1975, except administrative expense	1,963,857	1,979,000	2,041,494
Total expenditures	2,380,432	2,365,073	2,476,382
Lapsed Balances	\$ 95,368	\$ 130,127	\$ 43,918
<b>ILLINOIS THOROUGHBRED BREEDERS FUND TOTALS</b>			
Appropriations (net after transfers)	\$ 2,475,800	\$ 2,495,200	\$ 2,520,300
Total expenditures	2,380,432	2,365,073	2,476,382
Lapsed Balances	\$ 95,368	\$ 130,127	\$ 43,918
<b>AGRICULTURAL FEDERAL PROJECTS FUND - 0826</b>			
Division of Agriculture Regulation			
Appropriations (net after transfers)	\$ 100,000	\$ 100,000	\$ -
Expenditures:			
Various federal projects	87,706	7,869	-
Total expenditures	87,706	7,869	-
Lapsed Balances	\$ 12,294	\$ 92,131	\$ -

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	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b>Division of Marketing</b>			
Appropriations (net after transfers)	\$ 750,000	\$ 750,000	\$ 1,000,000
Expenditures:			
Various federal projects	14,348	349,555	564,958
Total expenditures	14,348	349,555	564,958
Lapsed Balances	<u>\$ 735,652</u>	<u>\$ 400,445</u>	<u>\$ 435,042</u>
<b>Division of Weights and Measures</b>			
Appropriations (net after transfers)	\$ 100,000	\$ 100,000	\$ 100,000
Expenditures:			
Various federal projects	96,947	-	6,037
Total expenditures	96,947	-	6,037
Lapsed Balances	<u>\$ 3,053</u>	<u>\$ 100,000</u>	<u>\$ 93,963</u>
<b>Division of Animal Industries</b>			
Appropriations (net after transfers)	\$ 1,285,000	\$ 1,285,000	\$ 300,000
Expenditures:			
Various federal projects	1,232,481	936,015	257,241
Total expenditures	1,232,481	936,015	257,241
Lapsed Balances	<u>\$ 52,519</u>	<u>\$ 348,985</u>	<u>\$ 42,759</u>
<b>Division of Land and Water Resources</b>			
Appropriations (net after transfers)	\$ 815,000	\$ 815,000	\$ 1,650,000
Expenditures:			
Various federal projects	52,135	260,178	263,963
Total expenditures	52,135	260,178	263,963
Lapsed Balances	<u>\$ 762,865</u>	<u>\$ 554,822</u>	<u>\$ 1,386,037</u>
<b>Division of Environmental Protection</b>			

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Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005 <u>PA 93-0842</u>	2004 <u>PA 93-091</u>	2003 <u>PA 92-0538</u>
Appropriations (net after transfers)	\$ 787,000	\$ 787,000	\$ 787,000
Expenditures:			
Various federal projects	<u>301,087</u>	<u>382,599</u>	<u>406,745</u>
Total expenditures	<u>301,087</u>	<u>382,599</u>	<u>406,745</u>
Lapsed Balances	<u>\$ 485,913</u>	<u>\$ 404,401</u>	<u>\$ 380,255</u>
<b>AGRICULTURAL FEDERAL PROJECTS FUND TOTALS</b>			
Appropriations (net after transfers)	\$ 3,837,000	\$ 3,837,000	\$ 3,837,000
Total expenditures	<u>1,784,704</u>	<u>1,936,216</u>	<u>1,498,944</u>
Lapsed Balances	<u>\$ 2,052,296</u>	<u>\$ 1,900,784</u>	<u>\$ 2,338,056</u>
<b>GRAND TOTAL - APPROPRIATED FUNDS:</b>			
Appropriations (net after transfers)	\$ 96,430,215	\$ 108,354,558	\$ 118,325,905
Total expenditures	<u>87,319,888</u>	<u>96,166,854</u>	<u>107,356,436</u>
Lapsed Balances	<u>\$ 9,110,327</u>	<u>\$ 12,187,704</u>	<u>\$ 10,969,469</u>
<b>NON-APPROPRIATED FUND TOTALS</b>			
<b><u>DUQUOIN FAIR HARNESS RACING TRUST FUND - 0098</u></b>			
Division of Buildings and Grounds - Springfield			
Expenditures:			
Prizes - Horse Race DuQuoin State Fair	<u>\$ -</u>	<u>\$ 164,542</u>	<u>\$ 427,019</u>
<b><u>AGRICHEMICAL INCIDENT RESPONSE FUND - 0153</u></b>			
Division of Environmental Programs			
Expenditures:			
Agrichemical pesticide contaminate	<u>\$ 51,151</u>	<u>\$ 38,723</u>	<u>\$ 109,464</u>
<b><u>GRAIN REGULATORY FUND - 0291</u></b>			
Division of Agriculture Regulation			
Expenditures:			
Operational costs - grain code	<u>\$ 41,761</u>	<u>\$ 11,070</u>	<u>\$ -</u>
<b><u>WHOLESALE MEAT FUND - 0476</u></b>			
Division of Meat and Poultry Inspection			
Return unused cash	<u>\$ -</u>	<u>\$ 39,666</u>	<u>\$ -</u>

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	2005 PA 93-0842	2004 PA 93-091	2003 PA 92-0538
<b><u>STATE CO OPERATIVE EXTENSION SERVICE FUND - 0602</u></b>			
Division of Administrative Services			
Expenditures:			
Transfer to University of Illinois	\$ 12,630,207	\$ 12,039,440	\$ 5,902,890
<b><u>WATERSHED PARK FUND - 0651</u></b>			
Division of Land and Water Resources			
Expenditures:			
Watershed park	\$ 353	\$ 38,365	\$ 23,242
<b><u>STATE FAIR PROMOTIONAL ACTIVITIES FUND - 0835</u></b>			
Division of County Fairs and Horseracing			
Expenditures:			
State fair	\$ 199,023	\$ 20,670	\$ 16,762
<b><i>GRAND TOTAL - NON-APPROPRIATED FUNDS:</i></b>			
Total Expenditures	\$ 12,922,495	\$ 12,352,476	\$ 6,479,377
<b>GRAND TOTAL - ALL FUNDS:</b>			
Total Expenditures	\$ 100,242,383	\$ 108,519,330	\$ 113,835,813
<b><u>STATE OFFICERS SALARIES</u></b>			
<b>GENERAL REVENUE FUND - 0001</b>			
(STATE COMPTROLLER)			
Appropriations (net of transfers)	\$ 209,300	\$ 209,300	\$ 209,300
Expenditures			
Director	113,200	113,200	65,997
Assistant Director	-	-	40,029
Total Expenditures	\$ 113,200	\$ 113,200	\$ 106,026
Lapsed Balances	\$ 96,100	\$ 96,100	\$ 103,274

Note: All data on this schedule has been taken from records of the Department and reconciled to the Comptroller records.

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SCHEDULE OF EFFICIENCY INITIATIVE PAYMENTS

	<u>FY05</u>	<u>FY04</u>
<b><u>Procurement Efficiency Initiative</u></b>		
General Revenue Fund-001		
Contractual Services	\$ -	\$ 269,032
Commodities	3,999	22,900
Equipment	-	25,368
Telecommunications Services	-	9,000
 Agricultural Premium Fund-045		
Contractual Services	-	8,200
 Weights and Measures Fund-163		
Equipment	-	5,200
 IL State Fair Fund-438		
Lump Sum	-	400,000
 Pesticide Control Fund-576		
Lump Sum	-	15,100
 IL Standardbred Breeders Fund-708		
Contractual Services	-	1,300
 IL Thoroughbred Breeders Fund-709		
Contractual Services	-	1,500
Sub-Total	<u>3,999</u>	<u>757,600</u>

**Information Technology Initiatives**

General Revenue Fund-001		
Personal Services	\$ -	\$ 90,300
Commodities	-	9,006
Telecommunications	9,478	25,000
Contractual Services	15,734	-
 Agricultural Premium Fund-045		
Equipment	9,260	6,200
Contractual Services	17,529	34,653
Telecommunications	-	13,400
Sub-Total	<u>52,001</u>	<u>178,559</u>

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SCHEDULE OF EFFICIENCY INITIATIVE PAYMENTS

	<u>FY05</u>	<u>FY04</u>
<u>Vehicle Fleet Initiatives</u>		
General Revenue Fund-001		
Operation of Automotive Equipment	\$ -	\$ 53,800
Agricultural Premium Fund-045		
Operation of Automotive Equipment	-	5,000
Weights and Measures Fund-163		
Operation of Automotive Equipment	-	41,553
Wholesome Meat Fund		
Operation of Automotive Equipment	-	1,100
IL Standardbred Breeders Fund-708		
Operation of Automotive Equipment	-	2,500
Sub-Total	<u>-</u>	<u>103,953</u>
Grand Total	<u>\$ 56,000</u>	<u>\$ 1,040,112</u>

Note: This schedule includes only those payments made pursuant to 30 ILCS 105/6p-5. Amounts were obtained from the Agency and reconciled to information from the Office of the Comptroller.

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COMPARATIVE SCHEDULE OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE (CASH BASIS) - LOCALLY HELD FUNDS  
For the Year Ended June 30, 2005  
(Expressed in Thousands)

Fund Number	Fund Name	Cash Balance July 1, 2004	Receipts	Disbursements	Cash Balance June 30, 2005
1112	Centennial Farm Signs	\$ 9	\$ 5	\$ 5	\$ 9
1113	County Fair, Colt Stakes, & Championship Purse Fund	2,001	1,811	2,083	1,729
1114	Ag Products Promotional	145	419	186	378
1115	Surety Bond Fund	33	1		34
1116	Grain Indemnity Fund	294	37	70	261
1218	Carcass Evaluation Fund	8	139	140	7
1232	European Office	1	-	1	-
1233	Hong Kong Office	8	23	29	2
1234	Ask Illinois First	4	-	-	4
1270	Canadian Office	1	-	-	1
1285	Il Agricultural Youth Institute	11	1	9	3
1335	Henry White Experimental Farm	5	13	18	-
1340	Agricultural Survey Fund	42	26	20	48
1350	State Fair Promotional Activities	34	159	161	32
1351	Zell Farm	17	22	-	39
<b>Total Locally Held Funds</b>		<u>\$ 2,613</u>	<u>\$ 2,656</u>	<u>\$ 2,722</u>	<u>\$ 2,547</u>

The European Office Fund # 1232 deposits are maintained outside of the State Treasury at Fortis Bank. The deposits are insured by depository insurance up to \$20,000 eurodollars.

The Hong Kong Office Fund # 1233 deposits are maintained outside of the State Treasury at Wells Fargo Bank and are uninsured and uncollateralized.

The Canadian Office Fund #1270 deposits are maintained outside of the State Treasury at the Bank of Montreal and are insured up to \$60,000.

All other Locally Held Fund monies are held in the Illinois Funds, administered by the Illinois State Treasurer. The Illinois Funds operates as a 2a7-like pool and thus reports all investments at amortized cost rather than market value. The fair value of the pool is the same as the value of the pool shares. The Treasurer's investment policies are governed by State statute. In addition, the Treasurer's Office has adopted its own investment practices that supplement the statutory requirement.

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COMPARATIVE SCHEDULE OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE (CASH BASIS) - LOCALLY HELD FUNDS  
 For the Year Ended June 30, 2004  
 (Expressed in Thousands)

Fund Number	Fund Name	Cash Balance July 1, 2003	Receipts	Disbursements	Cash Balance June 30, 2004
1112	Centennial Farm Signs	\$ 4	\$ 5	\$ -	\$ 9
1113	County Fair, Colt Stakes, & Championship Purse Fund	2,023	1,883	1,905	2,001
1114	Ag Products Promotional	504	280	639	145
1115	Surety Bond Fund	34	-	1	33
1116	Grain Indemnity Fund	2,361	1,495	3,562	294
1218	Carcass Evaluation Fund	5	147	144	8
1232	European Office	1	-	-	1
1233	Hong Kong Office	9	18	19	8
1234	Ask Illinois First	3	1	-	4
1270	Canadian Office	1	-	-	1
1285	Il Agricultural Youth Institute	12	6	7	11
1335	Henry White Experimental Farm	3	17	15	5
1340	Agricultural Survey Fund	38	18	14	42
1350	State Fair Promotional Activities	33	108	107	34
1351	Zell Farm	45	23	51	17
<b>Total Locally Held Funds</b>		<u>\$ 5,076</u>	<u>\$ 4,001</u>	<u>\$ 6,464</u>	<u>\$ 2,613</u>

The European Office Fund # 1232 deposits are maintained outside of the State Treasury at Fortis Bank. The deposits are insured by depository insurance up to \$20,000 eurodollars.

The Hong Kong Office Fund # 1233 deposits are maintained outside of the State Treasury at Wells Fargo Bank and are uninsured and uncollateralized.

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All other Locally Held Fund monies are held in the Illinois Funds, administered by the Illinois State Treasurer. The Illinois Funds operates as a 2a7-like pool and thus reports all investments at amortized cost rather than market value. The fair value of the pool is the same as the value of the pool shares. The Treasurer's investment policies are governed by State statute. In addition, the Treasurer's Office has adopted its own investment practices that supplement the statutory requirement.

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SCHEDULE OF CHANGES IN STATE PROPERTY

Year Ended June 30, 2005

	Equipment	Building	Land	Total
Balance per Department, Beginning	\$ 24,987,007	\$ 116,364,055	\$ 30,492,103	\$ 171,843,165
Additions	1,597,042	273,956	45,552	1,916,550
Deletions	135,193	43,585	-	178,778
Net Transfers	(843,778)	16,258,568	1,407,204	16,821,994
Balance per Department, Ending	<u>\$ 25,605,078</u>	<u>\$ 132,852,994</u>	<u>\$ 31,944,859</u>	<u>\$ 190,402,931</u>

Year Ended June 30, 2004

	Equipment	Building	Land	Total
Balance per Department, Beginning	\$ 25,358,330	\$ 114,948,000	29,763,511	\$ 170,069,841
Additions	926,315	281,545	-	1,207,860
Deletions	391,109	-	-	391,109
Net Transfers	(906,529)	1,134,510	728,592	956,573
Balance per Department, Ending	<u>\$ 24,987,007</u>	<u>\$ 116,364,055</u>	<u>\$ 30,492,103</u>	<u>\$ 171,843,165</u>

The data on this schedule was prepared from the Agency's records which have been reconciled to reports submitted to the Office of the State Comptroller.

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COMPARATIVE SCHEDULE OF RECEIPTS  
 Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005	2004	2003
<b><u>GENERAL REVENUE FUND - 0001</u></b>			
Agriculture Industry Regulation	\$ 1,210,242	\$ 1,040,024	\$ 959,947
Meat Poultry Livestock	261,088	256,199	317,267
Pesticide Products	736,175	711,300	-
Miscellaneous	5,630	444,741	10,936
<b>Total Fund 0001</b>	<b>\$ 2,213,135</b>	<b>\$ 2,452,264</b>	<b>\$ 1,288,150</b>
<b><u>AGRICULTURE LABORATORY</u></b>			
<b><u>SERVICES REVOLVING</u></b>			
<b><u>FUND - 0024</u></b>			
Laboratory Fees	\$ 910,034	\$ 778,021	\$ 662,393
<b>Total Fund 0024</b>	<b>\$ 910,034</b>	<b>\$ 778,021</b>	<b>\$ 662,393</b>
<b><u>AGRICULTURE PREMIUM</u></b>			
<b><u>FUND - 0045</u></b>			
Petty Cash	\$ -	\$ 500	\$ -
DuQuoin State Fair	1,500,415	1,334,739	1,187,588
<b>Total Fund 0045</b>	<b>\$ 1,500,415</b>	<b>\$ 1,335,239</b>	<b>\$ 1,187,588</b>
<b><u>WEIGHTS AND MEASURES</u></b>			
<b><u>FUND - 0163</u></b>			
W/M Fines	\$ 7,784	\$ -	\$ -
W/M Inspections	3,793,370	3,926,152	2,566,481
<b>Total Fund 0163</b>	<b>\$ 3,801,154</b>	<b>\$ 3,926,152</b>	<b>\$ 2,566,481</b>
<b><u>MOTOR FUEL AND PETROLEUM</u></b>			
<b><u>STANDARDS FUND - 0289</u></b>			
Fine/Penalty or Violation	\$ 2,550	\$ 700	\$ 1,840
<b>Total Fund 0289</b>	<b>\$ 2,550</b>	<b>\$ 700</b>	<b>\$ 1,840</b>
<b><u>FERTILIZER CONTROL FUND - 0290</u></b>			
Fertilizer Inspection Fund	\$ 570,087	\$ 466,870	\$ 438,721
<b>Total Fund 0290</b>	<b>\$ 570,087</b>	<b>\$ 466,870</b>	<b>\$ 438,721</b>
<b><u>GRAIN REGULATORY FUND - 291</u></b>			
<b>Total Fund 0291</b>	<b>\$ 114,225</b>	<b>\$ 110,500</b>	<b>\$ -</b>
<b><u>FEED CONTROL FUND - 0369</u></b>			
Feed Fund Manufacturer	\$ 1,007,840	\$ 965,396	\$ 797,721
<b>Total Fund 0369</b>	<b>\$ 1,007,840</b>	<b>\$ 965,396</b>	<b>\$ 797,721</b>
<b><u>LIVESTOCK MANAGEMENT FACILITIES</u></b>			
<b><u>FUND - 0430</u></b>			
Livestock Management Fund	\$ 22,710	\$ 20,320	\$ 26,490
<b>Total Fund 0430</b>	<b>\$ 22,710</b>	<b>\$ 20,320</b>	<b>\$ 26,490</b>
<b><u>ILLINOIS STATE FAIR FUND - 0438</u></b>			
Illinois State Fair	\$ 5,185,461	\$ 5,060,235	\$ 4,058,904
<b>Total Fund 0438</b>	<b>\$ 5,185,461</b>	<b>\$ 5,060,235</b>	<b>\$ 4,058,904</b>

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COMPARATIVE SCHEDULE OF RECEIPTS  
 Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005	2004	2003
<b><u>AGRICULTURAL MARKETING</u></b>			
<b><u>SERVICES FUND - 0439</u></b>			
US Department of Agriculture	\$ 4,625	\$ 2,775	\$ 3,700
<b>Total Fund 0439</b>	<b>\$ 4,625</b>	<b>\$ 2,775</b>	<b>\$ 3,700</b>
<b><u>AGRICULTURE MASTER FUND - 0440</u></b>			
Federal Government	\$ 21,546	\$ 18,491	\$ 9,572
Private Organization or Individual Donation	452,447	347,135	336,603
<b>Total Fund 0440</b>	<b>\$ 473,993</b>	<b>\$ 365,626</b>	<b>\$ 346,175</b>
<b><u>WHOLESOME MEAT FUND - 0476</u></b>			
US Department of Agriculture	\$ 593,988	\$ 3,247,591	\$ 4,385,640
Indirect Cost Reimbursement	4,485,108	771,616	844,081
<b>Total Fund 0476</b>	<b>\$ 5,079,096</b>	<b>\$ 4,019,207</b>	<b>\$ 5,229,721</b>
<b><u>PESTICIDE CONTROL FUND - 0576</u></b>			
Pesticide Products	\$ 2,896,347	\$ 2,926,455	\$ 2,102,835
<b>Total Fund 0576</b>	<b>\$ 2,896,347</b>	<b>\$ 2,926,455</b>	<b>\$ 2,102,835</b>
<b><u>ILLINOIS RURAL REHABILITATION</u></b>			
<b><u>FUND - 0595</u></b>			
Land Mortgage Payments	\$ 76,237	\$ 7,663	\$ 7,663
<b>Total Fund 0595</b>	<b>\$ 76,237</b>	<b>\$ 7,663</b>	<b>\$ 7,663</b>
<b><u>STATE COOPERATIVE EXTENSION</u></b>			
<b><u>SERVICE TRUST FUND - 0602</u></b>			
Transfer from GRF	\$ 1,514,785	\$ 1,927,000	\$ 3,209,600
Agricultural Premium	11,142,600	10,115,300	2,716,250
<b>Total Fund 0602</b>	<b>\$ 12,657,385</b>	<b>\$ 12,042,300</b>	<b>\$ 5,925,850</b>
<b><u>CONSERVATION 2000 PROJECTS</u></b>			
<b><u>FUND - 0609</u></b>			
CDB - Conservation 2000	\$ -	\$ -	\$ 5,500,000
<b>Total Fund 0609</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,500,000</b>
<b><u>ILLINOIS RACING QUARTERHORSE</u></b>			
<b><u>BREEDERS FUND - 0631</u></b>			
Quarterhorse breeders late filing fee	\$ 500	\$ 700	\$ 400
<b>Total Fund 631</b>	<b>\$ 500</b>	<b>\$ 700</b>	<b>\$ 400</b>
<b><u>WATERSHED PARK FUND - 0651</u></b>			
US Department of Agriculture	\$ -	\$ 25,000	\$ 25,000
Watershed Park private donation	45	1,600	25,749
<b>Total Fund 0651</b>	<b>\$ 45</b>	<b>\$ 26,600</b>	<b>\$ 50,749</b>
<b><u>AGRICULTURE PESTICIDE CONTROL</u></b>			
<b><u>ACT FUND - 0689</u></b>			
Environmental Protection	\$ 413,922	\$ 789,633	\$ 171,744
<b>Total Fund 0689</b>	<b>\$ 413,922</b>	<b>\$ 789,633</b>	<b>\$ 171,744</b>

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COMPARATIVE SCHEDULE OF RECEIPTS  
Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005	2004	2003
<b><u>ILLINOIS STANDARDBRED BREEDERS</u></b>			
<b><u>FUND - 0708</u></b>			
Standardbred late filing fee	\$ 4,550	\$ 3,300	\$ 4,250
<b>Total Fund 0708</b>	<b>\$ 4,550</b>	<b>\$ 3,300</b>	<b>\$ 4,250</b>
<b><u>ILLINOIS THOROUGHBRED BREEDERS</u></b>			
<b><u>FUND - 0709</u></b>			
Thoroughbred late filing fee	\$ 4,250	\$ 5,150	\$ 4,250
<b>Total Fund 0709</b>	<b>\$ 4,250</b>	<b>\$ 5,150</b>	<b>\$ 4,250</b>
<b><u>ILLINOIS ANIMAL ABUSE FUND - 744</u></b>			
Circuit Clerk	\$ -	\$ 3,398	\$ -
<b>Total Fund 0744</b>	<b>\$ -</b>	<b>\$ 3,398</b>	<b>\$ -</b>
<b><u>IL AGRIFIRST PROGRAM - 0754</u></b>			
AgriFirst Grant Repayment	\$ 84,778	\$ 142,987	\$ -
<b>Total Fund 0754</b>	<b>\$ 84,778</b>	<b>\$ 142,987</b>	<b>\$ -</b>
<b><u>AGRICULTURE FEDERAL PROJECTS</u></b>			
<b><u>FUND - 0826</u></b>			
Agriculture Federal Projects	\$ 2,647,987	\$ 838,246	\$ -
US Department of Agriculture	-	-	671,104
Gypsy Moth Slow the Spread	-	-	223,790
US Environmental Protection Agency	-	-	403,432
Pesticide Compact	-	-	14,810
<b>Total Fund 0826</b>	<b>\$ 2,647,987</b>	<b>\$ 838,246</b>	<b>\$ 1,313,136</b>
<b><u>STATE FAIR PROMOTIONAL</u></b>			
<b><u>ACTIVITIES FUND - 0835</u></b>			
Promotion Money for Illinois	\$ 27,283	\$ 14,169	\$ 20,542
<b>Total Fund 0835</b>	<b>\$ 27,283</b>	<b>\$ 14,169</b>	<b>\$ 20,542</b>
<b><u>CENTENNIAL FARM SIGNS FUND - 1112</u></b>			
Centennial Farm Signs	\$ 5,009	\$ 4,462	\$ 5,236
<b>Total Fund 1112</b>	<b>\$ 5,009</b>	<b>\$ 4,462</b>	<b>\$ 5,236</b>
<b><u>COUNTY FAIR, COLT STAKES &amp;</u></b>			
<b><u>CHAMPIONSHIP PURSE FUND - 1113</u></b>			
Licenses, Fees or Registrations	\$ 1,811,025	\$ 1,882,694	\$ 2,733,667
<b>Total Fund 1113</b>	<b>\$ 1,811,025</b>	<b>\$ 1,882,694</b>	<b>\$ 2,733,667</b>
<b><u>AGRICULTURAL PRODUCTS</u></b>			
<b><u>PROMOTIONAL FUND - 1114</u></b>			
Investment Income	\$ 5,797	\$ 4,280	\$ 5,483
Licenses, Fees or Registrations	406,660	275,982	362,836
Donations	6,783	-	14,375
<b>Total Fund 1114</b>	<b>\$ 419,240</b>	<b>\$ 280,262</b>	<b>\$ 382,694</b>

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COMPARATIVE SCHEDULE OF RECEIPTS  
 Fiscal Years Ended June 30, 2005, 2004 and 2003

	2005	2004	2003
<b><u>SURETY BOND FUND - 1115</u></b>			
Investment Income	\$ 674	\$ 307	\$ 455
<b>Total Fund 1115</b>	<b>\$ 674</b>	<b>\$ 307</b>	<b>\$ 455</b>
<b><u>GRAIN INDEMNITY TRUST</u></b>			
<b><u>FUND - 1116</u></b>			
Misc. Revenues	\$ 2,090	\$ 11,345	\$ 1,154,938
Auxiliary Enterprises	27,711	1,443,781	2,019,771
Investment Income	5,928	11,916	14,593
Fund transfers-in	1,445	28,000	800,000
<b>Total Fund 1116</b>	<b>\$ 37,174</b>	<b>\$ 1,495,042</b>	<b>\$ 3,989,302</b>
<b><u>CARCASS EVALUATION FUND -1218</u></b>			
Investment Income	\$ 296	\$ 185	\$ 21
Private Organization	138,922	147,171	88,641
<b>Total Fund 1218</b>	<b>\$ 139,218</b>	<b>\$ 147,356</b>	<b>\$ 88,662</b>
<b><u>HONG KONG OFFICE FUND - 1233</u></b>			
Licenses and Fees	\$ 22,619	\$ 18,097	\$ 21,910
<b>Total Fund 1233</b>	<b>\$ 22,619</b>	<b>\$ 18,097</b>	<b>\$ 21,910</b>
<b><u>ASK ILLINOIS FUND -1234</u></b>			
Licenses and Fees	\$ 432	\$ 928	\$ 1,077
<b>Total Fund 1234</b>	<b>\$ 432</b>	<b>\$ 928</b>	<b>\$ 1,077</b>
<b><u>CANADIAN OFFICE FUND -1270</u></b>			
Licenses and Fees	\$ -	\$ -	\$ 5,146
<b>Total Fund 1270</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,146</b>
<b><u>ILLINOIS AGRICULTURE YOUTH</u></b>			
<b><u>INSTITUTE FUND - 1285</u></b>			
Misc. Revenues	\$ 268	\$ 2,341	\$ 1,420
Private Organization	400	3,875	1,000
<b>Total Fund 1285</b>	<b>\$ 668</b>	<b>\$ 6,216</b>	<b>\$ 2,420</b>
<b><u>WHITE EXPERIMENTAL FARM</u></b>			
<b><u>FUND - 1335</u></b>			
Auxiliary Enterprises	\$ 13,045	\$ 14,953	\$ 14,938
Investment Income	164	2,064	75
<b>Total Fund 1335</b>	<b>\$ 13,209</b>	<b>\$ 17,017</b>	<b>\$ 15,013</b>
<b><u>AGRICULTURAL SURVEYS FUND - 1340</u></b>			
Misc. Revenues	\$ 26,112	\$ 17,377	\$ 38,364
<b>Total Fund 1340</b>	<b>\$ 26,112</b>	<b>\$ 17,377</b>	<b>\$ 38,364</b>
<b><u>STATE FAIR PROMOTIONAL</u></b>			
<b><u>ACTIVITIES FUND - 1350</u></b>			
Investment Income	\$ 1,017	\$ 444	\$ 840
Private Organizations	122,050	71,850	121,016
Misc. Revenues	36,000	36,000	36,000
<b>Total Fund 1350</b>	<b>\$ 159,067</b>	<b>\$ 108,294</b>	<b>\$ 157,856</b>

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COMPARATIVE SCHEDULE OF RECEIPTS  
Fiscal Years Ended June 30, 2005, 2004 and 2003

	<u>2005</u>	<u>2004</u>	<u>2003</u>
<u>ZELL FARM FUND - 1351</u>			
Auxiliary Enterprises	\$ 21,264	\$ 20,197	\$ 8,932
Investment Income	644	2,426	560
Total Fund 1351	<u>\$ 21,908</u>	<u>\$ 22,623</u>	<u>\$ 9,492</u>
<u>DEPARTMENT TOTALS</u>	<u>\$ 42,354,964</u>	<u>\$ 40,304,581</u>	<u>\$ 39,160,597</u>

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

	<u>2005</u>	<u>2004</u>
<b><u>GENERAL REVENUE FUND - 0001</u></b>		
Receipts per Department Records	\$ 2,213,135	\$ 2,452,264
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	32,943	32,747
Less deposits in transit, end of year	29,950	32,943
Deposits Recorded by the Comptroller	<u>\$ 2,216,128</u>	<u>\$ 2,452,068</u>
<b><u>AGRICULTURE LABORATORY</u></b>		
<b><u>SERVICES REVOLVING</u></b>		
<b><u>FUND - 0024</u></b>		
Receipts per Department Records	\$ 910,034	\$ 778,021
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	10,780	10,856
Less deposits in transit, end of year	13,490	10,780
Deposits Recorded by the Comptroller	<u>\$ 907,324</u>	<u>\$ 778,097</u>
<b><u>AGRICULTURE PREMIUM</u></b>		
<b><u>FUND - 0045</u></b>		
Receipts per Department Records	\$ 1,500,415	\$ 1,335,239
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	100,644	53,026
Less deposits in transit, end of year	32,718	100,644
Deposits Recorded by the Comptroller	<u>\$ 1,568,341</u>	<u>\$ 1,287,621</u>
<b><u>WEIGHTS AND MEASURES</u></b>		
<b><u>FUND - 0163</u></b>		
Receipts per Department Records	\$ 3,801,154	\$ 3,926,152
Prior Year adjustments	-	-
Plus deposits in transit, beginning of year	86,713	72,347
Less deposits in transit, end of year	73,794	86,713
Deposits Recorded by the Comptroller	<u>\$ 3,814,073</u>	<u>\$ 3,911,786</u>
<b><u>MOTOR FUEL AND PETROLEUM</u></b>		
<b><u>STANDARDS FUND - 0289</u></b>		
Receipts per Department Records	\$ 2,550	\$ 700
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	-	-
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ 2,550</u>	<u>\$ 700</u>
<b><u>FERTILIZER CONTROL FUND - 0290</u></b>		
Receipts per Department Records	\$ 570,087	\$ 466,870
Prior Year adjustments	-	-
Plus deposits in transit, beginning of year	1,136	168
Less deposits in transit, end of year	4,444	1,136
Deposits Recorded by the Comptroller	<u>\$ 566,779</u>	<u>\$ 465,902</u>

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

	<u>2005</u>	<u>2004</u>
<b><u>GRAIN REGULATORY FUND - 0291</u></b>		
Receipts per Department Records	\$ 114,225	\$ 110,500
Prior Year adjustments	-	-
Plus deposits in transit, beginning of year	1,300	-
Less deposits in transit, end of year	1,550	1,300
Deposits Recorded by the Comptroller	<u>\$ 113,975</u>	<u>\$ 109,200</u>
<b><u>FEED CONTROL FUND - 0369</u></b>		
Receipts per Department Records	\$ 1,007,840	\$ 965,396
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	1,864	1,572
Less deposits in transit, end of year	457	1,864
Deposits Recorded by the Comptroller	<u>\$ 1,009,247</u>	<u>\$ 965,104</u>
<b><u>LIVESTOCK MANAGEMENT FACILITIES FUND -0430</u></b>		
Receipts per Department Records	\$ 22,710	\$ 20,320
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	310	570
Less deposits in transit, end of year	250	310
Deposits Recorded by the Comptroller	<u>\$ 22,770</u>	<u>\$ 20,580</u>
<b><u>ILLINOIS STATE FAIR FUND - 0438</u></b>		
Receipts per Department Records	\$ 5,185,461	\$ 5,060,235
Prior Year adjustments	-	-
Plus deposits in transit, beginning of year	217,696	148,731
Less deposits in transit, end of year	393,289	217,696
Deposits Recorded by the Comptroller	<u>\$ 5,009,868</u>	<u>\$ 4,991,270</u>
<b><u>AGRICULTURAL MARKETING SERVICES FUND - 0439</u></b>		
Receipts per Department Records	\$ 4,625	\$ 2,775
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	-	-
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ 4,625</u>	<u>\$ 2,775</u>
<b><u>AGRICULTURE MASTER FUND - 0440</u></b>		
Receipts per Department Records	\$ 473,993	\$ 365,626
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	2,615	1,150
Less deposits in transit, end of year	1,927	2,615
Deposits Recorded by the Comptroller	<u>\$ 474,681</u>	<u>\$ 364,161</u>

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

	<u>2005</u>	<u>2004</u>
<b><u>WHOLESOME MEAT FUND - 0476</u></b>		
Receipts per Department Records	\$ 5,079,096	\$ 4,019,207
Prior Year adjustment	-	-
Plus deposits in transit, beginning of year	-	-
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ 5,079,096</u>	<u>\$ 4,019,207</u>
<b><u>PESTICIDE CONTROL FUND - 0576</u></b>		
Receipts per Department Records	\$ 2,896,347	\$ 2,926,455
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	18,486	14,537
Less deposits in transit, end of year	12,491	18,486
Deposits Recorded by the Comptroller	<u>\$ 2,902,342</u>	<u>\$ 2,922,506</u>
<b><u>ILLINOIS RURAL REHABILITATION FUND - 0595</u></b>		
Receipts per Department Records	\$ 76,237	\$ 7,663
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	-	-
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ 76,237</u>	<u>\$ 7,663</u>
<b><u>STATE COOPERATIVE EXTENSION SERVICE TRUST FUND - 602</u></b>		
Receipts per Department Records	\$ 12,657,385	\$ 12,042,300
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	-	-
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ 12,657,385</u>	<u>\$ 12,042,300</u>
<b><u>ILLINOIS RACING QUARTERHORSE BREEDERS FUND - 0631</u></b>		
Receipts per Department Records	\$ 500	\$ 700
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	-	-
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ 500</u>	<u>\$ 700</u>
<b><u>WATERSHED PARK FUND - 0651</u></b>		
Receipts per Department Records	\$ 45	\$ 26,600
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	-	-
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ 45</u>	<u>\$ 26,600</u>

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

	<u>2005</u>	<u>2004</u>
<b><u>AGRICULTURE PESTICIDE CONTROL</u></b>		
<b><u>ACT FUND - 689</u></b>		
Receipts per Department Records	\$ 413,922	\$ 789,633
Prior Year adjustment	-	-
Plus deposits in transit, beginning of year	-	-
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ 413,922</u>	<u>\$ 789,633</u>
<b><u>ILLINOIS STANDARD BRED BREEDERS</u></b>		
<b><u>FUND - 0708</u></b>		
Receipts per Department Records	\$ 4,550	\$ 3,300
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	-	300
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ 4,550</u>	<u>\$ 3,600</u>
<b><u>ILLINOIS THOROUGHBRED BREEDERS</u></b>		
<b><u>FUND - 0709</u></b>		
Receipts per Department Records	\$ 4,250	\$ 5,150
Prior Year adjustment	-	-
Plus deposits in transit, beginning of year	-	-
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ 4,250</u>	<u>\$ 5,150</u>
<b><u>IL ANIMAL ABUSE FUND - 0744</u></b>		
Receipts per Department Records	\$ -	\$ 3,398
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	-	-
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ -</u>	<u>\$ 3,398</u>
<b><u>IL AGRIFIRST PROGRAM FUND - 0754</u></b>		
Receipts per Department Records	\$ 84,778	\$ 142,987
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	-	-
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ 84,778</u>	<u>\$ 142,987</u>
<b><u>AGRICULTURE FEDERAL PROJECTS</u></b>		
<b><u>FUND - 0826</u></b>		
Receipts per Department Records	\$ 2,647,987	\$ 838,246
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	-	87,364
Less deposits in transit, end of year	-	-
Deposits Recorded by the Comptroller	<u>\$ 2,647,987</u>	<u>\$ 925,610</u>

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

	<u>2005</u>	<u>2004</u>
<b><u>STATE FAIR PROMOTIONAL</u></b>		
<b><u>ACTIVITIES FUND - 0835</u></b>		
Receipts per Department Records	\$ 27,283	\$ 14,169
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	-	-
Less deposits in transit, end of year	2,280	-
Deposits Recorded by the Comptroller	<u>\$ 25,003</u>	<u>\$ 14,169</u>
<b><u>DEPARTMENT TOTALS</u></b>		
Receipts per Department Records	\$ 39,698,609	\$ 36,303,906
Prior year adjustments	-	-
Plus deposits in transit, beginning of year	474,487	423,368
Less deposits in transit, end of year	566,640	474,487
Deposits Recorded by the Comptroller	<u>\$ 39,606,456</u>	<u>\$ 36,252,787</u>

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ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES

Code	Object of Expenditure	FY05	FY04	Change between FY05 and FY04		
				Amount	%	
1120	REGULAR POSITIONS	\$ 21,123,001	\$ 21,995,122	\$ (872,121)	-3.97%	
1129	STATE PAID RETIREMENT CONTRIBUTIONS	132,829	569,717	(436,888)	-76.69%	1
1161	STATE EMPLOYEE RETIREMENT	3,344,187	2,272,100	1,072,087	47.18%	2
1170	SOC SEC/MEDICARE CONTRIBUTIONS	1,569,035	1,643,464	(74,429)	-4.53%	
1180	EMPLOYER CONTRIBUTION GROUP INSURANCE	1,052,208	803,410	248,798	30.97%	3
1200	CONTRACTUAL SERVICES	4,014,354	4,385,745	(371,391)	-8.47%	
1257	FIRE PROTECTION SERVICES	139,700	145,500	(5,800)	-3.99%	
1290	TRAVEL	561,850	596,671	(34,821)	-5.84%	
1300	COMMODITIES	650,445	730,718	(80,273)	-10.99%	
1302	PRINTING	49,219	63,759	(14,540)	-22.80%	4
1500	EQUIPMENT	693,128	767,094	(73,966)	-9.64%	
1700	TELECOMMUNICATION	434,558	491,460	(56,902)	-11.58%	
1800	OPERATION OF AUTO EQUIPMENT	436,006	506,557	(70,551)	-13.93%	
1900	LUMP SUMS AND OTHER PURPOSES	14,848,075	14,887,118	(39,043)	-0.26%	
1993	INTERFUND CASH TRANSFERS	25,287,592	24,081,740	1,205,852	5.01%	
4400	AWARDS AND GRANTS - LUMP SUM	25,071,649	33,706,842	(8,635,193)	-25.62%	5
6900	PERMANENT IMPROVEMENT-LUMP SUM	824,995	824,985	10	0.00%	
9934	REFUNDS OF FEDERAL GRANTS	9,549	47,321	(37,772)	-79.82%	6
		<u>\$ 100,242,380</u>	<u>\$ 108,519,323</u>			

Note: The above expenditure summary was prepared from State Comptroller reports and includes expenditures from appropriated and non-appropriated accounts.

Department personnel explained variations of more than 20% and \$10,000 from FY04 as follows:

- 1 On July 1, 2003, the 4% pension pick-up previously paid by the state for employees was dropped by the state and picked up by the employees. Union employees began paying 2 of their 4% on January 1, 2005; they will begin paying the other 2% on January 1, 2006.
- 2 The rate for retirement increased from 13.439% in FY04 to 16.107% in FY05.
- 3 The cost of health insurance increases substantially every year; the budget assumption for FY04 was \$11,000 per employee; for FY05 \$12,000 per employee; and for FY06 \$13,800 per employee. Also, GRF reductions each year cost the agency more for health insurance. The agency is forced to pay more employees from other funds, which requires the agency to also pay health insurance.
- 4 Total appropriation in FY05 was less than FY04, and the agency was much more frugal about printing.
- 5 The agency continued its efforts to reduce spending in this area based upon a directive received from the Governor in FY 03 to reduce spending and place funds in reserve for further review of the necessity of such spending.
- 6 There was a refund in FY04 to the federal government for overdraws on the Wholesome Meat Fund. This is not an every year occurrence and the amount will vary.

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ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES

Code	Object of Expenditure	FY04	FY03	Change between FY04 and FY03	
				Amount	%
1120	REGULAR POSITIONS	\$ 21,995,122	\$ 23,287,949	\$ (1,292,827)	-5.55%
1129	STATE PAID RETIREMENT CONTRIBUTIONS	569,717	827,453	(257,736)	-31.15% 1
1161	STATE EMPLOYEE RETIREMENT	2,272,100	2,409,110	(137,010)	-5.69%
1170	SOC SEC/MEDICARE CONTRIBUTIONS	1,643,464	1,743,055	(99,591)	-5.71%
1180	EMPLOYER CONTRIBUTION GROUP INSURANCE	803,410	691,586	111,824	16.17%
1200	CONTRACTUAL SERVICES	4,385,745	4,272,535	113,210	2.65%
1257	FIRE PROTECTION SERVICES	145,500	145,500	0	0.00%
1290	TRAVEL	596,671	618,621	(21,950)	-3.55%
1300	COMMODITIES	730,718	697,533	33,185	4.76%
1302	PRINTING	63,759	68,831	(5,072)	-7.37%
1500	EQUIPMENT	767,094	825,375	(58,281)	-7.06%
1700	TELECOMMUNICATION	491,460	481,240	10,220	2.12%
1800	OPERATION OF AUTO EQUIPMENT	506,557	479,244	27,313	5.70%
1900	LUMP SUMS AND OTHER PURPOSES	14,887,118	17,011,996	(2,124,878)	-12.49%
1993	INTERFUND CASH TRANSFERS	24,081,740	21,768,040	2,313,700	10.63%
4400	AWARDS AND GRANTS	33,706,843	37,783,857	(4,077,014)	-10.79%
6900	PERMANENT IMPROVEMENT-LUMP SUM	824,985	713,399	111,586	15.64%
9934	REFUNDS OF FEDERAL GRANTS	47,321	10,489	36,832	351.15% 2
		<u>\$ 108,519,324</u>	<u>\$ 113,835,813</u>		

Note: The above expenditure summary was prepared from State Comptroller reports and includes expenditures from appropriated and non-appropriated accounts.

Department personnel explained variations of more than 20% and \$10,000 from FY03 as follows:

- 1 On July 1, 2003, the 4% pension pick-up previously paid by the state for employees was dropped by the state and picked up by the employees. Union employees began paying 2 of their 4% on January 1, 2005; they will begin paying the other 2% on January 1, 2006.
- 2 This is a refund to the federal government for overdraws on the Wholesome Meat Fund. This is not an every year occurrence and the amount will vary.

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**ANALYSIS IF SIGNIFICANT VARIATIONS IN RECEIPTS**

The comparative schedule of cash receipts presents detailed information for the three years ended June 30, 2005.

Department personnel explained variations of more than 20% and \$10,000 from 2003 to 2004 and from 2004 to 2005.

*001 – General Revenue – Pesticide Products*

The increase from FY03 to FY04 results from an increase in the pesticide product registration and company registration fees with a portion of those fees being deposited in GRF per statutory change.

*001 – General Revenue – Miscellaneous*

The increase from FY03 to FY04 results from the agency having excess cash in its locally held funds which resulted in this excess cash being deposited in GRF during FY04.

*163 – Weights & Measures*

The increase from FY03 to FY04 is due to a fee increase effective at the beginning of FY04, which increased revenue received. Approximately 8,000 more device inspections were conducted in FY04 than in FY03, which also increased the revenue received.

*290 – Fertilizer Control Fund*

The increase from FY04 to FY05 is due to fertilizer tonnage and registration fee increases that went into effect July 1, 2003. FY04 had one reporting period (6 months) of increased tonnage and registration fees. FY05 had 2 reporting periods (12 months) of increased tonnage and registration fees.

*291 – Grain Regulatory*

This fund was not created until FY04 therefore no deposits were made prior to that time.

*369 – Feed Control Fund*

The increase from FY03 to FY04 is due to fees increased July 1, 2003 for feed licenses, tonnage and pet food registration. Tonnage fees are paid at the end of each six-month period. FY04 had one reporting period (6 months) of increased tonnage fees paid. FY05 had 2 reporting periods (12 months) of increased tonnage fees paid. FY04 also reflects the beginning of license and registration fee increases.

*438 – Illinois State Fair*

The increase from FY03 to FY04 is due to increased non-fair revenue from aggressive marketing of the fairgrounds, space rental increases due to a change in how percentages are calculated, increased mega pass fees and increased sponsorships.

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**ANALYSIS IF SIGNIFICANT VARIATIONS IN RECEIPTS**

*440 - Master Fund*

The increase from FY04 to FY05 was caused by an increase of fees that went into effect February 1, 2005 and shortly thereafter Easter Holiday is a big month for eggs and the increase was in effect.

*476 - Wholesome Meat Fund*

The decrease from FY03 to FY04 was caused by a huge decrease of the Indirect Rate (34% to 26%) and less personnel services costs from the early retirement on 12/31/02. The increase from FY04 to FY05 was caused by the Indirect Rate leveling back up and staffing level back up to levels before the early retirement.

*576 - Pesticide Control Fund*

The increase from FY03 to FY04 is due to an increase in the pesticide product registration and company registration fees, which were effective January 1, 2004 (product registration fee went from \$100 to \$200 per product and the company registration fee went from \$250 to \$400 per company). *Please note that portions of these increases went to the General Revenue Fund as well as the state pesticide control fund.*

*595 - Illinois Rural Rehabilitation Fund*

The increase from FY04 to FY05 is due to the remaining loan being paid off.

*602 - State Cooperative Extension Fund*

The increase in FY03-04 is due to the return of historical levels of transfers being made into the fund after the fiscal crisis of 2003.

*609 - Conservation 2000 Projects Fund*

The decrease from FY03 to FY04 is due to no appropriation from the legislature (this is a fund transfer from CDB).

*651 - Watershed Park Fund*

The Watershed Park fund was created in fiscal year 2001 for the purpose of building an interactive watershed park on the IL State Fairgrounds. The receipts were provided mainly through private and corporate donations. The decrease in receipts is due to completion of the project.

*689 - Agriculture Pesticide Control Act Fund*

The annual revenue for this fund can vary widely from year to year because of the non-concurrence of the state and federal fiscal years and is dependent on when the actual draw down of federal funds occurred.

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**ANALYSIS IF SIGNIFICANT VARIATIONS IN RECEIPTS**

*754 – IL Agrifirst Program*

The increase from FY03 to FY04 is due to monies returned for unused portion of grants processed in previous fiscal years. Although the fund was established in FY02, it had never been used. Receipts will vary into the fund because of the nature of the receipts. It is unknown how many entities will not use their grant money. Thus, the decrease from FY04 to FY05.

*826 - Agriculture Federal Project Fund*

The decrease from FY03 to FY04 and the increase from FY04 to FY05 are due to the Department receiving several new grants. These include John's Cooperative Agreement, BSE, Homeland Security, FAD and IDPH and IEMA. The annual revenue amounts can vary widely from year to year due to the nonconcurrence of the State and Federal fiscal years.

*835 - Promotional Account*

The increase from FY04 to FY05 is due to State Fair buying and then selling souvenirs for the first time.

*1113 – Colt Stakes & Championship Purse Fund*

The decrease from FY03 to FY04 is due to monies for the Million Dollar Bonus for harness racing no longer being deposited.

*1114 - Agricultural Products Promotional Fund*

The decrease from FY03 to FY04 and increase from FY04 to FY05 is due to the size & costs of trade shows varying.

*1116 - Grain Indemnity Trust Fund*

All revenues deposited into and monies expended from this fund are related to the department's role as trustee when a grain handling entity becomes insolvent. Assets are liquidated and held for the benefit of and payment to the producer creditors. The amount of revenues and expenditures is related to the number of insolvencies and the volume of their operations.

The decrease from FY03 to FY04 is due to only one insolvency and the decrease from FY04 to FY05 is no insolvencies.

*1218 – Carcass Evaluation*

The increase from FY03 to FY04 is due to more carcass animals processed thru the packing plants.

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**ANALYSIS IF SIGNIFICANT VARIATIONS IN RECEIPTS**

*1340 - Agricultural Survey Fund*

The decrease from FY03 to FY04 is due to less customer service surveys being done.

*1350 - State Fair Promotional Activities*

The decrease from FY03 to FY04 and increase from FY04 to FY05 is due to the amounts varying for Sale of Champion bids for the state fair.

*1351 - Zell Farm*

The increase from FY03 to FY04 is due to increased crop yields on the tracts of land that comprise the farm.

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ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING  
 Fiscal Year 2005

Code	Object of Expenditure	Expended YTD	Lapse		
1120	REGULAR POSITIONS	\$ 21,123,001	\$ 674,001	3%	
1129	STATE PAID RETIREMENT CONTRIBUTIONS	132,829	3,339	3%	
1161	STATE EMPLOYEE RETIREMENT	3,344,187	107,689	3%	
1170	SOC SEC/MEDICARE CONTRIBUTIONS	1,569,035	50,113	3%	
1180	EMPLOYER CONTRIBUTION GROUP INSURANCE	1,052,208	47,913	5%	
1200	CONTRACTUAL SERVICES	4,014,354	182,836	5%	
1257	FIRE PROTECTION SERVICES	139,700	139,700	100%	1
1290	TRAVEL	561,850	38,393	7%	
1300	COMMODITIES	650,445	15,600	2%	
1302	PRINTING	49,219	1,174	2%	
1500	EQUIPMENT	693,128	320,275	46%	2
1700	TELECOMMUNICATION	434,558	37,326	9%	
1800	OPERATION OF AUTO EQUIPMENT	436,006	49,471	11%	
1900	LUMP SUMS AND OTHER PURPOSES	14,848,075	1,568,090	11%	
1993	INTERFUND CASH TRANSFERS	25,287,592	-	0%	
4400	AWARDS AND GRANTS	25,071,649	2,374,391	9%	
6900	PERMANENT IMPROVEMENT-LUMP SUM	824,995	149,196	18%	
9939	REFUNDS, N.E.C.	9,549	2,176	23%	3
		<u>\$ 100,242,380</u>	<u>\$ 5,761,683</u>		

Note: Expenditures were obtained from State Comptroller reports and include expenditures from appropriated and non-appropriated accounts.

Department personnel explained lapse period expenditures that exceeded 20% of the annual expenditures:

- 1 The agency's fire protection was not paid until lapse period because the contract was not approved by the city until right before year end.
- 2 Trucks ordered in May, invoice not received until Aug. Also calibration system & provers invoice dated 6/30 but invoice not received until Aug.
- 3 Refunds vary and are dependent upon how many people make duplicate payments and overpayments of licenses & fees (some federal inspections from W & M should not have been billed and were paid, this was discovered late in the fiscal year)

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ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING  
 Fiscal Year 2004

Code	Object of Expenditure	Expended YTD	Lapse		
1120	REGULAR POSITIONS	\$ 21,995,122	\$ 800,555	4%	
1129	STATE PAID RETIREMENT CONTRIBUTIONS	569,717	22,680	4%	
1161	STATE EMPLOYEE RETIREMENT	2,272,100	16,451	1%	
1170	SOC SEC/MEDICARE CONTRIBUTIONS	1,643,464	59,036	4%	
1180	EMPLOYER CONTRIBUTION GROUP INSURANCE	803,410	16,988	2%	
1200	CONTRACTUAL SERVICES	4,385,745	212,505	5%	
1257	FIRE PROTECTION SERVICES	145,500	-	0%	
1290	TRAVEL	596,671	39,970	7%	
1300	COMMODITIES	730,718	24,713	3%	
1302	PRINTING	63,759	5,189	8%	
1500	EQUIPMENT	767,094	256,319	33%	1
1700	TELECOMMUNICATION	491,460	35,245	7%	
1800	OPERATION OF AUTO EQUIPMENT	506,556	55,195	11%	
1900	LUMP SUMS AND OTHER PURPOSES	14,887,118	1,950,931	13%	
1993	INTERFUND CASH TRANSFERS	24,081,740	-	0%	
4400	AWARDS AND GRANTS	33,706,842	2,810,583	8%	
6900	PERMANENT IMPROVEMENT-LUMP SUM	824,985	148,058	18%	
9934	REFUNDS OF FEDERAL GRANTS	47,321	803	2%	
		<u>\$ 108,519,322</u>	<u>\$ 6,455,221</u>		

Note: Expenditures were obtained from State Comptroller reports and include expenditures from appropriated and non-appropriated accounts.

Department personnel explained lapse period expenditures that exceeded 20% of the annual expenditures:

- 1 Vehicles were ordered in March & April. It typically is a few months processing before we receive the vehicles and the invoice to pay.

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**ANALYSIS OF ACCOUNTS RECEIVABLE**  
 (Expressed in Thousands)

The Department utilizes the Attorney General, a private collection agency, and the Comptroller's Offset System to collect unpaid receivables.

An aging schedule of the Department's accounts receivable at June 30, 2005 is presented below:

<u>Fund</u>	Amounts in Thousands					<u>Total</u>
	<u>Current</u>	<u>31 to 90 Days</u>	<u>91 to 181 Days</u>	<u>181 to 365 Days</u>	<u>Over 365 Days</u>	
General Revenue Fund	\$ 6	\$ 33	\$ 62	\$ -	\$ 4	\$ 105
Agriculture Laboratory Services Revolving Fund	11	22	60	3	1	97
Promotion & Programs -DF	7	6	20	1	-	34
Weights & Measures Fund	133	38	5	14	12	202
Motor Fuel Fund	-	-	-	-	1	1
Promotion & Programs - SF	131	43	11	24	48	257
Agricultural Masters Fund	-	4	-	-	-	4
Pesticide Control Fund	26	-	-	1	-	27
Agricultural Federal Projects Fund	<u>611</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>611</u>
Total	<u>\$ 925</u>	<u>\$ 146</u>	<u>\$ 158</u>	<u>\$ 43</u>	<u>\$ 66</u>	1,338
Accrued interest receivable - all funds						-
Allowance for uncollectible accounts						<u>(15)</u>
Net Accounts Receivable						<u>\$ 1,323</u>

The amounts reported above include Due from Federal Government and Other Receivables.

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ANALYSIS OF ACCOUNTS RECEIVABLE  
 (Expressed in Thousands)

The Department's accounts receivable balance was approximately \$1,745 at June 30, 2004. The Department utilizes the Attorney General, a private collection agency, and the Comptroller's Offset System to collect unpaid receivables.

An aging schedule of the Department's accounts receivable at June 30, 2004 is presented below:

<u>Fund</u>	Amounts in Thousands					<u>Total</u>
	<u>Current</u>	<u>31 to 90 Days</u>	<u>91 to 181 Days</u>	<u>181 to 365 Days</u>	<u>Over 365 Days</u>	
General Revenue Fund	\$ 10	\$ 9	\$ 8	\$ 89	\$ -	\$ 116
Agriculture Laboratory Services Revolving Fund	18	40	41	1	1	101
Weights & Measures Fund	186	88	13	13	109	409
Motor Fuel Fund	-	-	-	-	1	1
Promotion & Programs - SF	49	45	8	7	26	135
Agricultural Masters Fund	3	-	-	-	-	3
Wholesome Meat Fund	52	-	-	-	-	52
Pesticide Control Fund	5	2	1	-	-	8
Illinois Rural Rehabilitation Fund	72	-	-	-	-	72
Agricultural Federal Projects Fund	864	-	-	-	-	864
Agricultural Product Promotional	-	-	-	-	-	-
Total	<u>\$ 1,259</u>	<u>\$ 184</u>	<u>\$ 71</u>	<u>\$ 110</u>	<u>\$ 137</u>	1,761
Accrued interest receivable - all funds						-
Allowance for uncollectible accounts						<u>(16)</u>
Net Accounts Receivable						<u>\$ 1,745</u>

The amounts reported above include Due from Federal Government and Other Receivables.

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SCHEDULE OF INDIRECT COST REIMBURSEMENTS

As now allowed under State statutes, the State of Illinois, Illinois Department of Agriculture deposited its indirect cost reimbursements into the funds in which the federal grant revenue was also deposited rather than the funds from which the indirect cost were expended. The Federal indirect cost rates applied were as follows:

Federal Program	Indirect Rate% FY05	Indirect Rate% FY04
Cooperative Meat&Poultry Inspection Program	37.96	26.10
Consolidated Pesticide Enforcement Program	26.10	26.10
Agriculture Market News	26.10	26.10
Shell Egg Surveillance	26.10	26.10

The "Base" against which the above listed rates were applied to calculate indirect costs included direct salaries and wages, including fringe benefits except group insurance.

The Special Revenue funds used by the Department to account for Federal programs involving indirect costs were:

Fund Name	Fund Number
Agricultural Marketing Services	439
Agriculture Master Fund	440
Wholesome Meat Fund	476
Agricultural Pesticide Control Act Fund	689
Agriculture Federal Projects Fund	826

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**AGENCY FUNCTIONS AND PLANNING PROGRAM**

The Illinois Department of Agriculture is administered from offices located on the Illinois State Fairgrounds in Springfield, Illinois. Mr. Charles Hartke is the Director. The mailing address is:

Illinois Department of Agriculture  
P.O. Box 19281  
Springfield, Illinois 62794-9281

Mission Statement

The mission of the Illinois Department of Agriculture (IDOA) is to protect, preserve and promote Illinois Agriculture and the health and safety thereof to the public.

Vision Statement

The Illinois Department of Agriculture's vision is to promote and regulate agriculture in a manner, which encourages farming and agribusiness while protecting Illinois' consumers and our natural resources.

Agency Functions

The Agency is organized into five divisions and the Executive Office.

1. Food Safety & Animal Protection
2. Natural Resources
3. Agriculture Industry Regulation
4. Administrative Services
5. Promotional Services

Executive Office consists of the following:

1. Legal
2. Legislative
3. Bureau of Budget and Fiscal Services
4. Bureau of Human Resources Management
5. Bureau of DuQuoin State Fair

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The Division of Food Safety & Animal Protection consists of the following:

1. Bureau of Meat & Poultry Inspection
2. Bureau of Animal Health and Welfare
3. Centralia Animal Disease Lab
4. Galesburg Animal Disease Lab

The Division of Natural Resources consists of the following:

1. Bureau of Land & Water Resources
2. Bureau of Environmental Programs

The Division of Agriculture Industry Regulation consists of the following:

1. Bureau of Agricultural Productions Inspection
2. Bureau of Weights & Measures
3. Bureau of Warehouses

The Division of Administrative Services consists of the following:

1. Bureau of Computer Services
2. Bureau of Marketing and Promotion
3. Bureau of Agricultural Statistics

The Division of Promotional Services consists of the following:

1. Bureau of Springfield Buildings and Grounds
2. Bureau of Illinois State Fair
3. Bureau of Business Services

The Department continues to reorganize its departmental structure to meet the needs of the agriculture industry and to meet statutory requirements.

Agency Planning Program

The Department operated under its strategic plan for the two-year period ending June 30, 2005. The plan includes a mission statement, strategic issues, including goals, objectives, and priorities for each issue. This plan was developed with Bureau input and is reviewed annually.

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**AVERAGE NUMBER OF EMPLOYEES**

The following information was prepared from Department records and represents the average number of employees for the fiscal year ended June 30:

<u>Division</u>	<b>Average Headcount</b>		
	<u>FY05</u>	<u>FY04</u>	<u>FY03</u>
Executive Office	140	155	167
Food and Safety and Animal Protection	177	172	182
Natural Resources	59	63	70
Agriculture Industry Regulation	103	108	117
<b>Total</b>	<u>479</u>	<u>498</u>	<u>536</u>

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**EMERGENCY PURCHASES**

**Fiscal Year Ended June 30, 2005**

Following is a list of emergency purchase affidavits filed by the Department with the Office of the Auditor General for fiscal year 2005:

Professional Stagehand Services – Actual Cost \$112,000

The Department engaged a vendor to provide stagehand services for state fair (July 13, 2004 – August 22, 2004). Not all entertainment contracts had been signed for the Illinois State Fair therefore necessitating the emergency contract for stagehand services.

Portable Horse Stall Rental – Actual Cost \$25,625

The Department initially published the services and received a bid price that was more than \$7000 higher than the previous year. That bid was cancelled and the Department published a rebid. However, no bids were received and the Department contracted with an online vendor as an emergency purchase because it did not have adequate time to proceed through another bid process. The horse stalls are necessary to house the animals during the state fair.

Fieldboard Equipment Replacement – Actual Cost \$29,500

The Department contracted with a vendor to replace and/or rewire fieldboard equipment used at the Springfield and DuQuoin fairs. Only a small window of time existed to make vital repairs before the fairs started. Extensive replacement/repair was necessary in order for the equipment to provide continued performance.

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**EMERGENCY PURCHASES**  
Fiscal Year Ended June 30, 2004

Following is a list of emergency purchase affidavits filed by the Department with the Office of the Auditor General for fiscal year 2004

Refuse Services – Actual Cost \$75,900

The Department contracted for refuse removal for the 2003 IL State Fair (July 7, 2003 – September 30, 2003). The purpose of the emergency contract was to prevent serious disruption in State services and safeguard the public health of fair participants.

Landfill Services – Actual Cost \$115,800

The Department contracted for landfill services for the 2003 IL State Fair (July 7, 2003 – September 30, 2003). The purpose of the emergency contract was to prevent serious disruption in State services and safeguard the public health of fair participants.

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Additional Statistical Information (Not Examined)

Animal Health

**Mission Statement:** Reduce and eradicate animal diseases that are a threat to animals raised for the purpose of livestock/poultry production. Facilitate trade by ensuring that livestock producers, veterinarians, livestock dealers, auction market operators and others identify and prevent livestock diseases.

- Program Goals:**
1. Provide comprehensive, consistent and clear information about requirements, policies and procedures.
    - a. Survey customers to assess satisfaction with policies and procedures and improve performance.
  2. Provide professional, consistent, and fair inspections that follow the Department's policies and procedures.
    - a. Survey customers to assess satisfaction with policies and procedures and improve performance.
  3. Provide timely issuance of permits and licenses.
    - a. Provide assistance to those who did not initially qualify.
    - b. Issue licenses quickly after receipt of application.
  4. Attain and/or maintain a class-free (no livestock herds containing disease) status for all regulatory diseases.
    - a. Decrease incidence of regulated diseases.

**Source of Funds:** General Revenue Fund, Agriculture Federal Projects Fund, Surety Bond Fund      **Statutory Authority:** 20 ILCS 5/6.01

	Fiscal Year 2003 Actual	Fiscal Year 2004 Actual	Fiscal Year 2005 Target/Projected	Fiscal Year 2005 Actual	Fiscal Year 2006 Target/Projected
<b>Input Indicators</b>					
* Total expenditures - all sources (in thousands)	\$1,342.4	\$1,783.9	\$1,939.8	\$1,531.7	\$1,569.0
* Total expenditures - state appropriated funds (in thousands)	\$1,283.1	\$1,783.9	\$1,939.8	\$1,531.7	\$1,569.0
* Average monthly full-time equivalents	14.0	14.0	14.0	14.0	14.0
<b>Output Indicators</b>					
* Number of inspections of livestock/auction market licensees	1,118	2,161	1,200	1,574	1,500
* Number of animals tested for all diseases	40,045	30,792	25,000	15,753	15,000
* Number of enforcement actions taken	263.0	1,105	300.0	1,347	1,300
* Number of licenses issued	773.0	308.0	350.0	453.0	450.0
* Number of livestock permits issued for entry into Illinois	6,716	13,610	15,000	25,407	26,000
* Number of veterinary students attending regulatory meetings	286.0	10.0	20.0	0.0	0.0
* Number of herds/flocks quarantined or restricted (a)	56.0	35.0	30.0	38.0	50.0
* Number of animal health alerts published	7.0	50.0	10.0	0.0	5.0
* Number of news letters distributed	7,332	0.0	7,000	4,500	4,000
* Number of regulatory guides distributed	3,072	650.0	600.0	0.0	0.0
<b>Outcome Indicators</b>					
* Response of customers surveyed who rate requirements, policies, and procedures as (1) extremely restrictive to (7) fair and not at all restrictive	5.1	5.2	5.4	5.2	5.2
* Response of customers surveyed who rate inspection procedures as efficient on a scale of (1) strongly disagree to (7) strongly agree	5.8	5.7	5.7	5.7	5.7
* Number of Pseudorabies virus quarantines	0.0	0.0	0.0	1.0	0.0
* Number of horses testing positive for Equine Infectious Anemia	2.0	1.0	1.0	2.0	1.0
* Number of veterinarians trained bioterrorism	70.0	175.0	150.0	300.0	300.0
* Number of reviews and exercises of emergency disease response plans	18.0	11.0	10.0	8.0	10.0
<b>Efficiency/Cost-Effectiveness Indicators</b>					
* Average number of inspections made per inspector	8,926	6,591	5,250	3,475	3,300
* Cost per inspection (in dollars)	\$26.18	\$41.13	\$49.50	\$82.07	\$85.00

**Footnotes**

(a) The number of herds/flocks quarantined or restricted has increased and will increase more in fiscal year 2006 because USDA has begun a program to increase detection of Scrapies in sheep, an illness in sheep that is not transmissible to humans.

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Additional Statistical Information (Not Examined)

Fairs and Horseracing

**Mission Statement:** Provide opportunities for agricultural awareness through family-oriented fairs, capitalize on the staging of special events that utilize fairground facilities, and support the Illinois horse breeding industry.

**Program Goals:**

**Objectives:**

1. Provide a safe, entertaining and educational experience at a reasonable price.
  - a. Survey attendees to improve the value and performance of the fair.
  - b. Enhance the educational focus of the fair.
2. Provide a good business opportunity for concessionaires.
  - a. Maintain the percentage of returning concessionaires at both fairs at 90% or better.
3. Provide an appealing event for exhibitors and contestants that enhances agriculture industry awareness and strengthens local tourism industry sales.
  - a. Survey exhibitors to improve the value and performance of the fair.
  - b. Survey contestants to improve the value and performance of the fair.
  - c. Survey attendees.
  - d. Improve tourism industry sales.
4. Maximize use of the fairground facilities.
  - a. Increase non-fair usage.
5. Provide swift and courteous service to all horse racing participants.
  - a. Register horses quickly after receipt of application.
  - b. Perform mare, foal, and stallion identifications in a timely manner.
  - c. Provide requested information in an efficient and courteous manner.
  - d. Make administrative decisions benefiting all facets of the horse racing industry.
6. Schedule racing events to enhance and support Illinois' horse breeding and racing programs.
  - a. In cooperation with Illinois' pari-mutuel racetracks, schedule approximately 485 thoroughbred races per fiscal year.
  - b. Schedule approximately 500 harness racing events for Illinois-breds to be contested at 40 or more county fairs each fiscal year.
  - c. Schedule approximately 60 Illinois-bred events to be raced at the Illinois and DuQuoin State Fairs.
  - d. In cooperation with Illinois' pari-mutuel racetracks, schedule approximately 300 stakes and 600 overnight events restricted to Illinois-bred harness races each year.
  - e. Schedule an adequate number of races at the county fair and state fair levels to serve and support Illinois' new quarter horse breeding and racing program.
7. Supplement horse racing purses and provide county fair funding.
  - a. Provide funding for Illinois-bred standardbred, thoroughbred, and quarter horse races.
  - b. Provide stable financial support for each county fair per fiscal year.
8. Provide facilities that are clean, safe, affordable and available when needed.
  - a. Survey customers to gauge and improve customer satisfaction.

**Source of Funds:** General Revenue Fund, Agricultural Premium Fund, DuQuoin State Fair Harness Racing Trust Fund, Fair and Exposition Fund, Illinois State Fair Fund, Illinois Racing Quarterhorse Breeders Fund, Illinois Standardbred Breeders Fund, Illinois Thoroughbred Breeders Fund, State Fair Promotional Activities Fund, Illinois Colt Stakes/Championship Purse Fund

**Statutory Authority:** 20 ILCS 210/1

	Fiscal Year 2003 Actual	Fiscal Year 2004 Actual	Fiscal Year 2005 Target/Projected	Fiscal Year 2005 Actual	Fiscal Year 2006 Target/Projected
<b>Input Indicators</b>					
* Total expenditures - all sources (in thousands)	\$31,595.4	\$29,525.8	\$29,600.0	\$28,429.7	\$30,763.0
* Total expenditures - state appropriated funds (in thousands)	\$31,151.6	\$29,340.6	\$29,466.3	\$28,230.7	\$30,564.0
* Average monthly full-time equivalents	87.0	92.0	92.0	78.0	78.0
<b>Output Indicators</b>					
* Number of Illinois State Fair concession and exhibit contracts	477.0	446.0	450.0	521.0	485.0
* Number of DuQuoin State Fair concession contracts	173.0	240.0	240.0	191.0	210.0
* Number of Illinois State Fair attendees	1,264,750	650,000	671,000	671,333	672,000
* Number of DuQuoin State Fair attendees (a)	500,854	270,346	315,000	330,000	300,000
* Illinois State Fair revenue generated (in thousands)	\$3,633.2	\$3,591.9	\$3,572.5	\$3,572.5	\$3,961.0
* DuQuoin State Fair revenue generated (in thousands)	\$940.7	\$1,020.5	\$1,070.0	\$1,084.8	\$1,135.0
* Number of registered thoroughbreds conceived and/or foaled in Illinois	2,925	2,909	2,900	2,841	2,800
* Number of registered standardbreds conceived and foaled in Illinois	3,745	3,625	3,600	3,806	3,700
* Number of registered quarter horses conceived and foaled in Illinois	444.0	453.0	450.0	418.0	400.0
* Number of thoroughbred stakes races and restricted races	536.0	517.0	500.0	N/A	500.0

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Additional Statistical Information (Not Examined)

Fairs and Horse Racing (Continued)					
	Fiscal Year 2003 Actual	Fiscal Year 2004 Actual	Fiscal Year 2005 Target/Projected	Fiscal Year 2005 Actual	Fiscal Year 2006 Target/Projected
* Number of standardbred stakes races and restricted races	1,301	1,331	1,200	N/A	1,200
* Number of quarter horse stake races and restricted races.	11.0	7.0	11.0	11.0	14.0
* Total purses paid	\$26,301.6	\$27,152.8	\$26,525.0	N/A	\$25,935.4
<b>Outcome Indicators</b>					
* Average response of fairgoers surveyed at the Illinois State Fair who agree that the fair is educational, entertaining, and a good value based on a scale of (1) disagree to (7) agree (b)	6.3	6.3	6.3	6.0	N/A
* Average response of fairgoers surveyed at the DuQuoin State Fair who agree that the fair is educational, entertaining, and a good value based on a scale of (1) disagree to (7) agree (c)	5.0	6.0	6.0	N/A	N/A
* Average response of Illinois State Fair exhibitors who agree that the fair and grounds are well managed, clean, safe and provide a good opportunity for exhibitors based on a scale of (1) not at all satisfied to (7) extremely satisfied (b)	6.0	6.0	6.0	5.7	N/A
* Average response of DuQuoin State Fair exhibitors who agree that the fair and grounds are well managed, clean, safe and provide a good opportunity for exhibitors based on a scale of (1) not at all satisfied to (7) extremely satisfied (c)	6.0	5.3	5.4	N/A	N/A
* Average response of Illinois State Fair concessionaires who agree that the fair and grounds are well managed, clean, safe and provide a good opportunity for concessionaires based on a scale of (1) not at all satisfied to (7) extremely satisfied	6.3	6.4	6.5	7.0	N/A
* Average response of DuQuoin State Fair concessionaires who agree that the fair and grounds are well managed, clean, safe and provide a good opportunity for concessionaires based on a scale of (1) not at all satisfied to (7) extremely satisfied (c)	N/A	6.4	6.4	N/A	N/A
* Percent of return concessionaires at the Illinois State Fair	95 %	95 %	95 %	90 %	N/A
* State support as percentage of total purses paid at horse races	5.1 %	10 %	10 %	N/A	10 %
* State support for awards and premiums as percentage of total county fair awards and premiums paid	41.72 %	39.3 %	40 %	40 %	40 %
<b>Efficiency/Cost-Effectiveness Indicators</b>					
* Number of inspections per employee (Bureau of County Fairs and Horse Racing)	1,190	1,410	1,390	1,414	1,295
* Number of horses enrolled and registered per employee (Bureau of County Fairs and Horse Racing)	2,381	2,371	2,350	2,355	2,250

**Footnotes**

- (a) The DuQuoin State Fair has already occurred. The Fiscal Year Target/Projected number is actual, not projected.
- (b) No targets are given for fiscal year 2006 because the Illinois State Fair did not have surveys conducted at the 2005 State Fair.
- (c) The DuQuoin State Fair did not have a survey performed at either the fiscal year 2005 or the fiscal year 2006 fair.

Additional Statistical Information (Not Examined)

Land and Water Resources

**Mission Statement:** Promote the conservation and protection of Illinois' soil and water resources by providing financial and technical assistance to the 98 county soil and water conservation districts to work with rural and urban customers. Provide outreach to the public at large on natural resource conservation.

**Program Goals:** 1. Provide timely and relevant technical and financial assistance to Soil and Water Conservation Districts.

- Objectives:**
- a. Increase number of projects approved.
  - b. Increase total amount of money expended per year.
2. Provide timely assistance upon receipt of request.
    - a. Survey customers to assess satisfaction with technical and financial assistance.
  3. Provide comprehensive, consistent and clear requirements, policies and procedures.
  4. Mitigate soil loss.
    - a. Increase acres of conservation tillage applied statewide.
    - b. Increase percent of cropland meeting tolerable ("T") soil loss levels.

**Source of Funds:** General Revenue Fund, Agricultural Premium Fund, Capital Development Fund, Conservation 2000 Fund, Conservation 2000 Projects Fund, Watershed Park Fund, Agriculture Federal Projects Fund, White Experimental Farms Fund, Zell Farm

**Statutory Authority:** 70 ILCS 405/1 et. seq.

	Fiscal Year 2003 Actual	Fiscal Year 2004 Actual	Fiscal Year 2005 Target/Projected	Fiscal Year 2005 Actual	Fiscal Year 2006 Target/Projected
<b>Input Indicators</b>					
* Total expenditures - all sources (in thousands)	\$17,051.5	\$15,907.5	\$12,837.0	\$9,240.4	\$12,048.0
* Total expenditures - state appropriated funds (in thousands)	\$16,651.5	\$15,907.5	\$12,837.0	\$9,240.6	\$12,048.3
* Average monthly full-time equivalents	16.0	18.0	18.0	17.0	17.0
<b>Output Indicators</b>					
* Sustainable agriculture grants requested (a)	62.0	66.0	N/A	0.0	53.0
* Sustainable agriculture grants approved (a)	28.0	29.0	N/A	N/A	14.0
* Conservation practices program projects approved (a)	2,300	1,927	N/A	N/A	1,875
* Streambank stabilization restoration program projects approved (a)	109.0	107.0	N/A	N/A	28.0
* Number of participants in workshops and courses	2,198	1,426	1,360	1,100	1,200
<b>Outcome Indicators</b>					
* Average response of customers surveyed who rate technical assistance as timely and relevant based on the scale of (1) not at all satisfied to (7) extremely satisfied (a)	5.8	6.3	5.2	N/A	6.5
* Percent of landowners and agricultural producers requesting financial assistance (sustainable ag. grants), whose project was approved, assisted and completed (a)	41 %	40 %	42 %	N/A	26 %
* State source cost share for conservation practices (a)	\$5,050.0	\$4,194.6	N/A	N/A	\$1,238.6
* Dollars available per acre for conservation practices (a)	\$0.21	\$0.17	N/A	N/A	\$0.05
* Average annual soil erosion rate (tons per acre per year) (a)	4.1	4.1	N/A	N/A	4.2
* Acres of farmland in conservation tillage (b)	10,671,188	10,650,000	10,800,000	10,800,000	10,450,000
* Percentage of farmland in conservation tillage (b)	45 %	45 %	46 %	46 %	44 %
* Cropland meeting tolerable soil loss levels	20,156,688	20,156,688	20,156,688	20,156,688	20,004,000
* Percentage of acres meeting tolerable soil loss levels	85 %	85 %	85 %	N/A	85 %
<b>External Benchmarks</b>					
* Dollars available per acre in Iowa (c)	\$1.91	N/A	N/A	N/A	N/A
* Average annual soil erosion rate (tons per acre per year) in Iowa	5.6	N/A	N/A	N/A	N/A
<b>Efficiency/Cost-Effectiveness Indicators</b>					
* Average cost per acre to attain compliance with "T" (a,d)	\$46.69	\$64.29	N/A	N/A	\$73.00

**Footnotes**

- (a) There were no conservation projects in fiscal year 2005 due to budget constraints; there will be in fiscal year 2006.
- (b) The fiscal year 2006 target/projected amount is lower because of changing trends in farming practices.
- (c) Information was not available at the time of publication.
- (d) "T" or "Tolerable" soil loss levels is the Illinois Department of Agriculture's goal.

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Additional Statistical Information (Not Examined)

Meat and Poultry Inspection

**Mission Statement:** Protect public health and ensure consumer confidence in Illinois meat products by inspecting meat and poultry slaughter and processing operations.

- Program Goals:**
- Objectives:**
1. Provide safe and high quality meat products in Illinois by ensuring a regulatory compliant meat and poultry slaughter and processing industry.
    - a. Reduce the percentage of actionable findings.
    - b. Increase the percent of sites rated compliant.
  2. Provide comprehensive, consistent and clear requirements, policies and procedures.
  3. Provide professional, consistent, and fair inspections that follow the Department's policies and procedures.
  4. Provide a dispute resolution and appeals process that is efficient, consistent and fair.

**Source of Funds:** General Revenue Fund, Agricultural Master Fund, Wholesome Meat Fund

**Statutory Authority:** 225 ILCS 650 et. seq.

	Fiscal Year 2003 Actual	Fiscal Year 2004 Actual	Fiscal Year 2005 Target/Projected	Fiscal Year 2005 Actual	Fiscal Year 2006 Target/Projected
<b>Input Indicators</b>					
* Total expenditures - all sources (in thousands)	\$8,626.9	\$8,097.4	\$8,969.4	\$8,800.0	\$9,529.6
* Total expenditures - state appropriated funds (in thousands)	\$8,626.9	\$8,057.8	\$8,969.4	\$8,800.0	\$9,529.6
* Average monthly full-time equivalents	127.0	134.0	134.0	138.0	138.0
<b>Output Indicators</b>					
* Number of enforcement actions taken (warning letters and hearings)	435.0	265.0	520.0	330.0	350.0
* Livestock inspected (head)	938,872	814,383	750,000	858,726	850,000
* Livestock inspected (millions of pounds)	128.2	58.4	50.0	1,371	1,200
* Number of inspected plants/brokers	834.0	863.0	960.0	966.0	960.0
* Number of planned/random compliance reviews	6,659	5,151	8,000	5,773	6,000
* Number of official plant reviews	150.0	132.0	130.0	135.0	135.0
* Number of tasks/procedures performed	223,499	207,705	208,000	199,495	200,000
* Number of egg inspections	2,895	3,436	3,000	3,305	3,400
* Number of newsletters distributed to plants	3.0	7.0	3.0	5.0	3.0
* Number of newsletters to Meat & Poultry Inspection employees	12.0	12.0	12.0	12.0	12.0
* Number of correlation training sessions	80.0	202.0	200.0	200.0	200.0
<b>Outcome Indicators</b>					
* Actionable findings (economic and microbiological) as a percentage of all tests taken from state licensed plants	0.1 %	0.84 %	1 %	0.4 %	0.5 %
* Percentage of meat and poultry operations initially rated compliant with standards	97 %	96 %	97 %	97 %	97 %
* Total number of instances of non-compliance found	1,711	1,980	1,850	1,760	1,800
* Percent of instances of non-compliance found	3 %	4 %	3 %	3 %	3 %
<b>External Benchmarks</b>					
* Percent of instances of non-compliance found in Texas	1 %	1 %	N/A	1 %	N/A
* Percent of instances of non-compliance found in Ohio	1.5 %	0.5 %	N/A	0.5 %	N/A
<b>Efficiency/Cost-Effectiveness Indicators</b>					
* Average cost per inspection (in dollars)	\$429.00	\$472.00	\$465.00	\$475.00	\$485.00
* Average total cost of inspections per plant during the fiscal year (in dollars)	\$27,322.00	\$26,682.00	\$29,650.00	\$29,328.00	\$29,400.00
* Number of tasks/procedures performed per inspector	10,766	9,660	9,000	10,583	10,000

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Additional Statistical Information (Not Examined)

<b>Meat and Poultry Inspection</b>					
<b>Mission Statement:</b>	Protect public health and ensure consumer confidence in Illinois meat products by inspecting meat and poultry slaughter and processing operations.				
<b>Program Goals:</b>	1. Provide safe and high quality meat products in Illinois by ensuring a regulatory compliant meat and poultry slaughter and processing industry.				
<b>Objectives:</b>	a. Reduce the percentage of actionable findings. b. Increase the percent of sites rated compliant.				
	2. Provide comprehensive, consistent and clear requirements, policies and procedures.				
	3. Provide professional, consistent, and fair inspections that follow the Department's policies and procedures.				
	4. Provide a dispute resolution and appeals process that is efficient, consistent and fair.				
<b>Source of Funds:</b>	General Revenue Fund, Agricultural Master Fund, Wholesome Meat Fund			<b>Statutory Authority:</b> 225 ILCS 650 et. seq.	
	<b>Fiscal Year 2003 Actual</b>	<b>Fiscal Year 2004 Actual</b>	<b>Fiscal Year 2005 Target/Projected</b>	<b>Fiscal Year 2005 Actual</b>	<b>Fiscal Year 2006 Target/Projected</b>
<b>Input Indicators</b>					
* Total expenditures - all sources (in thousands)	\$8,626.9	\$8,097.4	\$8,969.4	\$8,800.0	\$9,529.6
* Total expenditures - state appropriated funds (in thousands)	\$8,626.9	\$8,057.8	\$8,969.4	\$8,800.0	\$9,529.6
* Average monthly full-time equivalents	127.0	134.0	134.0	138.0	138.0
<b>Output Indicators</b>					
* Number of enforcement actions taken (warning letters and hearings)	435.0	265.0	520.0	330.0	350.0
* Livestock inspected (head)	938,872	814,383	750,000	858,726	850,000
* Livestock inspected (millions of pounds)	128.2	58.4	50.0	1,371	1,200
* Number of inspected plants/brokers	834.0	863.0	960.0	966.0	960.0
* Number of planned/random compliance reviews	6,659	5,151	8,000	5,773	6,000
* Number of official plant reviews	150.0	132.0	130.0	135.0	135.0
* Number of tasks/procedures performed	223,499	207,705	208,000	199,495	200,000
* Number of egg inspections	2,895	3,436	3,000	3,305	3,400
* Number of newsletters distributed to plants	3.0	7.0	3.0	5.0	3.0
* Number of newsletters to Meat & Poultry Inspection employees	12.0	12.0	12.0	12.0	12.0
* Number of correlation training sessions	80.0	202.0	200.0	200.0	200.0
<b>Outcome Indicators</b>					
* Actionable findings (economic and microbiological) as a percentage of all tests taken from state licensed plants	0.1 %	0.84 %	1 %	0.4 %	0.5 %
* Percentage of meat and poultry operations initially rated compliant with standards	97 %	96 %	97 %	97 %	97 %
* Total number of instances of non-compliance found	1,711	1,980	1,850	1,760	1,800
* Percent of instances of non-compliance found	3 %	4 %	3 %	3 %	3 %
<b>External Benchmarks</b>					
* Percent of instances of non-compliance found in Texas	1 %	1 %	N/A	1 %	N/A
* Percent of instances of non-compliance found in Ohio	1.5 %	0.5 %	N/A	0.5 %	N/A
<b>Efficiency/Cost-Effectiveness Indicators</b>					
* Average cost per inspection (in dollars)	\$429.00	\$472.00	\$465.00	\$475.00	\$485.00
* Average total cost of inspections per plant during the fiscal year (in dollars)	\$27,322.00	\$26,682.00	\$29,650.00	\$29,328.00	\$29,400.00
* Number of tasks/procedures performed per inspector	10,766	9,660	9,000	10,583	10,000

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**Animal Disease Laboratories**

**Mission Statement:** Detect and identify animal diseases, human and environmental hazards by conducting laboratory tests for agricultural producers, consumers, pet owners, crop producers, IDOA Bureaus, state and local jurisdictions and others.

- Program Goals:**
1. Provide timely, accurate and high quality results using quality assurance/quality control.
    - a. Maintain United States Department of Agriculture and American Association of Veterinary Laboratory Diagnosticians's yearly accreditation.
    - b. Survey customers to assess satisfaction with services and assistance provided.
  2. Provide comprehensive, consistent and clear requirements, policies and procedures.
    - a. Survey customers to assess satisfaction with policies and procedures and improve performance.
  3. Provide professional, consistent, and fair inspections that follow the Department's policies and procedures.
    - a. Survey customers to assess satisfaction with inspection policies and procedures.
  4. Mitigate human and animal health and environmental hazards.
    - a. Provide meat testing.
    - b. Provide municipal water testing.
    - c. Provide rabies testing.
    - d. Provide diagnostic testing for animal diseases and for other purposes.

**Source of Funds:** General Revenue Fund, Illinois Department of Agriculture Laboratory Services      **Statutory Authority:** 510 ILCS 10/0.01 et. seq.  
 Revolving Fund, Agriculture Federal Projects Fund

	<i>Fiscal Year 2003 Actual</i>	<i>Fiscal Year 2004 Actual</i>	<i>Fiscal Year 2005 Target/Projected</i>	<i>Fiscal Year 2005 Actual</i>	<i>Fiscal Year 2006 Target/Projected</i>
<b><u>Input Indicators</u></b>					
* Total expenditures - all sources (in thousands)	\$6,009.9	\$4,704.2	\$4,785.1	\$4,992.5	\$4,825.3
* Total expenditures - state appropriated funds (in thousands)	\$5,112.3	\$4,704.2	\$4,785.1	\$4,992.5	\$4,825.3
* Average monthly full-time equivalents	51.0	47.0	47.0	42.0	42.0
<b><u>Output Indicators</u></b>					
* Total tests performed	888,451	921,593	900,000	751,269	800,000
* Meat samples tested	2,851	2,106	3,000	1,871	2,000
* Municipal water samples tested	4,923	7,110	6,000	4,204	5,000
* Rabies samples tested	1,048	1,194	1,000	1,606	1,200
* Number of check tests participated	76.0	102.0	100.0	259.0	250.0
* Number of lab meetings held per year	75.0	58.0	50.0	64.0	60.0
* Number of quality assurance/quality control exercises	603.0	304.0	300.0	506.0	500.0
* Number of staff meeting personnel qualifications	28.0	39.0	40.0	38.5	42.0
* Number of staff receiving continuing education per year	29.0	20.0	20.0	17.0	20.0
* Number of laboratory upgrades implemented per year	28.0	99.0	100.0	70.0	50.0
<b><u>Outcome Indicators</u></b>					
* United States Department of Agriculture and/or American Association of Diagnosticians's yearly accreditation	Yes	Yes	Yes	Yes	Yes
* Response of customers surveyed who rate satisfaction with services as (1) not at all satisfied to (7) extremely satisfied	6.1	6.0	6.0	6.0	6.0
<b><u>Efficiency/Cost-Effectiveness Indicators</u></b>					
* Average cost per test (in dollars)	\$5.24	\$5.02	\$5.05	\$6.16	\$5.50
* Number of tests per lab worker	17,969	19,830	19,750	19,713	19,700

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Additional Statistical Information (Not Examined)

Environmental Programs

**Mission Statement:** Protect the public and the State's natural resources by licensing, registering, permitting and inspecting various agribusinesses and producers.

- Program Goals:**
1. Provide comprehensive, consistent and clear requirements, policies and procedures.
    - a. Survey customers to assess satisfaction with policies and procedures and improve performance.
  2. Provide professional, consistent, and fair inspections that follow the Department's policies and procedures.
    - a. Survey customers to assess satisfaction with inspection policies and procedures.
  3. Provide timely and accurate processing of pesticide licenses.
    - a. Issue timely and accurate licenses.
  4. Provide compliance assistance through enhanced training programs, facility site visits, compliance materials distribution and compliance discussions with licensees.
    - a. Survey customers to assess satisfaction with compliance assistance.
  5. Improve environmental health.
    - a. Reduce pesticide misuse.

**Source of Funds:** General Revenue Fund, Agrichemical Incident Response Trust Fund, Used Tire Management Fund, Livestock Management Facilities Fund, Pesticide Control Fund, Agriculture Pesticide Control Act Fund, Agriculture Federal Projects Fund

**Statutory Authority:** 415 ILCS 60/1 et. seq.

	Fiscal Year 2003 Actual	Fiscal Year 2004 Actual	Fiscal Year 2005 Target/Projected	Fiscal Year 2005 Actual	Fiscal Year 2006 Target/Projected
<b>Input Indicators</b>					
* Total expenditures - all sources (in thousands)	\$5,329.0	\$5,014.5	\$5,962.8	\$4,747.8	\$6,077.1
* Total expenditures - state appropriated funds (in thousands)	\$5,209.0	\$4,975.8	\$5,962.8	\$4,696.6	\$6,026.0
* Average monthly full-time equivalents	60.0	54.0	54.0	54.0	54.0
<b>Output Indicators</b>					
* Pesticide applicators licensed	40,714	38,926	39,000	38,115	38,000
* Pesticide products registered	10,892	11,919	11,500	12,000	12,000
* Pesticide misuse investigations conducted	96.0	77.0	100.0	80.0	90.0
* Acres of nursery inspected	18,584	29,647	25,000	14,831	15,000
* Nursery dealers licensed	2,812	2,630	2,500	1,506	2,000
* Number of nursery inspections	433.0	565.0	500.0	782.0	800.0
* Livestock notices of intent to construct	89.0	101.0	100.0	143.0	125.0
* Waste management plans certified	8.0	18.0	10.0	18.0	20.0
* Livestock managers certified	680.0	394.0	400.0	176.0	200.0
* Phytosanitary certificates issued	6,001	6,736	6,500	9,201	8,000
<b>Outcome Indicators</b>					
* Average response of agribusinesses and producers who listed the satisfaction of compliance assistance received as (1) not at all satisfied to (7) extremely satisfied	5.4	5.9	5.7	5.7	5.7
* Average response of agribusinesses and producers who agreed with the statement that inspectors are responsive, consistent, courteous, and prepared based on the scale of (1) strongly disagree to (7) strongly agree	5.4	5.7	5.5	5.7	5.5
* Average response of agribusinesses and producers who rated requirements and policies as (1) extremely unfair to (7) completely fair	4.8	5.1	5.0	5.1	5.0
* Percentage of enforcement actions overturned by the courts	0 %	0 %	0 %	0 %	0 %
* Percentage of lawncare and agrichemical sites subject to enforcement action	5.8 %	7.1 %	6 %	1 %	3 %
<b>Efficiency/Cost-Effectiveness Indicators</b>					
* Number of inspections per inspector	376.0	465.2	400.0	580.6	500.0
* Average cost per inspection (in dollars)	\$554.19	\$469.39	\$500.00	\$333.43	\$400.00
* Field inspection time per inspection (in hours)	1.0	0.8	1.0	0.6	0.7

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**Weights and Measures**

**Mission Statement:** Ensure fair and equitable trade practices by the business community with Illinois consumers, by inspecting and testing all measuring devices used in commercial transactions. Evaluate the quality of gasoline, diesel fuel, kerosene, propane and other petroleum products offered for sale.

- Program Goals:**
- Objectives:**
1. Provide timely and accurate inspections.
    - a. Complete inspections in a timely manner.
  2. Assure that an appropriate and certified device is being used.
    - a. Inspect at least 100% of all known devices each year.
    - b. Reduce instances of inappropriate activity/device used.
  3. Provide comprehensive, consistent, and fair inspections that follow the Department's policies and procedures.
    - a. Survey customers to assess satisfaction with inspection policies and procedures.
  4. Ensure public confidence in system integrity.
    - a. Survey customers to improve integrity of commercial measurement.
    - b. Reduce the number of complaints about accuracy.
  5. Provide for the accuracy of measuring devices.
    - a. Increase the overall percent of devices that measure accurately.

**Source of Funds:** General Revenue Fund, Weights and Measures Fund,  
 Agriculture Federal Projects Fund

**Statutory Authority:** 225 ILCS 470/1 et. seq.

	<i>Fiscal Year 2003 Actual</i>	<i>Fiscal Year 2004 Actual</i>	<i>Fiscal Year 2005 Target/Projected</i>	<i>Fiscal Year 2005 Actual</i>	<i>Fiscal Year 2006 Target/Projected</i>
<b><u>Input Indicators</u></b>					
* Total expenditures - all sources (in thousands)	\$3,947.0	\$3,636.6	\$4,264.2	\$3,779.1	\$3,993.5
* Total expenditures - state appropriated funds (in thousands)	\$3,947.0	\$3,636.6	\$4,264.2	\$3,779.1	\$3,993.5
* Average monthly full-time equivalents	56.0	50.0	50.0	48.0	48.0
<b><u>Output Indicators</u></b>					
* Devices inspected	121,317	129,461	125,000	111,521	115,000
* Number of re-inspections	882.0	683.0	700.0	303.0	300.0
* Enforcement actions	8,329	4,942	5,000	4,733	5,000
* Device licenses issued (a)	2,089	1,982	1,400	1,320	1,300
<b><u>Outcome Indicators</u></b>					
* Average time (in minutes) to complete inspections	33.9	23.0	25.0	23.0	25.0
* Percent of instances where inappropriate device is used	6.5 %	4 %	4 %	4 %	4 %
* Average response of customers surveyed who rate requirements, policies, and procedures as (1) extremely restrictive to (7) not at all restrictive	5.1	5.1	5.3	5.2	5.2
* Average response of customers surveyed who rate inspection procedures as (1) not at all efficient to (7) extremely efficient	5.6	5.6	5.6	5.7	5.6
* Percent of devices that measure accurately	93.5 %	96 %	96 %	96 %	96 %
* Number of citizen complaints about accuracy	235.0	335.0	300.0	427.0	425.0
<b><u>External Benchmarks</u></b>					
* Percent of devices that measure accurately in Missouri	97 %	97 %	97 %	96 %	N/A
* Percent of devices that measure accurately in Michigan	82.4 %	83 %	83 %	81 %	N/A
<b><u>Efficiency/Cost-Effectiveness Indicators</u></b>					
* Cost per inspection (in dollars)	\$28.54	\$27.95	\$25.00	\$26.89	\$27.00

**Footnotes**

- (a) In prior years, this indicator was Egg/Device licenses issued. The egg program was moved to Meat and Poultry Inspection in fiscal year 2005. The indicator for Weights and Measures includes only device licenses beginning in fiscal year 2005.

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Additional Statistical Information (Not Examined)

Marketing

**Mission Statement:** Expand Illinois agricultural exports by providing domestic and international marketing assistance.

- Program Goals:** 1. Provide opportunities to expand domestic and international markets identified through tours, trade shows and missions.
- Objectives:**
- a. Generate more trade leads per year.
  - b. Host more buyer/seller introductions per year.
  - c. Increase the dollar value of sales resulting from marketing efforts.
  2. Provide marketing opportunities for alternative and specialty crops.
    - a. Increase the number of projects regarding alternative and specialty crops.
    - b. Increase the number of Illinois logo-sanctioned alternative and specialty crops.
  3. Provide relevant information and advice on foreign market penetration.
    - a. Survey customers to assess and improve satisfaction with services provided.
  4. Facilitate access to federal assistance programs.
    - a. Facilitate company access to federal programs.
  5. Expand Illinois' agricultural sector.
    - a. Improve agricultural export sales.

**Source of Funds:** General Revenue Fund, Agricultural Premium Fund, Agricultural Marketing Services Fund, Illinois AgriFIRST Program Fund, Agriculture Federal Projects Fund, Centennial Farm Signs Fund, Agricultural Products Promotional Fund, Hong Kong Office, Ask Illinois First, Illinois Agricultural Youth Institute

**Statutory Authority:** 20 ILCS 205/40.7

	Fiscal Year 2003 Actual	Fiscal Year 2004 Actual	Fiscal Year 2005 Target/Projected	Fiscal Year 2005 Actual	Fiscal Year 2006 Target/Projected(a)
<b>Input Indicators</b>					
* Total expenditures - all sources (in thousands)	\$5,833.1	\$4,217.1	\$4,771.3	\$3,563.8	\$4,890.2
* Total expenditures - state appropriated funds (in thousands)	\$5,557.7	\$4,217.1	\$4,771.3	\$3,563.8	\$4,890.2
* Average monthly full-time equivalents	34.0	27.0	27.0	24.0	24.0
<b>Output Indicators</b>					
* Number of custom reports and inquiries	375.0	2,371	2,380	3,242	3,242
* Number of IDOA's own trade shows/missions developed	16.0	16.0	15.0	17.0	17.0
* Number of cooperator sponsored activities	16.0	34.0	34.0	21.0	18.0
* Number of projects regarding alternative and specialty crops.	11.0	7.0	7.0	7.0	7.0
* Number of informational, educational, outreach events.	N/A	N/A	N/A	41.0	41.0
<b>Outcome Indicators</b>					
* Number of trade leads generated from IDOA marketing activities	12,307	9,491	9,500	9,461	9,400
* Number of buyer/seller introductions arranged by IDOA staff	5,036	5,531	5,550	5,769	5,700
* Value of sales resulting from marketing activities (in millions)	\$74.5	\$44.6	\$49.0	\$88.3	\$80.0
* Illinois agriculture export sales (in billions)	\$3.3	\$3.4	\$3.5	\$3.4	\$3.4
* Number of participants in IDOA sponsored trade shows.	166.0	188.0	190.0	240.0	227.0
* Number of participants in IDOA sponsored missions.	64.0	7.0	10.0	48.0	45.0
* Number of participants in cooperator activities.	50.0	1,308	1,310	972.0	950.0
* Number of participants in alternative/specialty crop activities	58.0	149.0	150.0	201.0	200.0
* Number of participants at informational, educational, outreach events.	N/A	N/A	N/A	23,502	23,490
<b>Efficiency/Cost-Effectiveness Indicators</b>					
* Annual return on investment	N/A	49.0	53.0	78.1	78.1

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Additional Statistical Information (Not Examined)

<b>Agriculture Products Inspection</b>					
<b>Mission Statement:</b> Protect growers, livestock owners and the environment by inspecting feed, seed and fertilizer products.					
<b>Program Goals:</b>					
<b>Objectives:</b>					
1. Provide timely and accurate laboratory results.					
a. Complete single ingredient lab analysis and multiple ingredient analysis in a timely fashion.					
2. Provide comprehensive, consistent and clear requirements, policies and procedures.					
a. Survey customers to assess satisfaction with policies and procedures and improve performance.					
3. Ensure that feed, seed and fertilizer products available in Illinois are safe and of high quality.					
a. Reduce instances of non-compliant products used.					
b. Maintain and enhance new lab capabilities.					
4. Maintain a regulatory compliant feed, seed and fertilizer products processing and users industry.					
a. Increase percent of sites rated compliant.					
<b>Source of Funds:</b> General Revenue Fund, Fertilizer Control Fund, Feed Control Fund			<b>Statutory Authority:</b> 505 ILCS 30/1		
	<i>Fiscal Year 2003</i> Actual	<i>Fiscal Year 2004</i> Actual	<i>Fiscal Year 2005</i> Target/Projected	<i>Fiscal Year 2005</i> Actual	<i>Fiscal Year 2006</i> Target/Projected
<b>Input Indicators</b>					
* Total expenditures - all sources (in thousands)	\$3,185.9	\$3,096.7	\$3,184.6	\$3,016.8	\$3,009.3
* Total expenditures - state appropriated funds (in thousands)	\$3,185.9	\$3,096.7	\$3,184.6	\$2,975.1	\$2,967.5
* Average monthly full-time equivalents	40.0	34.0	34.0	33.0	33.0
<b>Output Indicators</b>					
* Number of inspections	9,068	10,126	9,500	7,566	8,250
* Number of enforcement actions	1,269	1,163	1,500	1,104	1,300
<b>Outcome Indicators</b>					
* Average response of customers surveyed who rate inspection procedures as (1) not at all satisfactory to (7) extremely satisfactory (a)	5.8	5.8	5.5	N/A	5.5
* Average response of customers surveyed who rate the professionalism of the inspectors as (1) not at all satisfactory to (7) extremely satisfactory (a)	6.3	6.3	6.0	N/A	6.0
* Percent of feed, seed, and fertilizer facilities and products found compliant with regulations	86 %	88.5 %	85 %	85.4	85.0
* Number of days to complete feed-multiple ingredient laboratory analysis	8.7	7.2	8.0	5.7	8.0
* Number of days to complete fertilizer-single ingredient laboratory analysis	2.2	3.8	3.5	3.3	3.5
* Number of days to complete fertilizer-multiple ingredient laboratory analysis	2.8	5.2	6.0	3.9	6.0
* Number of days to complete seed (depends on type) laboratory analysis	11.3	15.9	16.0	13.6	16.0
<b>External Benchmarks</b>					
* Percent of feed, seed, and fertilizer facilities and products found compliant with regulations in Kentucky	89 %	88 %	N/A	86 %	N/A
* Percent of feed, seed, and fertilizer facilities and products found compliant with regulations in Indiana	85 %	90 %	N/A	93 %	N/A
* Program expenditures in Kentucky (in thousands)	\$2,750.0	\$2,750.0	N/A	\$2,750.0	N/A
* Program expenditures in Indiana (in thousands)	\$3,075.7	\$3,097.0	N/A	\$2,828.0	N/A
* Number of enforcement actions in Kentucky	1,387	1,841	N/A	1,719	N/A
* Number of enforcement actions in Indiana	1,395	1,085	N/A	1,278	N/A
<b>Efficiency/Cost-Effectiveness Indicators</b>					
* Cost per inspection (in dollars)	\$53.69	\$60.81	\$66.00	\$78.66	\$79.00

**Footnotes**

(a) The survey was not performed in fiscal year 2005.

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Additional Statistical Information (Not Examined)

Warehouses

**Mission Statement:** Examine the operations of grain dealers, grain warehouses, and personal property warehouses; manage the Illinois Grain Insurance Fund and administer the Grain Code and the Personal Property Storage Act, in order to protect the property of grain producers and residents of Illinois.

- Program Goals:**
- Objectives:**
1. Issue licenses in a timely manner for correct applications.
    - a. Issue licenses to all qualified applicants and provide necessary assistance to those who initially fail to meet specific requirements.
    - b. Review all applications and issue licenses in a timely manner.
  2. Provide comprehensive, consistent and clear requirements, policies and procedures.
    - a. Survey customers to assess satisfaction with policies and procedures.
  3. Provide professional, consistent, efficient and fair implementation of requirements and examination policies and procedures.
    - a. Survey customers to assess satisfaction with procedures at the conclusion of every examination.
    - b. Reduce number of serious complaints about the examination service.
  4. Provide dispute resolution and appeals process that is efficient, consistent and fair.
    - a. Survey customers to assess and improve the dispute resolution process.
  5. Ensure Illinois farmers and other citizens are protected from failures.
    - a. Protect all farmers doing business with licensed grain elevator operations.
    - b. Minimize Illinois Grain Insurance Fund payouts.

**Source of Funds:** General Revenue Fund, Grain Indemnity Trust Fund, Illinois Grain Insurance Fund **Statutory Authority:** 240 ILCS 40/1-1

	Fiscal Year 2003 Actual	Fiscal Year 2004 Actual	Fiscal Year 2005 Target/Projected	Fiscal Year 2005 Actual	Fiscal Year 2006 Target/Projected
<b>Input Indicators</b>					
* Total expenditures - all sources (in thousands)	\$5,226.8	\$2,540.4	\$2,598.4	\$2,648.6	\$2,637.2
* Total expenditures - state appropriated funds (in thousands)	\$2,769.8	\$2,529.3	\$2,598.4	\$2,597.4	\$2,586.0
* Average monthly full-time equivalents	37.0	38.0	38.0	35.0	35.0
<b>Output Indicators</b>					
* Number of grain examinations	761.0	601.0	750.0	947.0	925.0
* Number of personal property examinations	461.0	42.0	52.0	46.0	47.0
* Number of grain licenses issued	1,136	1,076	1,100	1,705	1,700
* Number of personal property licenses issued	562.0	592.0	598.0	778.0	770.0
* Number of grain dealer/warehouse formal enforcement actions	34.0	43.0	30.0	35.0	40.0
* Number of personal property complaints acted on (State's Attorney Referrals)	1.0	0.0	2.0	0.0	2.0
* Amount of Illinois Grain Insurance Fund balance paid for elevator failures	40.7 %	1.5 %	0 %	0.05 %	0 %
<b>Outcome Indicators</b>					
* Average response of customers surveyed who rate requirements, policies, and procedures as (1) extremely restrictive to (7) not at all restrictive	5.4	5.1	5.2	4.6	4.0
* Average response of customers surveyed who rate inspection procedures as (1) not at all consistent to (7) extremely consistent	5.9	5.8	5.7	5.8	4.0
* Percent of grain dealers and warehouse sites rated compliant (not requiring a formal hearing)	96.1 %	98.5 %	98 %	94 %	98 %
<b>External Benchmarks</b>					
* Percent of grain dealers and warehouse sites rated compliant in Missouri	83 %	84 %	N/A	84 %	N/A
<b>Efficiency/Cost-Effectiveness Indicators</b>					
* Cost per examination/licensing activity (in dollars)	\$836.56	\$1,282.79	\$1,189.95	\$671.84	\$675.80
* Grain examinations per examiner	30.4	23.6	30.0	36.4	35.6
* Personal property examinations per examiner	18.4	1.6	2.0	1.8	1.8
* Average time in hours to complete field examinations	34.8	46.0	39.5	35.0	34.8
<b>External Benchmarks</b>					
* Average time in hours to complete examination in Missouri	28.0	25.0	N/A	30.0	N/A
* Grain examinations per examiner in Missouri	51.0	48.0	N/A	51.0	N/A

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