

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2014

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

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2014

TABLE OF CONTENTS

	<u>Schedule</u>	<u>Page</u>
Agency Officials		1
Management Assertion Letter		2
Compliance Report:		
Summary		3
Independent Accountant's Report on State Compliance, on Internal Control over Compliance, and on Supplementary Information for State Compliance Purposes		4
Schedule of Findings		
Current Findings - State Compliance		7
Prior Findings Not Repeated - State Compliance		8
Supplementary Information for State Compliance Purposes:		
Summary		9
Fiscal Schedules and Analysis		
Schedule of Appropriations, Expenditures and Lapsed Balances		
Fiscal Year 2014	1	10
Fiscal Year 2013	2	12
Comparative Schedule of Net Appropriations, Expenditures and Lapsed Balances	3	14
Comparative Schedule of Receipts, Disbursements and Fund Balance (Cash Basis) - Locally-Held Funds	4	18
Schedule of Changes in State Property	5	19
Comparative Schedule of Cash Receipts	6	20
Reconciliation Schedule of Cash Receipts to Deposits Remitted to the State Comptroller	7	23
Analysis of Significant Variations in Expenditures	8	26
Analysis of Significant Variations in Receipts	9	28
Analysis of Significant Lapse Period Spending	10	30
Analysis of Significant Account Balances	11	32
Analysis of Accounts Receivable	12	34
Analysis of Operations (Not Examined)		
Agency Functions and Planning Program (Not Examined)		37
Average Number of Employees (Not Examined)		40
Memorandums of Understanding (Not Examined)		42
Schedule of Indirect Cost Reimbursements (Not Examined)		43

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2014

AGENCY OFFICIALS

Attorney General	The Honorable Lisa Madigan
Chief of Staff	Ann Spillane
Chief Deputy Attorney General	Brent Stratton
Deputy Chief of Staff, Administration	Melissa Mahoney
Chief Fiscal Officer	David Boots
Director of Accounting	Josiah Small
Chief Internal Auditor (effective 6/02/14)	Jay Wagner
Chief Internal Auditor (5/1/14 through 6/1/14)	Vacant
Chief Internal Auditor (through 4/30/14)	Lesslie Morgan
Inspector General	Diane Saltoun

Executive offices are located at:

500 South Second Street
Springfield, IL 62706



OFFICE OF THE ATTORNEY GENERAL
STATE OF ILLINOIS

Lisa Madigan
ATTORNEY GENERAL

December 15, 2014

Doehring, Winders & Co, LLP
1601 Lafayette Avenue
Mattoon, Illinois 61938

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 Office of the Attorney General. 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 Office of the Attorney General's compliance with the following assertions during the two-year period ended June 30, 2014. Based on this evaluation, we assert that during the years ended June 30, 2014 and June 30, 2013, the Office of the Attorney General has materially complied with the assertions below.

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

Yours very truly,

Office of the Attorney General


Honorable Lisa Madigan, Attorney General


Ann Spillane, Chief of Staff/Chief Legal Counsel


David Boots, Chief Fiscal Officer

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2014

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.

ACCOUNTANT'S REPORT

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

SUMMARY OF FINDINGS

<u>Number of</u>	<u>Current Report</u>	<u>Prior Report</u>
Findings	0	1
Repeated findings	0	0
Prior recommendations implemented or not repeated	1	0

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

SCHEDULE OF FINDINGS

<u>Item No.</u>	<u>Page</u>	<u>Description</u>
PRIOR FINDINGS NOT REPEATED		
A	8	Misallocation of Whistleblower Settlements

EXIT CONFERENCE

The Office of the Attorney General waived a formal exit conference in correspondence from Lesslie Morgan on December 2, 2014.

DOEHRING, WINDERS & CO. LLP
*Certified Public Accountants
& Business Advisers*

1601 LAFAYETTE AVENUE
MATTOON, ILLINOIS 61938

Independent Accountant's Report on State Compliance,
on Internal Control over Compliance, and on
Supplementary Information for State Compliance Purposes

Honorable William G. Holland
Auditor General
State of Illinois

Compliance

As Special Assistant Auditors for the Auditor General, we have examined the State of Illinois, Office of the Attorney General's 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, 2014. The management of the State of Illinois, Office of the Attorney General is responsible for compliance with these requirements. Our responsibility is to express an opinion on the State of Illinois, Office of the Attorney General's compliance based on our examination.

- A. The State of Illinois, Office of the Attorney General 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 State of Illinois, Office of the Attorney General 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 State of Illinois, Office of the Attorney General has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. State revenues and receipts collected by the State of Illinois, Office of the Attorney General 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 State of Illinois, Office of the Attorney General on behalf of the State or held in trust by the State of Illinois, Office of the Attorney General 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 State of Illinois, Office of the Attorney General's compliance with those requirements listed in the first paragraph of this report and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the State of Illinois, Office of the Attorney General's compliance with specified requirements.

In our opinion, the State of Illinois, Office of the Attorney General complied, in all material respects, with the compliance requirements listed in the first paragraph of this report during the two years ended June 30, 2014.

Internal Control

Management of the State of Illinois, Office of the Attorney General is responsible for establishing and maintaining effective internal control over compliance with the requirements listed in the first paragraph of this report. In planning and performing our examination, we considered the State of Illinois, Office of the Attorney General's internal control over compliance with the requirements listed in the first paragraph of this report to determine the examination procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the Audit Guide, issued by the Illinois Office of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the State of Illinois, Office of the Attorney General's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the State of Illinois, Office of the Attorney General's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with the requirements listed in the first paragraph of this report on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a requirement listed in the first paragraph of this report will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

As required by the Audit Guide, immaterial findings 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 for the years ended June 30, 2014 and June 30, 2013 in Schedules 1 through 12 and the Analysis of Operations Section 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 June 30, 2014 and June 30, 2013 accompanying supplementary information in Schedules 1 through 12. However, we do not express an opinion on the accompanying supplementary information.

We have not applied procedures to the June 30, 2012 accompanying supplementary information in Schedule 3, Schedules 6 through 9, Schedule 11, and in the Analysis of Operations Section, and accordingly, we do not express an opinion or provide any assurance on it.

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

Doehring, Winders & Co. LLP

December 15, 2014

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2014

CURRENT FINDINGS - STATE COMPLIANCE

No findings were reported in the compliance examination of the State of Illinois, Office of the Attorney General for the two years ended June 30, 2014.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2014

PRIOR FINDINGS NOT REPEATED - STATE COMPLIANCE

A MISALLOCATION OF WHISTLEBLOWER PAYMENTS

During the prior examination, the Office of the Attorney General did not properly allocate some funds from the State's Whistleblower Reward and Protection Fund (Whistleblower Fund) in accordance with the Illinois False Claims Act (Act) (740 ILCS 175/8).

During the current examination, our testing did not reveal any payments made from the Whistleblower Fund which were inconsistent with the Act. (Finding Code 12-1)

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2014

SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES

SUMMARY

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

- Fiscal Schedules and Analysis:
 - Schedule of Appropriations, Expenditures and Lapsed Balances
 - Comparative Schedule of Net Appropriations, Expenditures and Lapsed Balances
 - 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 Significant Account Balances
 - Analysis of Accounts Receivable
- Analysis of Operations (Not Examined):
 - Agency Functions and Planning Program (Not Examined)
 - Average Number of Employees (Not Examined)
 - Memorandums of Understanding (Not Examined)
 - Schedule of Indirect Cost Reimbursements (Not Examined)

The accountant's report that covers the Supplementary Information for State Compliance Purposes presented in the Compliance Report Section states that the accountants have applied certain limited procedures as prescribed by the Audit Guide as adopted by the Auditor General to the June 30, 2014 and June 30, 2013 supplementary information in Schedules 1 through 12. However, the accountants do not express an opinion on the supplementary information. The accountant's report also states that they have not applied procedures to the Analysis of Operations Section, and accordingly, they do not express an opinion or provide any assurance on it.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 1

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES

Appropriations for Fiscal Year Ended 2014
Fourteen Months Ended August 31, 2014

	Appropriations (Net After Transfers)	Expenditures Through June 30, 2014	Approximate		
			Lapse Period Expenditures July 1 to August 31, 2014	Total Expenditures	Balances Lapsed
<u>Public Act 98-0064</u>					
<u>APPROPRIATED FUNDS</u>					
<u>GENERAL REVENUE FUND 001</u>					
General Support and Operations					
Operational expenses	\$ 30,843,200	\$ 30,797,789	\$ 45,411	\$ 30,843,200	\$ -
Disbursement to the IL Equal Justice Foundation	1,400,000	1,400,000	-	1,400,000	-
Sub-Total Fund 001	32,243,200	32,197,789	45,411	32,243,200	-
<u>ILLINOIS GAMING LAW ENFORCEMENT FUND 085</u>					
Lump sum, operations	1,000,000	979,218	-	979,218	20,782
<u>ASBESTOS ABATEMENT FUND 224</u>					
Lump sum, operations	1,700,000	1,419,643	-	1,419,643	280,357
<u>DOMESTIC VIOLENCE FUND 499</u>					
Awards and grants	500,000	477,725	-	477,725	22,275
<u>ATTORNEY GENERAL TOBACCO FUND 533</u>					
Lump sums and other purposes	3,500,000	3,345,686	5,254	3,350,940	149,060
<u>ATTORNEY GENERAL COURT ORDERED AND VOLUNTARY COMPLIANCE PAYMENT PROJECTS FUND 542</u>					
Lump sums and other purposes	8,750,000	7,681,248	210,018	7,891,266	858,734
<u>ILLINOIS CHARITY BUREAU FUND 549</u>					
Lump sums and other purposes	1,900,000	1,881,658	5,820	1,887,478	12,522
<u>ATTORNEY GENERAL WHISTLEBLOWER REWARD AND PROTECTION FUND 600</u>					
Lump sums and other purposes	7,700,000	7,264,944	161,539	7,426,483	273,517
<u>CHILD SUPPORT ADMINISTRATIVE FUND 757</u>					
Lump sum, operations	240,000	216,374	383	216,757	23,243
<u>STATE PROJECTS AND COURT ORDERED DISTRIBUTION FUND 801</u>					
Awards and grants, lump sum and other purposes	9,350,000	5,780,841	652,183	6,433,024	2,916,976
<u>VIOLENT CRIME VICTIMS ASSISTANCE FUND 929</u>					
Violent Crime Victims Assistance					
Personal services	1,029,300	1,027,985	84	1,028,069	1,231
State employees retirement system	416,000	414,576	34	414,610	1,390
Social security	77,000	75,070	7	75,077	1,923
Group insurance	483,000	327,591	-	327,591	155,409
Crime victims services division	150,000	41,518	2,072	43,590	106,410
Automated victim notification system	800,000	616,991	56,090	673,081	126,919
Awards and grants	6,000,000	4,665,443	56,898	4,722,341	1,277,659
Sub-Total Fund 929	8,955,300	7,169,174	115,185	7,284,359	1,670,941

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 1

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES - CONTINUED

Appropriations for Fiscal Year Ended 2014
Fourteen Months Ended August 31, 2014

Public Act 98-0064	Appropriations (Net After Transfers)	Expenditures Through June 30, 2014	Approximate		
			Lapse Period Expenditures July 1 to August 31, 2014	Total Expenditures	Balances Lapsed
<u>ATTORNEY GENERAL SEX OFFENDER AWARENESS, TRAINING, AND EDUCATION FUND 958</u>					
Lump sum, operations	\$ 50,000	\$ -	\$ -	\$ -	\$ 50,000
<u>ATTORNEY GENERAL FEDERAL GRANT FUND 988</u>					
Lump sums and other purposes	3,000,000	1,959,371	79,073	2,038,444	961,556
TOTAL APPROPRIATED FUNDS	<u>\$ 78,888,500</u>	<u>70,373,671</u>	<u>1,274,866</u>	<u>71,648,537</u>	<u>\$ 7,239,963</u>
<u>NON-APPROPRIATED FUNDS</u>					
<u>STATE WHISTLEBLOWER REWARD AND PROTECTION FUND 703</u>					
Payment of 1/6 to Attorney General & State Police		20,444,898	-	20,444,898	
Awards to <i>qui tam</i> plaintiffs		3,307,168	-	3,307,168	
<u>STATE PROJECTS AND COURT ORDER DISTRIBUTION FUND 801</u>					
Awards and grants		563,841	-	563,841	
TOTAL NON-APPROPRIATED FUNDS		<u>24,315,907</u>	<u>-</u>	<u>24,315,907</u>	
GRAND TOTAL ALL FUNDS FISCAL YEAR 2014		<u>\$ 94,689,578</u>	<u>\$ 1,274,866</u>	<u>\$ 95,964,444</u>	

Note 1: All appropriations, expenditures and lapsed balances were obtained from Office records and have been reconciled to the records of the Office of the State Comptroller.

Note 2: Expenditure amounts are vouchers approved for payment by the Agency and submitted to the Office of the State Comptroller for payment to the vendor.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 2

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES

Appropriations for Fiscal Year Ended 2013
Fourteen Months Ended August 31, 2013

<u>Public Act 97-0726</u>	<u>Appropriations (Net After Transfers)</u>	<u>Expenditures Through June 30, 2013</u>	<u>Lapse Period Expenditures July 1 to August 31, 2013</u>	<u>Total Expenditures</u>	<u>Balances Lapsed</u>
<u>APPROPRIATED FUNDS</u>					
<u>GENERAL REVENUE FUND 001</u>					
General Support and Operations					
Operational expenses	\$ 30,843,200	\$ 30,783,657	\$ 59,543	\$ 30,843,200	\$ -
Operational expenses, awards, grants, etc.	1,400,000	1,400,000	-	1,400,000	-
Sub-Total Fund 001	32,243,200	32,183,657	59,543	32,243,200	-
<u>ILLINOIS GAMING LAW ENFORCEMENT FUND 085</u>					
Lump sum, operations	1,300,000	1,018,864	33	1,018,897	281,103
<u>ASBESTOS ABATEMENT FUND 224</u>					
Asbestos Litigation					
Personal services	1,443,000	1,164,301	-	1,164,301	278,699
State employees retirement system	548,200	443,233	-	443,233	104,967
Social security	109,300	86,124	-	86,124	23,176
Group insurance	409,400	386,117	-	386,117	23,283
Contractual services	500,000	381,040	716	381,756	118,244
Travel	45,000	7,694	1,321	9,015	35,985
Operational expenses	60,000	12,982	2,500	15,482	44,518
Sub-Total Fund 224	3,114,900	2,481,491	4,537	2,486,028	628,872
<u>DOMESTIC VIOLENCE FUND 499</u>					
Awards and grants	500,000	477,725	-	477,725	22,275
<u>STATEWIDE GRAND JURY PROSECUTION FUND 525</u>					
Lump sums and other purposes	50,000	37,410	-	37,410	12,590
<u>ATTORNEY GENERAL TOBACCO FUND 533</u>					
Lump sums and other purposes	3,500,000	3,366,049	12,657	3,378,706	121,294
<u>ATTORNEY GENERAL COURT ORDERED AND VOLUNTARY COMPLIANCE PAYMENTS PROJECT FUND 542</u>					
Lump sums and other purposes	7,750,000	7,565,869	52,189	7,618,058	131,942
<u>ILLINOIS CHARITY BUREAU FUND 549</u>					
Lump sums and other purposes	1,600,000	1,579,059	8,511	1,587,570	12,430
<u>ATTORNEY GENERAL WHISTLEBLOWER REWARD AND PROTECTION FUND 600</u>					
Lump sums and other purposes	8,700,000	7,139,613	675,026	7,814,639	885,361
<u>CHILD SUPPORT ADMINISTRATIVE FUND 757</u>					
Lump sum, operations	240,000	212,421	151	212,572	27,428
<u>STATE PROJECTS AND COURT ORDERED DISTRIBUTION FUND 801</u>					
Awards and grants, lump sums and other purposes	8,350,000	2,296,907	2,053,287	4,350,194	3,999,806
<u>ATTORNEY GENERAL'S GRANT FUND 901</u>					
Lump sum, operations	5,000	4,692	-	4,692	308

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 2

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES - CONTINUED

Appropriations for Fiscal Year Ended 2013
Fourteen Months Ended August 31, 2013

Public Act 97-0726	Appropriations (Net After Transfers)	Expenditures Through June 30, 2013	Lapse Period Expenditures July 1 to August 31, 2013	Total Expenditures	Balances Lapsed
<u>VIOLENT CRIME VICTIMS ASSISTANCE</u>					
<u>FUND 929</u>					
Violent Crime Victims Assistance					
Personal services	\$ 1,029,300	\$ 981,268	\$ 98	\$ 981,366	\$ 47,934
State employees retirement system	391,000	373,002	38	373,040	17,960
Social security	78,000	72,151	8	72,159	5,841
Group insurance	320,400	308,573	-	308,573	11,827
Crime victims services division	150,000	119,523	3,491	123,014	26,986
Automated victim notification	800,000	616,991	56,090	673,081	126,919
Awards and grants system	6,000,000	4,120,874	37,748	4,158,622	1,841,378
Sub-Total Fund 929	8,768,700	6,592,382	97,473	6,689,855	2,078,845
<u>ATTORNEY GENERAL SEX OFFENDER AWARENESS, TRAINING, AND EDUCATION FUND 958</u>					
Lump sum, operations	50,000	-	-	-	50,000
<u>ATTORNEY GENERAL FEDERAL GRANT FUND 988</u>					
Lump sums and other purposes	2,750,000	2,562,193	184,058	2,746,251	3,749
TOTAL APPROPRIATED FUNDS	<u>\$ 78,921,800</u>	<u>67,518,332</u>	<u>3,147,465</u>	<u>70,665,797</u>	<u>\$ 8,256,003</u>
<u>NON-APPROPRIATED FUNDS</u>					
<u>STATE WHISTLEBLOWER REWARD AND PROTECTION FUND 703</u>					
Payment of 1/6 to Attorney General & State Police Awards to <i>qui tam</i> plaintiffs		21,780,504	-	21,780,504	-
<u>STATE PROJECTS AND COURT ORDER DISTRIBUTION FUND 801</u>					
Awards and grants		3,376,837	-	3,376,837	
TOTAL NON-APPROPRIATED FUNDS		<u>25,157,341</u>	<u>-</u>	<u>25,157,341</u>	
GRAND TOTAL ALL FUNDS FISCAL YEAR 2013		<u>\$ 92,675,673</u>	<u>\$ 3,147,465</u>	<u>\$ 95,823,138</u>	

Note 1: All appropriations, expenditures and lapsed balances were obtained from Office records and have been reconciled to the records of the Office of the State Comptroller.

Note 2: Expenditure amounts are vouchers approved for payment by the Agency and submitted to the Office of the State Comptroller for payment to the vendor.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 3

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES

	Fiscal Year		
	2014	2013	2012
	PA 98-0064	PA 97-0726	PA 97-0642 PA 97-0056
<u>APPROPRIATED FUNDS</u>			
<u>General Revenue Fund 001</u>			
Appropriations (net after transfers)	\$ 32,243,200	\$ 32,243,200	\$ 32,593,200
Expenditures			
Operational expenses	30,843,200	30,843,200	30,703,595
Disbursement to the IL Equal Justice Foundation	1,400,000	-	-
Operational expenses, awards, grants, etc.	-	1,400,000	1,887,500
Total Expenditures	<u>32,243,200</u>	<u>32,243,200</u>	<u>32,591,095</u>
Lapsed Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,105</u>
<u>Illinois Gaming Law Enforcement Fund 085</u>			
Appropriations (net after transfers)	\$ 1,000,000	\$ 1,300,000	\$ 1,300,000
Lump sum, operations	<u>979,218</u>	<u>1,018,897</u>	<u>1,204,943</u>
Lapsed Balances	<u>\$ 20,782</u>	<u>\$ 281,103</u>	<u>\$ 95,057</u>
<u>Asbestos Abatement Fund 224</u>			
Appropriations (net after transfers)	\$ 1,700,000	\$ 3,114,900	\$ 3,016,700
Expenditures			
Personal services	-	1,164,301	1,371,696
State employees retirement system	-	443,233	469,970
Social security	-	86,124	101,241
Group insurance	-	386,117	371,397
Contractual services	-	381,756	370,441
Travel	-	9,015	10,661
Operational expenses	-	15,482	5,492
Lump sum, operations	1,419,643	-	-
Total Expenditures	<u>1,419,643</u>	<u>2,486,028</u>	<u>2,700,898</u>
Lapsed Balances	<u>\$ 280,357</u>	<u>\$ 628,872</u>	<u>\$ 315,802</u>
<u>Married Families Domestic Violence Fund 499</u>			
Appropriations (net after transfers)	\$ 500,000	\$ 500,000	\$ 400,000
Awards and grants	<u>477,725</u>	<u>477,725</u>	<u>400,000</u>
Lapsed Balances	<u>\$ 22,275</u>	<u>\$ 22,275</u>	<u>\$ -</u>

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

	Fiscal Year		
	2014	2013	2012
	PA 98-0064	PA 97-0726	PA 97-0642 PA 97-0056
<u>Statewide Grand Jury Prosecution Fund 525</u>			
Appropriations (net after transfers)	\$ -	\$ 50,000	\$ 50,000
Lump sums and other purposes	-	37,410	-
Lapsed Balances	<u>\$ -</u>	<u>\$ 12,590</u>	<u>\$ 50,000</u>
<u>Attorney General Tobacco Fund 533</u>			
Appropriations (net after transfers)	\$ 3,500,000	\$ 3,500,000	\$ 3,500,000
Lump sums and other purposes	3,350,940	3,378,706	333,345
Lapsed Balances	<u>\$ 149,060</u>	<u>\$ 121,294</u>	<u>\$ 3,166,655</u>
<u>Attorney General Court Ordered and Voluntary Compliance Payments Project Fund 542</u>			
Appropriations (net after transfers)	\$ 8,750,000	\$ 7,750,000	\$ 7,750,000
Lump sums and other purposes	7,891,266	7,618,058	7,309,870
Lapsed Balances	<u>\$ 858,734</u>	<u>\$ 131,942</u>	<u>\$ 440,130</u>
<u>Illinois Charity Bureau Fund 549</u>			
Appropriations (net after transfers)	\$ 1,900,000	\$ 1,600,000	\$ 1,600,000
Lump sums and other purposes	1,887,478	1,587,570	1,572,293
Lapsed Balances	<u>\$ 12,522</u>	<u>\$ 12,430</u>	<u>\$ 27,707</u>
<u>Attorney General Whistleblower Reward and Protection Fund 600</u>			
Appropriations (net after transfers)	\$ 7,700,000	\$ 8,700,000	\$ 10,700,000
Lump sums and other purposes	7,426,483	7,814,639	8,676,419
Lapsed Balances	<u>\$ 273,517</u>	<u>\$ 885,361</u>	<u>\$ 2,023,581</u>
<u>Tobacco Settlement Recovery Fund 733</u>			
Appropriations (net after transfers)	\$ -	\$ -	\$ 1,050,000
Lump sums and other purposes	-	-	1,049,924
Lapsed Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 76</u>

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 3

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

	Fiscal Year		
	2014	2013	2012
	PA 98-0064	PA 97-0726	PA 97-0642 PA 97-0056
<u>Child Support Administrative Fund 757</u>			
Appropriations (net after transfers)	\$ 240,000	\$ 240,000	\$ 320,000
Lump sum, operations	216,757	212,572	213,333
Lapsed Balances	<u>\$ 23,243</u>	<u>\$ 27,428</u>	<u>\$ 106,667</u>
<u>State Projects and Court Ordered Distribution Fund 801</u>			
Appropriations (net after transfers)	\$ 9,350,000	\$ 8,350,000	\$ 4,350,000
Awards and grants, lump sums and other purposes	6,433,024	4,350,194	2,344,727
Lapsed Balances	<u>\$ 2,916,976</u>	<u>\$ 3,999,806</u>	<u>\$ 2,005,273</u>
<u>Attorney General's Grant Fund 901</u>			
Appropriations (net after transfers)	\$ -	\$ 5,000	\$ 5,000
Lump sum, operations	-	4,692	-
Lapsed Balances	<u>\$ -</u>	<u>\$ 308</u>	<u>\$ 5,000</u>
<u>Violent Crime Victims Assistance Fund 929</u>			
Appropriations (net after transfers)	\$ 8,955,300	\$ 8,768,700	\$ 8,738,800
Expenditures			
Personal services	1,028,069	981,366	1,002,864
State employees retirement system	414,610	373,040	343,183
Social security	75,077	72,159	73,326
Group insurance	327,591	308,573	319,818
Crime victims services division	43,590	123,014	28,662
Automated victim notification	673,081	673,081	673,081
Awards and grants	4,722,341	4,158,622	4,379,405
Total Expenditures	<u>7,284,359</u>	<u>6,689,855</u>	<u>6,820,339</u>
Lapsed Balances	<u>\$ 1,670,941</u>	<u>\$ 2,078,845</u>	<u>\$ 1,918,461</u>
<u>Attorney General Sex Offender Awareness, Training, and Education Fund 958</u>			
Appropriations (net after transfers)	\$ 50,000	\$ 50,000	\$ -
Lump sum, operations	-	-	-
Lapsed Balances	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ -</u>
<u>Attorney General Federal Grant Fund 988</u>			
Appropriations (net after transfers)	\$ 3,000,000	\$ 2,750,000	\$ 2,750,000
Lump sums and other purposes	2,038,444	2,746,251	2,548,023
Lapsed Balances	<u>\$ 961,556</u>	<u>\$ 3,749</u>	<u>\$ 201,977</u>

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 3

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

	Fiscal Year		
	2014	2013	2012
	PA 98-0064	PA 97-0726	PA 97-0642 PA 97-0056
<u>Total Appropriated Funds</u>			
Appropriations (net after transfers)	\$ 78,888,500	\$ 78,921,800	\$ 78,123,700
Expenditures	<u>71,648,537</u>	<u>70,665,797</u>	<u>67,765,209</u>
Lapsed Balances	<u>\$ 7,239,963</u>	<u>\$ 8,256,003</u>	<u>\$ 10,358,491</u>
<u>NON-APPROPRIATED FUNDS</u>			
<u>State Whistleblower Reward and Protection Fund 703</u>			
Expenditures			
Payment of 1/6 to Attorney General & State Police	\$ 20,444,898	\$ 21,780,504	\$ 3,188,841
Awards to <i>qui tam</i> plaintiffs	3,307,168	-	236,135
<u>State Projects and Court Ordered Distribution Fund 801</u>			
Awards and grants	<u>563,841</u>	<u>3,376,837</u>	<u>315,825</u>
Total expenditures	<u>\$ 24,315,907</u>	<u>\$ 25,157,341</u>	<u>\$ 3,740,801</u>
<u>GRAND TOTAL, ALL FUNDS</u>			
Total Expenditures	<u>\$ 95,964,444</u>	<u>\$ 95,823,138</u>	<u>\$ 71,506,010</u>
Attorney General's salary	<u>\$ 156,541</u>	<u>\$ 156,541</u>	<u>\$ 156,541</u>

Note: Fiscal Year 2012 expenditures and lapsed balances do not include interest payments approved for payment by the Agency and submitted to the Office of the State Comptroller for payment after August.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 4

COMPARATIVE SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
FUND BALANCE (CASH BASIS) - LOCALLY-HELD FUNDS

For the Year Ended June 30

	Petty Cash Funds		Special Advance Funds		Consumer Trust Fund	Total
	Chicago	Springfield	Chicago	Springfield		
Cash Balance as of July 1, 2012	\$ 786	\$ 676	\$ 4,286	\$ 12,527	\$ 576,348	\$ 594,623
Cash Receipts	2,992	4,907	19,665	32,663	2,761,478	2,821,705
Cash Disbursements	<u>3,135</u>	<u>5,096</u>	<u>18,555</u>	<u>34,746</u>	<u>2,504,719</u>	<u>2,566,251</u>
Cash Balance as of June 30, 2013	643	487	5,396	10,444	833,107	850,077
Cash Receipts	1,819	5,862	15,073	22,514	666,731	711,999
Cash Disbursements	<u>1,674</u>	<u>5,719</u>	<u>12,634</u>	<u>18,205</u>	<u>999,456</u>	<u>1,037,688</u>
Cash Balance as of June 30, 2014	<u>\$ 788</u>	<u>\$ 630</u>	<u>\$ 7,835</u>	<u>\$ 14,753</u>	<u>\$ 500,382</u>	<u>\$ 524,388</u>

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 5

SCHEDULE OF CHANGES IN STATE PROPERTY

For the Year Ended June 30
(in thousands)

	<u>Springfield</u>	<u>Regional Offices</u>	<u>Chicago</u>	<u>Carbondale</u>	<u>Totals</u>
Balance as of July 1, 2012	\$ 9,555	\$ 820	\$ 5,994	\$ 132	\$ 16,501
Additions					
Purchases					
Property	58	82	139	3	282
Library books	1	-	2	-	3
Office transfers in	1,054	284	831	12	2,181
Total additions	1,113	366	972	15	2,466
Deductions					
Deletions					
Property	3	23	16	-	42
Library books	1	-	-	-	1
Office transfers out	624	372	878	3	1,877
Total deductions	628	395	894	3	1,920
Balance as of June 30, 2013	10,040	791	6,072	144	17,047
Additions					
Purchases					
Property	249	99	1,029	-	1,377
Library books	10	-	-	-	10
Office transfers in	1,013	120	541	24	1,698
Total additions	1,272	219	1,570	24	3,085
Deductions					
Deletions					
Property	2	2	7	-	11
Library books	36	-	-	-	36
Office transfers out	619	151	1,126	4	1,900
Total deductions	657	153	1,133	4	1,947
Balance as of June 30, 2014	\$ 10,655	\$ 857	\$ 6,509	\$ 164	\$ 18,185

Note: Information was obtained from Office records and reconciled to property reports submitted to the Office of the State Comptroller and the Department of Central Management Services.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 6

COMPARATIVE SCHEDULE OF CASH RECEIPTS

For the Year Ended June 30

	2014	2013	2012
<u>General Revenue Fund 001</u>			
Penalties	\$ 42,396	\$ 78,460	\$ 177,260
Franchise fees	305,250	299,025	306,975
Recoveries - Violent Crime Victims	114,196	168,206	237,310
Proceeds from court settlements	59,805,727	16,135,983	2,212,049
Miscellaneous receipts	7,048	12,466	17,836
Jury duty, phone calls	430	985	1,699
	60,275,047	16,695,125	2,953,129
<u>Illinois Gaming Law Enforcement Fund 085</u>			
Miscellaneous receipts, jury duty, phone calls	-	-	17
Total receipts - Fund 085	-	-	17
<u>Asbestos Abatement Fund 224</u>			
Miscellaneous receipts, jury duty, phone calls	-	146	120
Asbestos Abatement Recoveries	-	36,881	107,466
Total receipts - Fund 224	-	37,027	107,586
<u>Domestic Violence Fund 499</u>			
Miscellaneous receipts	1,084	-	-
<u>Attorney General Tobacco Fund 533</u>			
Miscellaneous receipts, jury duty, phone calls	928	17	-
Tobacco Settlement Master Agreement A	3,000,000	2,000,000	-
Total receipts - Fund 533	3,000,928	2,000,017	-
<u>Attorney General Court Ordered and Voluntary Compliance Payments Project Fund 542</u>			
Miscellaneous receipts, jury duty, phone calls	4,302	10,034	17,407
Damages awarded the state pursuant to civil suits	3,300,630	12,325,822	8,953,340
Total receipts - Fund 542	3,304,932	12,335,856	8,970,747

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 6

COMPARATIVE SCHEDULE OF CASH RECEIPTS - CONTINUED

For the Year Ended June 30

	2014	2013	2012
<u>Illinois Charity Bureau Fund 549</u>			
Miscellaneous receipts, jury duty, phone calls	\$ 35	\$ 46	\$ 72
Licenses, fees or registration	1,559,310	1,491,040	1,399,265
Total receipts - Fund 549	1,559,345	1,491,086	1,399,337
<u>Attorney General Whistleblower Reward and Protection Fund 600</u>			
Miscellaneous receipts, jury duty, phone calls	14,752	4,132	8,596
Whistleblower awards	10,222,449	10,890,252	1,594,421
Total receipts - Fund 600	10,237,201	10,894,384	1,603,017
<u>State Whistleblower Reward and Protection Fund 703</u>			
Awards	53,236,926	68,965,599	14,200,212
<u>Tobacco Settlement Recovery Fund 733</u>			
Court settlement forfeiture/New York Attorney General	-	-	200,136
Miscellaneous receipts, jury duty, phone calls	-	-	817
Total receipts - Fund 733	-	-	200,953
<u>State Project and Court Ordered Distribution Fund 801</u>			
Miscellaneous receipts, jury duty, phone calls	14,452	14,168	122
Court and Antitrust Distribution	2,099,488	634,037	8,797,551
Court Distribution/Consumer Education	-	3,364,326	-
Court Distributions/Charitable Trust	22,500	728,770	5,501
Court Distribution/Environment	-	2,689	775
Grants from EPA Trust Fund Commission	500,000	1,000,000	500,000
Traffic/Crime Conviction Surcharge	74,517	343,879	61,250
Total receipts - Fund 801	2,710,957	6,087,869	9,365,199
<u>Violent Crime Victims Assistance Fund 929</u>			
Miscellaneous receipts, jury duty, phone calls	18,444	-	8,147
Restitutions	38,066	56,069	79,103
Total receipts - Fund 929	56,510	56,069	87,250

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 6

COMPARATIVE SCHEDULE OF CASH RECEIPTS - CONTINUED

For the Year Ended June 30

	2014	2013	2012
<u>Attorney General Sex Offender Awareness, Training, and Education Fund 958</u>			
Sex offender registration fees	\$ 92,542	\$ 117,740	\$ 63,497
 <u>Attorney General Federal Grant Fund 988</u>			
Miscellaneous receipts, jury duty, phone calls	3,343	-	746
Department of Justice	1,177,457	1,461,242	886,708
Criminal Justice Trust Fund	89,744	141,538	117,022
Health and Human Services	311,911	1,016,409	1,201,761
Federal pass-through	12,398	118,012	244,565
Total receipts - Fund 988	1,594,853	2,737,201	2,450,802
Total receipts - all Funds	\$ 136,070,325	\$ 121,417,973	\$ 41,401,746

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 7

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

For the Year Ended June 30

	2014	2013	2012
General Revenue Fund 001			
Deposit per Office records	\$ 60,275,047	\$ 16,695,125	\$ 2,953,129
Plus: Deposits in transit	12,987	12,155	8,150
Less: Deposits in transit end of year	12,661	12,987	12,155
Deposits per Comptroller	60,275,373	16,694,293	2,949,124
Illinois Gaming Law Enforcement Fund 085			
Deposit per Office records	-	-	17
Plus: Deposits in transit	-	-	-
Less: Deposits in transit end of year	-	-	-
Deposits per Comptroller	-	-	17
Asbestos Abatement Fund 224			
Deposit per Office records	-	37,027	107,586
Plus: Deposits in transit	52	-	-
Less: Deposits in transit end of year	-	52	-
Deposits per Comptroller	52	36,975	107,586
Domestic Violence Fund 499			
Deposit per Office records	1,084	-	-
Plus: Deposits in transit	-	-	-
Less: Deposits in transit end of year	-	-	-
Deposits per Comptroller	1,084	-	-
Attorney General Tobacco 533			
Deposit per Office records	3,000,928	2,000,017	-
Plus: Deposits in transit	-	-	-
Less: Deposits in transit end of year	-	-	-
Deposits per Comptroller	3,000,928	2,000,017	-
Attorney General Court Ordered & Voluntary Compliance Payments Project Fund 542			
Deposit per Office records	3,304,932	12,335,856	8,970,747
Plus: Deposits in transit	24,500	165,826	1,000
Less: Deposits in transit end of year	3,672	24,500	165,826
Deposits per Comptroller	3,325,760	12,477,182	8,805,921

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 7

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

For the Year Ended June 30

	2014	2013	2012
Illinois Charity Bureau Fund 549			
Deposit per Office records	\$ 1,559,345	\$ 1,491,086	\$ 1,399,337
Plus: Deposits in transit	43,685	56,490	54,965
Less: Deposits in transit end of year	46,989	43,685	56,490
Deposits per Comptroller	1,556,041	1,503,891	1,397,812
Attorney General Whistleblower Reward and Protection Fund 600			
Deposit per Office records	10,237,201	10,894,384	1,603,017
Plus: Deposits in transit	14	506	2
Less: Deposits in transit end of year	200	14	506
Deposits per Comptroller	10,237,015	10,894,876	1,602,513
State Whistleblower Reward and Protection Fund 703			
Deposit per Office records	53,236,926	68,965,599	14,200,212
Plus: Deposits in transit	2,317,079	75,923	-
Less: Deposits in transit end of year	17,587	2,317,079	75,923
Deposits per Comptroller	55,536,418	66,724,443	14,124,289
Tobacco Settlement Recovery Fund 757			
Deposit per Office records	-	-	200,953
Plus: Deposits in transit	-	-	-
Less: Deposits in transit end of year	-	-	-
Deposits per Comptroller	-	-	200,953
State Project and Court Ordered Distribution Fund 801			
Deposit per Office records	2,710,957	6,087,869	9,365,199
Plus: Deposits in transit	-	250	-
Less: Deposits in transit end of year	8	-	250
Deposits per Comptroller	2,710,949	6,088,119	9,364,949

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 7

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

For the Year Ended June 30

	2014	2013	2012
Violent Crime Victims Assistance Fund 929			
Deposit per Office records	\$ 56,510	\$ 56,069	\$ 87,250
Plus: Deposits in transit	1,433	1,394	650
Less: Deposits in transit end of year	486	1,433	1,394
Deposits per Comptroller	57,457	56,030	86,506
Attorney General Sex Offender Awareness, Training, and Education Fund 958			
Deposit per Office records	92,542	117,740	63,497
Plus: Deposits in transit	441	899	270
Less: Deposits in transit end of year	360	441	899
Deposits per Comptroller	92,623	118,198	62,868
Attorney General Federal Grant Fund 988			
Deposit per Office records	1,594,853	2,737,201	2,450,802
Plus: Deposits in transit	-	83,520	-
Less: Deposits in transit end of year	-	-	83,520
Deposits per Comptroller	1,594,853	2,820,721	2,367,282
Total - All Funds			
Deposit per Office records	136,070,325	121,417,973	41,401,746
Plus: Deposits in transit	2,400,191	396,963	65,037
Less: Deposits in transit end of year	81,963	2,400,191	396,963
Deposits per Comptroller	\$ 138,388,553	\$ 119,414,745	\$ 41,069,820

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 8

ANALYSIS OF SIGNIFICANT VARIATIONS
IN EXPENDITURES

The following are explanations for expenditures which differed by at least \$100,000 and by more than 20 percent from the previous year for fiscal years 2014 and 2013.

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	Fiscal Year		
	2014	2013	2012
<u>General Revenue Fund 001</u>			
Disbursement to Illinois Equal Justice Foundation	\$ 1,400,000	\$ -	\$ -
Operational expenses, awards, grants, etc. The fiscal year 2013 disbursement to the IL Equal Justice Foundation was reduced by the General Assembly by \$350,000 from the fiscal year 2012 appropriation. The fiscal year 2014 appropriation authority was shifted from an operational expenses, awards, grants, etc. line item to a specific line item for amounts disbursed to the IL Equal Justice Foundation.	-	1,400,000	1,887,500
<u>Asbestos Abatement Fund 224</u>			
Personal services	-	1,164,301	1,371,696
State employees retirement system	-	443,233	469,970
Group insurance	-	386,117	371,397
Contractual services	-	381,756	370,441
Lump sum, operations Beginning in fiscal year 2014, the Lump sum, operations appropriation amount was increased as a result of adding the Personal services, State Employees Retirement System, Group insurance and Contractual services appropriation amounts into this one lump sum appropriation line.	1,419,643	-	-
<u>Attorney General Tobacco Fund 533</u>			
Lump sums and other purposes The fiscal year 2012 appropriation came from a supplemental appropriation (PA 97-642) later in the fiscal year so a full year of expenditures was not undertaken. In following fiscal years, regular appropriations were spent over the course of a full fiscal year.	3,350,940	3,378,706	333,345
<u>Tobacco Settlement Recovery Fund 733</u>			
Lump sums and other purposes This appropriation was eliminated in fiscal year 2013 due to tobacco settlement spending being shifted to the Attorney General Tobacco Fund (533) beginning in fiscal year 2012.	-	-	1,049,924
<u>State Projects and Court Ordered Distribution Fund 801</u>			
Awards and grants, lump sums and other purposes The appropriation authority from this Fund was increased each fiscal year due to increased operating expenditures needing to be paid from this fund as a result of decreases in appropriations in the Attorney General Whistleblower and Reward Protection Fund (600). As a result, spending increased each fiscal year.	6,433,024	4,350,194	2,344,727

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 8

ANALYSIS OF SIGNIFICANT VARIATIONS
IN EXPENDITURES - CONTINUED

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	Fiscal Year		
	<u>2014</u>	<u>2013</u>	<u>2012</u>
<u>Attorney General Federal Grant Fund 988</u>			
Lump sums and other purposes	\$ 2,038,444	\$ 2,746,251	\$ 2,548,023
<p>Grant-based spending can vary significantly across fiscal years. One of the grants in this fund provides funding for the Office's Medicaid Fraud Bureau personnel. In fiscal year 2014, the decrease was mostly a result of only three months of spending on the Medicaid Fraud Bureau personnel occurring from this Fund after which the State Police began directly paying the expenditures.</p>			
<u>Non-Appropriated Funds</u>			
<u>State Whistleblower Reward and Protection Fund 703</u>			
Payment of 1/6 to Attorney General & State Police	20,444,898	21,780,504	3,188,841
<p>These expenditures are amounts paid into the Attorney General Whistleblower Fund (600) and State Police Whistleblower Fund (705) per 740 ILCS 175/8. The amount of payments is a function of the amount of and timing of receipts from settlements deposited into the State Whistleblower Reward and Protection Fund (703) in each fiscal year.</p>			
Awards to <i>qui tam</i> plaintiffs	3,307,168	-	236,135
<p>These expenditures are amounts paid to other parties involved in a case and can vary from settlement to settlement. In fiscal year 2014, there were eight payments with the largest payment being \$1,622,301. In fiscal year 2012, there were 3 cases, including one with a payment of \$166,360.</p>			
<u>State Projects and Court Ordered Distribution Fund 801</u>			
Awards and grants	563,841	3,376,837	315,825
<p>These spending amounts represent non-appropriated cy pres distributions. Cy pres distributions are class action settlements that are distributed to entities that promote the interest of the class rather than to the individual class member. The payment of cy pres amounts is dependent on when the funds are received and when the allocation has been determined. In fiscal year 2013, the approximately \$3.4 million Lender Processing settlement was disbursed.</p>			

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 9

ANALYSIS OF SIGNIFICANT VARIATIONS
IN RECEIPTS

The following are explanations for receipts which differed by at least \$100,000 and by more than 20 percent from the previous fiscal year for fiscal years 2014 and 2013 for the General Revenue, Special Revenue, Fiduciary Funds.

<u>Fund, Account (if Applicable) and Explanation</u>	<u>Fiscal Year</u>		
	<u>2014</u>	<u>2013</u>	<u>2012</u>
<u>General Revenue Funds</u>			
General Revenue Fund 001			
Proceeds from court settlements	\$ 59,805,727	\$ 16,135,983	\$ 2,212,049
Proceeds from court settlements vary from year to year based on the number and size of cases settled. In fiscal year 2012, the largest case settled totaled \$1.7 million. In fiscal year 2013, the three largest cases totaled \$14.6 million. In fiscal year 2014, the largest two cases totaled \$54.1 million.			
Attorney General Tobacco Fund 533			
Tobacco Settlement	3,000,000	2,000,000	-
Enabling legislation was changed and began authorizing direct transfers of money from Tobacco Settlement Authority (Agency 561) Railsplitter Trustee Account Fund (1403) to Attorney General Tobacco Fund (533)in fiscal year 2013.			
Attorney General Court Ordered and Voluntary Compliance Payments Project Fund 542			
Damages awarded the state pursuant to civil suits	3,300,630	12,325,822	8,953,340
Damages awarded the state pursuant to civil suits vary from year to year based on the number and size of cases settled. For fiscal year 2012, \$8.5 million was received from the four largest cases settled. In fiscal year 2013, \$10.1 million was received from the two largest cases settled. In fiscal year 2014, \$2.8 million was received from the three largest cases settled.			
Attorney General Whistleblower Reward and Protection Fund 600			
Whistleblower awards	10,222,449	10,890,252	1,594,421
These receipts are a result of settlement payments paid into the 703 fund pursuant to the False Claims Act. The Office of the Attorney General is entitled to one-sixth of the monies deposited into the 703 fund, subject to timing of distributions to fund 600. The 703 receipt amounts were approximately \$14.2 million in fiscal year 2012, \$69.0 million in fiscal year 2013, and \$53.2 million in fiscal year 2014.			
Tobacco Settlement Recovery Fund 733			
Court Settlement Forfeiture	-	-	200,136
The \$200,136 proceeds were received from a settled case which went into Fund 733 (Tobacco Settlement Recovery Fund), and fiscal year 2012 was the last year that the Office had a 733 fund appropriation.			

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 9

ANALYSIS OF SIGNIFICANT VARIATIONS
IN RECEIPTS - CONTINUED

Fund, Account (if Applicable) and Explanation	Fiscal Year		
	2014	2013	2012
<i><u>Special Revenue Funds (continued)</u></i>			
State Project and Court Ordered Distribution Fund 801			
Traffic/Crime Conviction Surcharge The fluctuation each fiscal year is due to timing differences in the receipt of grant funds. During fiscal year 2013, the two largest receipts were for \$164,150 and \$122,500.	\$ 74,517	\$ 343,879	\$ 61,250
Grants from EPA Trust Fund Commission The large change from fiscal year 2012 to fiscal year 2013 is associated with the increased grant agreement amount with EPA. In fiscal year 2014, the grant agreement amount was lowered back to the fiscal year 2012 level.	500,000	1,000,000	500,000
Court Distributions/Charitable Trust The large increase in fiscal year 2013 is due to the collection of \$0.7 million relating to one settled case.	22,500	728,770	5,501
Court and Antitrust Distribution Court and antitrust distributions vary from year to year based on the number and size of cases settled. For fiscal year 2012, \$8.7 million was received from the four largest cases settled. For fiscal year 2013, \$0.5 million was received from the two largest settlements. In fiscal year 2014, \$2 million was received from the largest settlement.	2,099,488	634,037	8,797,551
Consumer Education In fiscal year 2013, the Office settled one case for approximately \$3.4 million and received all of the proceeds.	-	3,364,326	-
Attorney General Federal Grant Fund 988			
Department of Justice The large increase from fiscal year 2012 to fiscal year 2013 is due to a new SAVIN grant that began in fiscal year 2013.	1,177,457	1,461,242	886,708
Federal Pass-through The IHDA grant was reduced for and ended in fiscal year 2013 and the last grant proceeds were received at beginning of fiscal year 2014.	12,398	118,012	244,565
Health and Human Services The large decline in fiscal year 2014 is due to only being reimbursed for Medicaid Fraud expenses for three months. After this time these expenses were paid directly by the Illinois State Police.	311,911	1,016,409	1,201,761
<i><u>Fiduciary Funds</u></i>			
State Whistleblower Reward and Protection Fund 703			
Awards Whistleblower rewards vary from year to year based on the number and size of cases settled. For fiscal year 2012, \$13.8 million was received from the fourteen largest cases settled. For fiscal year 2013, \$66.1 million was received from the twelve largest cases settled. For fiscal year 2014, \$50.8 million was received from the ten largest cases settled.	53,236,926	68,965,599	14,200,212

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 10

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Year Ended June 30, 2014

There were no funds for fiscal year 2014 in which more than 20 percent and at least \$20,000 of the total expenditures were made during lapse period.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 10

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Year Ended June 30, 2013

The following are explanations for fiscal year 2013 line items in which more than 20 percent and at least \$20,000 of the total expenditures were made during lapse period.

Expenditure Item	Fund	Total Expenditures	Lapse Period Expenditures	Percent	Explanation of Significant Lapse Period Expenditures
Awards and grants, lump sums and other purposes	801	\$ 4,350,194	\$ 2,053,287	47%	The large lapse period expenditures were due primarily to addressing numerous information technology equipment needs and projects that occurred late in the fiscal year but were not paid until the lapse period.

ANALYSIS OF SIGNIFICANT
ACCOUNT BALANCES

For the Two Years Ended June 30, 2014

The significant account balances for the Office of the Attorney General include Accounts Receivable and Locally Held Funds.

The Locally Held Funds (non-treasury held funds) represent funds collected for and disbursed from the Consumer Trust Fund 1106, Special Advance Fund 1108, and petty cash funds. The Consumer Trust Fund is used as a holding account for litigation awards collected on behalf of and payable to different consumer groups. The Special Advance Fund is used for instances where items must be purchased or paid for immediately. Examples of these expenditures would be when an investigator purchases evidence, court fees that must be paid up front, or witness fees that must be paid up front. The Special Advance Fund is used in the same manner as the petty cash funds. As amounts are expended from the fund, the fund is reimbursed through the Comptroller. The petty cash funds are used when items must be paid for or purchased immediately. These are imprest funds of the Treasury held funds.

Included on the following page are explanations for significant variations in the significant account balances.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 11

ANALYSIS OF SIGNIFICANT
ACCOUNT BALANCES - CONTINUED

For the Two Years Ended June 30, 2014

The following are explanations for local fund cash balances and net receivables which differed by at least \$100,000 and by more than 20 percent from the previous fiscal year for fiscal years 2014 and 2013.

<u>Fund, Account (if Applicable) and Explanation</u>	<u>Fiscal Year</u> (in thousands)		
	<u>2014</u>	<u>2013</u>	<u>2012</u>
<u>General Revenue Fund 001</u>			
Net Receivables	\$ 118,944	\$ 54,553	\$ 1,461
The increase in fiscal year 2013 and fiscal year 2014 end of year receivables is due to several large cases being settled at end of fiscal year 2013 and fiscal year 2014 but money was not received until the subsequent fiscal year.			
<u>Attorney General Court Ordered and Voluntary Payments</u>			
<u>Project Fund 542</u>			
Net Receivables	7,694	2,000	251
The increase in fiscal year 2013 and fiscal year 2014 end of year receivables is due to several large cases settled at end of fiscal year 2013 and fiscal year 2014 but money was not received until the subsequent fiscal year.			
<u>State Whistleblower Reward and Protection Fund 703</u>			
Net Receivables	2,666	3,139	16,176
There was a \$12 million case settled at the end of fiscal year 2012, but the Office did not receive proceeds until fiscal year 2013.			
<u>State Projects and Court Ordered Distribution Fund 801</u>			
Net Receivables	12,712	13,517	22,172
There was a \$9.7 million debt at the end of fiscal year 2012 and the Office received the entire amount during fiscal year 2013.			
<u>Consumer Trust Fund 1106</u>			
Cash balance	500	833	576
The Office was able to disburse a larger percentage of money that was collected in fiscal year 2013 and fiscal year 2014 during fiscal year 2014.			
Net Receivables	2,311	15,557	2,781
At the end of fiscal year 2013, the Office had a \$14.6 million debt from one case that was estimated to be collectible. At the end of fiscal year 2014, this debt was estimated to be uncollectible.			

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 12

ANALYSIS OF ACCOUNTS RECEIVABLE

For the Two Years Ended June 30, 2014

The Office of the Attorney General (Office) collects monies for the use of the State as well as monies to be used by the Office. These receivables may be received by the Office as the result of judicial awards derived from civil suits filed on behalf of the State; fines imposed upon defendants in legal actions; negotiated settlement of claims by the State; recovery of illegal, improper or erroneous expenditures of State funds; recovery of investigative costs; franchise fees; expense recoveries through the sale of photocopies; fees from charitable organizations and professional fund raisers; and similar or related sources.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 12

ANALYSIS OF ACCOUNTS RECEIVABLE - CONTINUED

June 30, 2014
(in thousands)

Fund Name	Current Receivables	Aged Accounts Receivable					Total Receivables	Allowance for Doubtful Accounts
		1 - 30 Days	31 -90 Days	91 - 180 Days	181 Days - 1 Year	Over 1 Year		
<u>Balances at June 30, 2014</u>								
General Revenue Fund 001	\$ 3,246	\$ 24,059	\$ 91,518	\$ 11	\$ 110	\$ 2,804	\$ 121,748	\$ 2,804
Asbestos Abatement Fund 224	-	-	-	-	-	-	-	-
Attorney General Tobacco Fund 533	30,000	-	2,500	-	-	2,500	35,000	-
Elderly Victim Fund 541	-	-	-	-	-	50	50	50
Attorney General Court Ordered and Voluntary Compliance Payments Project Fund 542	2,103	1,339	4,252	-	-	67	7,761	67
Illinois Charity Bureau Fund 549	-	-	-	-	-	46	46	46
State Whistleblower Reward and Protection Fund 703	1,846	123	-	326	371	699	3,365	699
State Projects and Court Ordered Distribution Fund 801	5,243	1,339	5,920	5	205	3,455	16,167	3,455
Attorney General Federal Grant Fund 988	34	-	-	-	-	-	34	-
Consumer Trust Fund 1106	538	3	85	86	1,599	18,453	20,764	18,453
Total	\$ 43,010	\$ 26,863	\$ 104,275	\$ 428	\$ 2,285	\$ 28,074	\$ 204,935	\$ 25,574

Note: Receivables are collected by the Office of the Attorney General. Delinquent accounts are referred to the Office of the State Comptroller's Offset System and private collection firms.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE 12

ANALYSIS OF ACCOUNTS RECEIVABLE - CONTINUED

June 30, 2013
(in thousands)

Fund Name	Current Receivables	Aged Accounts Receivable					Total Receivables	Allowance for Doubtful Accounts
		1 - 30 Days	31 - 90 Days	91 - 180 Days	181 Days - 1 Year	Over 1 Year		
<u>Balances at June 30, 2013</u>								
General Revenue Fund 001	\$ 54,391	\$ 12	\$ 24	\$ 114	\$ 12	\$ 2,857	\$ 57,410	\$ 2,857
Asbestos Abatement Fund 224	-	-	-	-	-	-	-	-
Attorney General Tobacco Fund 533	32,500	-	2,500	-	-	3,000	38,000	-
Elderly Victim Fund 541	-	-	-	-	-	50	50	50
Attorney General Court Ordered and Voluntary Compliance Payments Project Fund 542	2,000	-	-	-	-	70	2,070	70
Illinois Charity Bureau Fund 549	-	-	-	-	-	46	46	46
State Whistleblower Reward and Protection Fund 703	3,071	34	-	19	15	-	3,139	-
State Projects and Court Ordered Distribution Fund 801	10,087	3	2	3,063	362	2,676	16,193	2,676
Attorney General Federal Grant Fund 988	120	-	-	-	-	-	120	-
Consumer Trust Fund 1106	584	2	284	38	14,649	4,696	20,253	4,696
Total	\$ 102,753	\$ 51	\$ 2,810	\$ 3,234	\$ 15,038	\$ 13,395	\$ 137,281	\$ 10,395

Note: Receivables are collected by the Office of the Attorney General. Delinquent accounts are referred to the Office of the State Comptroller's Offset System and private collection firms.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

AGENCY FUNCTIONS AND PLANNING PROGRAM
(NOT EXAMINED)

For the Two Years Ended June 30, 2014

The Attorney General is Illinois' chief legal officer and is responsible for protecting the public interest of the state and its residents. As an advocate on behalf of state government and in the interest of the public, the Attorney General works to protect consumers, help crime victims, safeguard communities, advocate for older citizens, preserve the environment, ensure an open and honest government, and defend the rights of the citizens of Illinois. In addition, the Attorney General works with the Legislature to strengthen the law to better protect Illinois residents.

During the examination period, the Attorney General was The Honorable Lisa Madigan, sworn into office January 13, 2003.

The main locations of the Office of the Attorney General (Office) are the James R. Thompson Center, 100 West Randolph, Chicago, Illinois, 500 South Second Street, Springfield, Illinois and 601 South University Avenue, Carbondale, Illinois. There are four regional offices and two satellite offices located throughout the State of Illinois.

Office Functions

Functionally, the activities of the Office are divided into three areas: administrative programs, legal and service programs, and policy and legislative affairs. The administrative programs provide the structure, framework and support necessary for the efficient and effective delivery of legal and service programs. The legal and service programs represent those end results services, which are the reason for the existence of the Office. The policy and legislative affairs area provides the Office's policy support and legislative assistance.

Administrative programs of the Office include Fiscal Affairs, Human Resources, Attorney Recruitment and Professional Development, Information Technology, Internal Audit, Law Library Support, and Office Services.

Legal and service programs, and policy and legislative affairs activities include Protecting Consumers, Keeping Communities Safe, Representing the State of Illinois, Helping Crime Victims, Preserving the Environment, Defending Citizen's Rights, Advocating for Women, Older Citizens, and Children, Agriculture, Ensuring Open and Honest Government, Strategic Communications, and Legislative Affairs.

Regional Offices

The Office currently has four regional office locations and two satellite office locations. Each office has at least one attorney and a legal secretary. The offices, as well as providing assistance to attorneys in Springfield, Chicago and Carbondale, work with citizens to assist them in the areas of consumer and senior citizen problems, disability and veteran's problems, opinions and criminal violence work. The offices are also involved in public education through an outreach program designed to educate the public on the Office's functions and services.

The four regional office are located in Belleville (Metro-East), Rockford, Urbana, and Quincy.

The two satellite offices are the Chicago West Regional Office and the Chicago South Regional Office.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

AGENCY FUNCTIONS AND PLANNING PROGRAM - CONTINUED
(NOT EXAMINED)

For the Two Years Ended June 30, 2014

Advisory Groups

Following is a listing of Advisory Councils/Commissions providing assistance to the Office:

- Violent Crime Victims Advisory Commission (725 ILCS 240/4)
- Franchise Advisory Board (815 ILCS 705/21)
- Charitable Advisory Council (225 ILCS 460/23)
- Crime Victim and Witness Notification Advisory Committee (725 ILCS 120/8.5(g))

Management Structure

The Office management structure consists of the Attorney General and a Chief of Staff who is responsible for the Office oversight. Reporting to the Chief of Staff is the Chief Deputy Attorney General who is responsible for all of the legal functions of the Office, a Deputy Chief of Staff who is responsible for all administrative functions of the Office and a Deputy Chief of Staff who is responsible for the policy and communications functions of the Office. The Deputy Chief of Staff of Policy and Legislative Affairs is responsible for the legislative affairs function of the Office. There are three Deputy Attorney Generals and a Solicitor General who supervise divisions that are further divided into bureaus.

Relationship with the Social Security Number Protection Task Force and the Illinois Violence Prevention Authority

The Office administers the activities of the Social Security Number Protection Task Force (Task Force), a task force created within the Office by statute. The Task Force was created to examine procedures used by the State to protect individuals from having their social security numbers compromised and to explore technical and procedural changes necessary to implement a unique identification number system. The chairperson of the Task Force represents the Office and was appointed by the Attorney General. The Office provides administrative support to the Task Force in order to help fulfill its mission.

Through January 25, 2013, according to statute, the Attorney General and the Director of the Illinois Department of Public Health served as the co-chairs of the Illinois Violence Prevention Authority (IVPA), a separate State agency. Each organizational unit provided the IVPA with in-kind functional support to assure efficient and effective operation of the Authority. The Office provided IVPA with support of administrative functions including purchasing and payroll while Illinois Department of Public Health (IDPH) provided office space, equipment and other similar assistance. On January 25, 2013, Public Act 97-1151 became effective, which transferred all powers, rights, duties, and responsibilities from the IVPA to the Illinois Criminal Justice Information Authority. Following this transfer, the Attorney General no longer had any governance responsibilities and no longer provided any in-kind support with respect to the responsibilities formerly under the IVPA.

Funding provided to the Illinois Equal Justice Foundation

The Office has a Memorandum of Understanding with the Illinois Equal Justice Foundation (IEJF) to provide funding for their programs. The IEJF, a not-for-profit organization, is governed by the Illinois Equal Justice Act (30 ILCS 765/1 et seq.). The IEJF provides financial support to other organizations who provide legal aid services to the public. The IEJF is allowed to keep up to 5% of State funds received for costs of administering grants and distributing State funds to other entities. For fiscal years 2013 and 2014, funding of \$1.4 million was passed through the Office's general revenue fund lump sum appropriation to the IEJF.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

AGENCY FUNCTIONS AND PLANNING PROGRAM - CONTINUED
(NOT EXAMINED)

For the Two Years Ended June 30, 2014

Funding provided to the Illinois Equal Justice Foundation, continued

The Office stated it does not monitor the expenditure of these funds because the appropriations are received by the Office only as a disbursing authority, the funds are not deemed to constitute a grant under the Grant Funds Recovery Act, the Office lacks specific statutory authority to monitor IEJF expenditures, and explicit oversight and reporting to the General Assembly is specified in the statute. Further, Office management concluded that monitoring activities could potentially create conflicts of interest with legal aid organizations which receive funding from IEJF and who at times may oppose the Office in legal matters.

Office Planning Program

According to management, the Office's planning program is a four part, continuous process that includes establishing, budgeting, accomplishing, and monitoring the Office's goals and objectives.

In establishing the Office's goals and objectives, on an annual and ongoing basis, the Attorney General and Senior Management meet to determine and prioritize goals and objectives for the upcoming year. Once established, the goals and objectives are communicated to senior staff and incorporated into the Office's annual plan. The goals and objectives of the Office are primarily influences through the development of new policy proposals, legislative initiatives, and programmatic changes from senior staff and other stakeholders.

After the Office's goals and objectives have been established, the financial impact of programmatic changes and new initiatives is determined by Fiscal Affairs through a review of current spending. The results of the review by Fiscal Affairs are reviewed by senior staff and incorporated into the Office's Budget Request. After the Budget Request is reviewed and approved by the Attorney General and Chief of Staff, it is submitted to the Governor's Office of Management and Budget for inclusion in the Governor's annual budget book and appropriation by the General Assembly.

Office goals and objectives are generally accomplished through three types of activities: litigation, legislation, and policy initiatives and program development. Each of these areas interacts with one another, and this interaction may impact the direction and implementation of the Office's goals and objectives. The Office achieves its litigation goals and objectives through enforcement of state statutes as well as furthering the definitions of public policy through civil and criminal litigation. In accomplishing goals and objectives related to legislation, the Office sets an annual legislative agenda to modify existing laws and/or create new laws that advance the implementation of the Office's goals and objectives and accomplish the mandates of the Office. In order to accomplish goals and objectives related to policy initiatives and program development, the Office develops new policy initiatives and programs through research, review and assessment of current policies and programs, and responses to public issues.

Throughout the year, senior staff from the Office of the Attorney General monitor the status of the Office's goals and objectives through feedback from staff and the public and by gathering and synthesizing data that reflects the progress of new policy initiatives. Also, management and staff meetings are conducted on regular basis to determine the progress of and to provide feedback on the Office's goals and objectives.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

AVERAGE NUMBER OF EMPLOYEES
(NOT EXAMINED)

Years Ended June 30, 2014, 2013 and 2012

The following schedule was prepared from Office records and presents the average number of employees on a full-time equivalent basis for the fiscal years ended June 30, 2014, 2013 and 2012.

	<u>2014</u>	<u>2013</u>	<u>2012</u>
Division of Civil Appeals	23	23	23
Division of Consumer Protection	122	122	120
Division of Crime Victim Services	33	34	38
Division of Criminal Appeals	21	20	23
Division of Criminal Enforcement	54	51	55
Division of Environmental/Asbestos Litigation	35	35	30
Division of Fiscal Affairs	13	13	15
Division of Government Representation	185	177	172
Division of Investigations	23	22	17
Division of Operation & Administration Services	79	80	83
Communications/Press Office	9	9	9
Public Access & Opinions	22	25	27
Division of Public Interest	49	48	49
Regional Office Division	8	8	8
Senior Counsel to the Attorney General	1	1	1
Other	<u>59</u>	<u>60</u>	<u>73</u>
Total number of employees	<u><u>736</u></u>	<u><u>728</u></u>	<u><u>743</u></u>

Note 1: Employee groupings are based on organizational structure as of June 30, 2014.

Note 2: Total number of employees for fiscal year 2012 does not match the amount reported in the Compliance Examination report for the two years ended June 30, 2012, due to reclassifications made to conform to the fiscal year 2014 presentation.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

AVERAGE NUMBER OF EMPLOYEES - CONTINUED
(NOT EXAMINED)

Years Ended June 30, 2014, 2013 and 2012

The following schedule was prepared from Office records and presents the average number of employees on a full-time equivalent basis for the fiscal years ended June 30, 2014, 2013 and 2012. The Office employs these individuals; however, they are paid by their respective agencies.

	<u>2014</u>	<u>2013</u>	<u>2012</u>
Agency and Office Bureau:			
Department of Child and Family Services - Child Welfare Litigation	6	6	9
Department of Healthcare and Family Services - Child Support Enforcement	52	55	59
Illinois Department of Employment Security - Financial Crimes	2	1	1
Illinois Department of Employment Security - Unemployment Insurance	13	13	13
Department of Health and Family Services - Welfare Litigation	7	8	12
Illinois Department of Revenue - Revenue Prosecution	6	7	2
Illinois Department of Revenue - Special Prosecution	1	1	5
Illinois Department of Revenue - Revenue Litigation	4	5	8
Illinois Department of Transportation - Land Acquisition	2	2	3
Illinois State Toll Highway	10	10	11
Total	<u>103</u>	<u>108</u>	<u>123</u>

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

MEMORANDUMS OF UNDERSTANDING
(NOT EXAMINED)

For the Two Years Ended June 30, 2014

The following Memorandums of Understanding (MOU) were effective during the engagement period:

The Office of the Attorney General (Office) was a party to Memorandums of Understanding with the Illinois Equal Justice Foundation (IEJF) to provide funding for their programs during the engagement period. The IEJF, a not-for-profit organization, is governed by the Illinois Equal Justice Act (30 ILCS 765/1 et seq.). The IEJF provides financial support to other organizations who provide legal aid services to the public. The IEJF is allowed to keep up to 5% of State funds received for costs of administering grants and distributing State funds to others entities. For fiscal years 2013 and 2014, funding of \$1.4 million per year was passed through the Office's general fund lump sum appropriation to the IEJF.

The Office is a party to 197 Memorandums of Understanding with local law enforcement agencies in Illinois. The MOU's were originally for the Office to loan to the law enforcement agencies, equipment and software that were purchased with funding from the U.S. Department of Justice, Office of Juvenile Justice Delinquency Prevention, Internet Crimes Against Children grant. Upon receipt of the equipment and proper training, the local law enforcement agencies, also known as affiliate agencies, are to conduct digital forensic examinations using the equipment and are to report to the Office, on a monthly basis, data regarding the examinations conducted. During the engagement period, there were 9 additional MOU's executed. On June 1, 2011, each of the existing MOU's was amended to designate ownership of any equipment and software to the local law enforcement agencies on the date it was received by each covered agency. These MOU's with affiliate local law enforcement agencies are ongoing until termination by either the law enforcement agency or the Office.

Law Enforcement Agencies with MOU's Executed in FY2013 and FY2014

Kewanee Police Department
Naval Criminal Investigative Services
Waukegan City Police Department
LaSalle County Sheriff's Office
Jerseyville Police Department
Ottawa Police Department
Christian County Sheriff's Department
Wauconda Police Department
Streator Police Department

The Office was a party to a Memorandum of Understanding with Loyola University Chicago, Rape Victim Advocates, and the YWCA Evanston/North Shore to provide collaborative services on a U.S. Department of Justice, Office on Violence Against Women Grants to Reduce Domestic Violence, Dating Violence, Sexual Assault, and Stalking on Campus Program grant. The Memorandum of Understanding is effective during the anticipated grant period from September 1, 2012 through September 30, 2015. During the engagement period, Loyola University Chicago was the lead agency for the grant and the Office received no compensation for their service provided under the grant.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL

SCHEDULE OF INDIRECT COST REIMBURSEMENTS
(NOT EXAMINED)

For the Two Years Ended June 30, 2014

According to Attachment A to Office of Management and Budget Circular A-87, "Cost Principles for State and Local Governments", rates can be established for use by agencies in allocating indirect costs to federal programs. The grants awarded to the Office of the Attorney General do not have any indirect cost components and are program specific, covering all costs of the program. Therefore, there were no indirect costs in which to seek reimbursement.