

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL**

COMPLIANCE EXAMINATION

For the Two Years Ended June 30, 2018

**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, 2018**

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**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2018**

AGENCY OFFICIALS

Attorney General	The Honorable Lisa Madigan
Chief of Staff/Chief Legal Counsel	Ms. Ann Spillane
Chief Deputy Attorney General	Mr. Brent Stratton
Deputy Chief of Staff, Administration	Ms. Melissa Mahoney
Chief Fiscal Officer (as of 11/16/17)	Mr. Tad Huskey
Chief Fiscal Officer (3/1/17 to 11/15/17)	Vacant
Chief Fiscal Officer (through 2/28/17)	Mr. David Boots
Deputy Chief Fiscal Officer/Director of Accounting (11/16/17 to 6/30/18)	Vacant
Deputy Chief Fiscal Officer/Director of Accounting (6/1/17 to 11/15/17)	Mr. Tad Huskey
Deputy Chief Fiscal Officer/Director of Accounting (5/16/17 to 5/31/17)	Vacant
Deputy Chief Fiscal Officer/Director of Accounting (through 5/15/17)	Mr. Josiah Small
Chief Internal Auditor	Mr. Jay Wagner
Inspector General	Ms. Diane Saltoun

Executive offices are located at:

500 South Second Street
Springfield, Illinois 62701

100 West Randolph
Chicago, Illinois 60601



OFFICE OF THE ATTORNEY GENERAL
STATE OF ILLINOIS

Lisa Madigan
ATTORNEY GENERAL

December 27, 2018

West & Company, LLC
Certified Public Accountant
919 E. Harris Avenue
Greenville, IL 62246

We are responsible for the identification of, and compliance with, all aspects of laws, regulations, contracts, or grant agreements that could have a material effect on the operations of the State of Illinois, Office of the 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 State of Illinois, Office of the Attorney General's compliance with the following assertions during the two-year period ended June 30, 2018. Based on this evaluation, we assert that during the years ended June 30, 2017 and June 30, 2018, the State of Illinois, Office of the Attorney General has materially complied with the assertions below.

- 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.

Yours truly,

Office of the Attorney General

SIGNED ORIGINAL ON FILE

Honorable Lisa Madigan, Attorney General

SIGNED ORIGINAL ON FILE

Ann Spillane, Chief of Staff/Chief Legal Counsel

SIGNED ORIGINAL ON FILE

Thaddeus Huskey, Chief Fiscal Officer

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2018**

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	1	0
Repeated findings	0	0
Prior recommendations implemented or not repeated	0	0

SCHEDULE OF FINDINGS

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
CURRENT FINDINGS (STATE COMPLIANCE)			
2018-001	9	Inadequate controls over property and equipment	Significant Deficiency and Noncompliance

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2018**

EXIT CONFERENCE

The finding and recommendation in this report was discussed with Office personnel at an exit conference on December 17, 2018.

Attending were:

Office of the Attorney General

Ms. Ann Spillane, Chief of Staff/Chief Legal Counsel
Ms. Melissa Mahoney, Deputy Chief of Staff, Administration
Mr. Jay Wagner, Chief Internal Auditor
Mr. Tad Huskey, Chief Fiscal Officer
Ms. Lisa Kaigh, Deputy Chief Fiscal Officer
Mr. Rocco LaSalvia, Office Services Director
Ms. Kim Pulliam, Administrative Services Manager
Ms. Christina Huddleston, Director of Human Resources
Ms. Carrie Richardson, Payroll and Timekeeping Supervisor

Office of the Auditor General

Ms. Lisa Warden, Audit Manager

West & Company, LLC – Special Assistant Auditors

Ms. Janice Romack, Partner
Mr. Michael Lawler, Manager
Mr. Brandon Craycroft, In-charge Accountant

The response to the recommendation was provided by Mr. Jay Wagner, Chief Internal Auditor, in correspondence dated December 24, 2018.



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**INDEPENDENT ACCOUNTANT'S REPORT ON STATE COMPLIANCE,
ON INTERNAL CONTROL OVER COMPLIANCE, AND ON
SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES**

Honorable Frank J. Mautino
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, 2018. 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 (the Audit Guide). Those standards, the Act, and the Audit Guide require that we plan and perform the examination to obtain reasonable assurance about whether the State of Illinois, Office of the Attorney General complied, in all material respects, with the specified requirements listed above. An examination involves performing procedures to obtain evidence about whether the State of Illinois, Office of the Attorney General complied with the specified requirements listed above. The nature, timing and extent of the procedures selected depend on our judgement, including an assessment of the risks of material noncompliance, whether due to fraud or error.

We believe that the evidence we obtained is sufficient and appropriate to provide 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, 2018. However, the results of our procedures disclosed instances of noncompliance with the 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 findings as item 2018-001.

The State of Illinois, Office of the Attorney General's response to the finding identified in our examination is described in the accompanying schedule of findings. The State of Illinois, Office of the Attorney General's response was not subjected to the procedures applied in the compliance examination and, accordingly, we express no opinion on the response.

The purpose of this report on compliance is solely to describe the scope of our testing and the results of that testing in accordance with the requirements of the Audit Guide issued by the Illinois Office of the Auditor General. Accordingly, this report is not suitable for any other purpose.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify a certain deficiency in internal control over compliance, as described in the accompanying schedule of findings as item 2018-001, which we consider to be a significant deficiency.

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

The State of Illinois, Office of the Attorney General's response to the internal control finding identified in our examination is described in the accompanying schedule of findings. The State of Illinois, Office of the Attorney General's response was not subjected to the procedures applied in the compliance examination and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Audit Guide, issued by the Illinois Office of the Auditor General. Accordingly, this report is not suitable for any other purpose.

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, 2018 and June 30, 2017 in Schedules 1 through 6 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, 2018 and June 30, 2017 accompanying supplementary information in Schedules 1 through 6. However, we do not express an opinion on the accompanying supplementary information.

We have not applied procedures to the June 30, 2016 accompanying supplementary information in Schedules 3, 4, and 6, and in the Analysis of Operations Section, and accordingly, we do not express an opinion or provide any assurance on it.

SIGNED ORIGINAL ON FILE

Greenville, Illinois
December 27, 2018

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2018**

CURRENT FINDINGS (STATE COMPLIANCE)

2018-001 **FINDING** (Inadequate controls over property and equipment)

The Office of the Attorney General (Office) did not exercise adequate control over the recording and reporting of its State property and equipment.

Recording and reporting weaknesses were identified during our testing of property and equipment records as follows:

- Four of 8 (50%) Agency Report of State Property (C-15) forms tested were inaccurate. In Fiscal Year 2018, overstatements of additions of \$11,657 were reported on the C-15 for the first quarter, which caused the remaining quarters to be inaccurate. Additionally, the C-15 for the fourth quarter reported additional overstatements of additions of \$22,079 and understatements of \$95,610 of additions, whereby the understatements were due to voucher coding errors of EDP equipment. Also, the third quarter C-15 reported an incorrect “Report Quarter Ended” date on the form.

The Statewide Accounting Management System (SAMS) (Procedure 29.10.30) states the C-15, when properly completed presents the total cost of State property, by category, reflected on the agency’s records as of the reporting date. The State Property Control Act (30 ILCS 605/4) requires every responsible officer of State government to be accountable to the administrator for the supervision, control, and inventory of all property under his jurisdiction. Office management stated the C-15 errors were due to limited time to train new personnel with the property control reporting rules. Additionally, the Office discovered voucher coding errors and subsequently, recorded equipment to the Office property records after June 30, 2018 but failed to file accurate amended C-15 reports.

- For property additions and deletions, our testing noted the following:
 - Two of 40 (5%) property vouchers tested included items that were not added to the Office’s property records. The total value of the items was \$5,361 and included six desks, six chairs, seven workstations, and a camera.
 - Twenty-one of 40 (53%) additions tested with a total cost of \$76,280 were not timely added to the Office’s property records. The items were recorded between 32 to 350 days after the property and invoice were received.
 - Twenty-two of 40 (55%) property items tested with a total cost of \$173,247, were not timely removed from the Office’s property records. The items were removed 103 to 617 days after the property was received by the Department of Central Management Services (CMS) for surplus.

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2018**

CURRENT FINDINGS (STATE COMPLIANCE)

2018-001 **FINDING** (Inadequate controls over property and equipment) (Continued)

The Illinois Administrative Code (Code) (44 Ill. Adm. Code 5010.400) requires Agencies to adjust property records within 30 days of acquisition, change or deletion of equipment items. Office management stated staff transitions occurred with property control personnel and limited time was available for training. As a result, the overlooked additions from the two vouchers inadvertently occurred. Office management stated it is their general policy to add items to the property records after they have authorized the invoice for payment in order to reduce the number of changes to property records due to invoice errors or returns of purchases. Further, Office management stated the equipment items were not timely removed from property records due to untimely receipt of transfer paperwork from CMS.

- One of 40 (3%) property items tested with a cost of \$9,607 was not tagged. The item was a conference system.

The Code (44 Ill. Adm. Code 5010.210) states equipment with a value of \$500 or more and equipment that is subject to theft with a value less than \$500 must be marked with a unique identification number to be assigned by the agency holding the property. Office management stated staff transitions occurred with property control personnel and limited time was available for training. As a result, the item was not tagged.

- During observation of property items, our testing identified the following:
 - Three of 40 (8%) property items selected from the Office's property records with a total cost of \$24,531 could not be physically located at the Office. The items were a jet plate system, a laptop computer, and a projector, with original purchase dates between June 1998 and July 2003.
 - One of 40 (3%) property items observed at the Office could not be located on the Office's property records. The item was a laptop computer.
 - One of 40 (3%) property items selected from the Office's property records with a cost of \$2,447 was observed at a location that did not agree to the location in the Office's property records. The item was a laptop computer.

The SAMS (Procedure 29.10.10) requires an agency to maintain current property information at a summary level which includes the physical location of the asset. Office management stated the items with a cost of \$24,531 could not be located because the property was previously sent to surplus in prior years, and due to oversight, was never removed from the property records. As for the item observed but not found on the Office's property records, this occurred when a similar item was sent to surplus and

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2018**

CURRENT FINDINGS (STATE COMPLIANCE)

2018-001 **FINDING** (Inadequate controls over property and equipment) (Continued)

an incorrect tag number was removed from the property records. Additionally, the laptop assigned to an incorrect location was due to the laptop originally being assigned to an employee who worked at another Office location.

- Six of 40 (15%) surplus property items reported on Surplus Property Delivery Forms (forms) did not accurately report acquisition information on the forms. Five reported an incorrect acquisition date, whereby the dates reported were two months to 52 years after the acquisition date recorded in property records. One reported an incorrect cost with a \$63 overstatement.

The Code (44 Ill. Adm. Code 5010.310) establishes the rules for proper recording of equipment transactions, including reporting of purchase price and date information to the Property Control Division for inventory deletions. Office management stated staff transitions occurred with property control personnel and limited time was available for training. As a result, the inaccuracies on the Surplus Property Forms inadvertently occurred.

Failure to prepare accurate C-15s results in inaccurate reporting to the Illinois Office of the Comptroller. Furthermore, failure to maintain accurate property records or to tag State-owned equipment increases the potential for theft or misappropriation of assets. Also, failure to include the correct purchase date and cost on the Surplus Property Delivery form does not comply with the Code and would cause any Agency that receives the property from CMS to not have records of the original purchase date and cost. (Finding Code No. 2018-001)

RECOMMENDATION

We recommend the Office ensure accurate C-15 reports are filed. Further, we recommend the Office strengthen controls and procedures to ensure all property and equipment additions are appropriately tagged and timely recorded in property records, deletions are timely removed from property records, and Surplus Property Delivery Forms are property completed. Additionally, we recommend the Office ensure all property items located at the Office are properly recorded in property records and all items recorded in property records are physically possessed by the Office.

OFFICE RESPONSE

The Office of the Attorney General agrees with this finding and the Auditor General's recommendation to strengthen inventory controls and procedures. We identified the causes of the issues described in the finding and have begun to address them through staffing changes and technological improvements. Specifically, (1) the staff member most

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2018**

CURRENT FINDINGS (STATE COMPLIANCE)

2018-001 **FINDING** (Inadequate controls over property and equipment) (Continued)

directly involved in the inventory procedures has been replaced, and (2) an administrative staff member has been promoted, trained and charged with the day-to-day supervision of the Springfield Office Services staff who implement the inventory procedures to ensure more direct, daily supervision of this process. With the help of these new staff members, we are also continuing to implement a new inventory management system that will modernize and streamline the Office's inventory control process.

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2018**

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 and Reconciliation Schedule of Cash
Receipts to Deposits Remitted to the State Comptroller

- Analysis of Operations (Not Examined):
 - Agency Functions and Planning Program (Not Examined)
 - Analysis of Significant Variations in Expenditures (Not Examined)
 - Analysis of Significant Variations in Receipts (Not Examined)
 - Analysis of Significant Lapse Period Spending (Not Examined)
 - Analysis of Significant Account Balances (Not Examined)
 - Analysis of Accounts Receivable (Not Examined)
 - Budget Impasse Disclosures (Not Examined)
 - Alternative Financing in Lieu of Appropriations and Programs to
Address Untimely Payments to Vendors (Not Examined)
 - Interest Costs on Fiscal Year 2017 Invoices (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 the accountants have applied certain limited procedures as prescribed by the Audit Guide as adopted by the Auditor General to the June 30, 2018 and June 30, 2017 accompanying supplementary information in Schedules 1 through 6. 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 OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
Appropriations for Fiscal Year 2018

For the Fifteen Months Ended September 30, 2018

Public Act 100-0021 FISCAL YEAR 2018	Appropriations (Net After Transfers)	Expenditures Through June 30	Lapse Period Expenditures July 1 to September 30	Total Expenditures 15 Months Ended September 30	Balances Lapsed September 30
<u>APPROPRIATED FUNDS</u>					
<u>GENERAL REVENUE FUND - 001</u>					
General support and operations					
Operational expenses	\$ 30,843,200	\$ 30,836,960	\$ 6,160	\$ 30,843,120	\$ 80
Disbursement to the IL Equal Justice Foundation	<u>1,400,000</u>	<u>1,400,000</u>	<u>-</u>	<u>1,400,000</u>	<u>-</u>
Subtotal fund - 001	<u>32,243,200</u>	<u>32,236,960</u>	<u>6,160</u>	<u>32,243,120</u>	<u>80</u>
<u>ACCESS TO JUSTICE FUND - 035</u>					
Disbursements to the IL Equal Justice Foundation	<u>1,400,000</u>	<u>1,400,000</u>	<u>-</u>	<u>1,400,000</u>	<u>-</u>
<u>ILLINOIS GAMING LAW ENFORCEMENT FUND - 085</u>					
Lump sum, operations	<u>1,000,000</u>	<u>974,372</u>	<u>(20,831)</u>	<u>953,541</u>	<u>46,459</u>
<u>DOMESTIC VIOLENCE FUND - 499</u>					
Awards and grants	<u>500,000</u>	<u>300,000</u>	<u>-</u>	<u>300,000</u>	<u>200,000</u>
<u>ATTORNEY GENERAL TOBACCO FUND - 533</u>					
Lump sums and other purposes	<u>2,500,000</u>	<u>2,324,163</u>	<u>(38,370)</u>	<u>2,285,793</u>	<u>214,207</u>

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
Appropriations for Fiscal Year 2018**

For the Fifteen Months Ended September 30, 2018

Public Act 100-0021 FISCAL YEAR 2018	Appropriations (Net After Transfers)	Expenditures Through June 30	Lapse Period Expenditures July 1 to September 30	Total Expenditures 15 Months Ended September 30	Balances Lapsed September 30
<u>APPROPRIATED FUNDS (Continued)</u>					
<u>ATTORNEY GENERAL COURT ORDERED AND VOLUNTARY COMPLIANCE PAYMENTS PROJECT FUND - 542</u>					
Lump sums and other purposes	<u>\$ 13,200,000</u>	<u>\$ 11,966,569</u>	<u>\$ 56,648</u>	<u>\$ 12,023,217</u>	<u>\$ 1,176,783</u>
<u>ILLINOIS CHARITY BUREAU FUND - 549</u>					
Lump sums and other purposes	<u>1,700,000</u>	<u>1,501,284</u>	<u>(19,336)</u>	<u>1,481,948</u>	<u>218,052</u>
<u>ATTORNEY GENERAL WHISTLEBLOWER REWARD AND PROTECTION FUND - 600</u>					
Lump sums and other purposes	<u>7,000,000</u>	<u>6,788,052</u>	<u>(20,149)</u>	<u>6,767,903</u>	<u>232,097</u>
<u>STATE PROJECTS AND COURT ORDERED DISTRIBUTION FUND - 801</u>					
Awards and grants, lump sums and other purposes	<u>14,300,000</u>	<u>13,001,467</u>	<u>410,120</u>	<u>13,411,587</u>	<u>888,413</u>

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
Appropriations for Fiscal Year 2018**

For the Fifteen Months Ended September 30, 2018

Public Act 100-0021 FISCAL YEAR 2018	Appropriations (Net After Transfers)	Expenditures Through June 30	Lapse Period Expenditures July 1 to September 30	Total Expenditures 15 Months Ended September 30	Balances Lapsed September 30
<u>APPROPRIATED FUNDS (Continued)</u>					
<u>VIOLENT CRIME VICTIMS ASSISTANCE</u>					
<u>FUND - 929</u>					
Violent crime victims assistance					
Personal services	\$ 1,794,500	\$ 1,551,475	\$ 752	\$ 1,552,227	\$ 242,273
State employees retirement system	969,300	794,702	(59,025)	735,677	233,623
Social security	137,300	112,069	57	112,126	25,174
Group insurance	782,000	512,146	-	512,146	269,854
Crime victims services division	150,000	65,144	2,239	67,383	82,617
Automated victim notification system	800,000	695,208	63,201	758,409	41,591
Awards and grants	<u>7,000,000</u>	<u>5,777,392</u>	<u>(75,418)</u>	<u>5,701,974</u>	<u>1,298,026</u>
Subtotal fund - 929	<u>11,633,100</u>	<u>9,508,136</u>	<u>(68,194)</u>	<u>9,439,942</u>	<u>2,193,158</u>
<u>ATTORNEY GENERAL SEX OFFENDER AWARENESS, TRAINING, AND EDUCATION FUND - 958</u>					
Lump sum, operations	<u>250,000</u>	<u>175,030</u>	<u>74,970</u>	<u>250,000</u>	<u>-</u>

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
Appropriations for Fiscal Year 2018**

For the Fifteen Months Ended September 30, 2018

Public Act 100-0021 FISCAL YEAR 2018	Appropriations (Net After Transfers)	Expenditures Through June 30	Lapse Period Expenditures July 1 to September 30	Total Expenditures 15 Months Ended September 30	Balances Lapsed September 30
<u>APPROPRIATED FUNDS (Continued)</u>					
<u>ATTORNEY GENERAL FEDERAL GRANT</u>					
<u>FUND - 988</u>					
Lump sums and other purposes	\$ 1,000,000	\$ 737,759	\$ 96,841	\$ 834,600	\$ 165,400
SUBTOTAL - APPROPRIATED FUNDS	<u>\$ 86,726,300</u>	<u>\$ 80,913,792</u>	<u>\$ 477,859</u>	<u>\$ 81,391,651</u>	<u>\$ 5,334,649</u>
<u>NON-APPROPRIATED FUNDS</u>					
<u>STATE WHISTLEBLOWER REWARD AND PROTECTION FUND - 703</u>					
Payment of 1/6 to Attorney General & State Police		\$ 14,376,454	\$ -	\$ 14,376,454	
Awards to <i>qui tam</i> plaintiffs		<u>18,410,013</u>	<u>2,966</u>	<u>18,412,979</u>	
Subtotal fund - 703		<u>32,786,467</u>	<u>2,966</u>	<u>32,789,433</u>	
<u>STATE PROJECTS AND COURT ORDERED DISTRIBUTION FUND - 801</u>					
Cy Pres Settlement		<u>15,080</u>	<u>-</u>	<u>15,080</u>	
TOTAL - ALL NON-APPROPRIATED FUNDS		<u>\$ 32,801,547</u>	<u>\$ 2,966</u>	<u>\$ 32,804,513</u>	

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
Appropriations for Fiscal Year 2018**

For the Fifteen Months Ended September 30, 2018

Public Act 100-0021	Appropriations (Net After Transfers)	Expenditures Through June 30	Lapse Period Expenditures July 1 to September 30	Total Expenditures 15 Months Ended September 30	Balances Lapsed September 30
FISCAL YEAR 2018					
GRAND TOTAL - ALL FUNDS		<u>\$ 113,715,339</u>	<u>\$ 480,825</u>	<u>\$ 114,196,164</u>	

- Note 1: Expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller records as of September 30, 2018, and have been reconciled to Office records.
- Note 2: Expenditure amounts are vouchers approved for payment by the Office and submitted to the State Comptroller for payment to the vendor.
- Note 3: During Fiscal Year 2018, the Office operated without enacted appropriation until Public Act 100-0021 was signed into law on July 6, 2017. During the impasse, the Office incurred non-payroll obligations, which the Office was unable to pay until the passage of Public Act 100-0021.
- Note 4: Notwithstanding anything within Public Act 100-0021 to the contrary, Public Act 100-0021 authorized the Office to pay for all costs incurred to July 1, 2018, using either its Fiscal Year 2017 or Fiscal Year 2018 appropriations for non-payroll expenditures. The Analysis of Operations section of this report at page 58 includes information from Office management about the number of invoices and the total dollar amount of invoices from Fiscal Year 2016 and Fiscal Year 2017 held by the Office to be submitted against its Fiscal Year 2017 or Fiscal Year 2018 appropriations.

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
Expenditure Authority for Fiscal Year 2017**

For the Fifteen Months Ended September 30, 2017

Public Act 99-0524, Public Act 100-0021, and Court-Ordered Expenditures FISCAL YEAR 2017	Expenditure Authority (Net After Transfers)	Expenditures Through June 30	Lapse Period Expenditures July 1 to September 30	Total Expenditures 15 Months Ended September 30	Balances Lapsed September 30
<u>APPROPRIATED FUNDS</u>					
<u>GENERAL REVENUE FUND - 001</u>					
General support and operations					
Operational expenses		\$ 30,789,376	\$ 53,808	\$ 30,843,184	
Ordinary and contingent expenses	\$ 150,000	-	-	-	\$ 150,000
Subtotal fund - 001		<u>30,789,376</u>	<u>53,808</u>	<u>30,843,184</u>	
<u>ACCESS TO JUSTICE FUND - 035</u>					
Disbursements to the IL Equal Justice Foundation	<u>1,400,000</u>	<u>1,400,000</u>	<u>-</u>	<u>1,400,000</u>	<u>-</u>
<u>ILLINOIS GAMING LAW ENFORCEMENT FUND - 085</u>					
Lump sum, operations	<u>1,000,000</u>	<u>937,057</u>	<u>-</u>	<u>937,057</u>	<u>62,943</u>
<u>DOMESTIC VIOLENCE FUND - 499</u>					
Awards and grants	<u>500,000</u>	<u>487,730</u>	<u>-</u>	<u>487,730</u>	<u>12,270</u>

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
Expenditure Authority for Fiscal Year 2017

For the Fifteen Months Ended September 30, 2017

Public Act 99-0524, Public Act 100-0021, and Court-Ordered Expenditures FISCAL YEAR 2017	Expenditure Authority (Net After Transfers)	Expenditures Through June 30	Lapse Period Expenditures July 1 to September 30	Total Expenditures 15 Months Ended September 30	Balances Lapsed September 30
<u>APPROPRIATED FUNDS (Continued)</u>					
<u>ATTORNEY GENERAL TOBACCO FUND - 533</u>					
Lump sums and other purposes	<u>\$ 3,500,000</u>	<u>\$ 2,857,347</u>	<u>\$ 61,102</u>	<u>\$ 2,918,449</u>	<u>\$ 581,551</u>
<u>ATTORNEY GENERAL COURT ORDERED AND VOLUNTARY COMPLIANCE PAYMENTS PROJECT FUND - 542</u>					
Lump sums and other purposes	<u>13,200,000</u>	<u>9,802,352</u>	<u>270,313</u>	<u>10,072,665</u>	<u>3,127,335</u>
<u>ILLINOIS CHARITY BUREAU FUND - 549</u>					
Lump sums and other purposes	<u>1,700,000</u>	<u>1,560,700</u>	<u>1,140</u>	<u>1,561,840</u>	<u>138,160</u>
<u>ATTORNEY GENERAL WHISTLEBLOWER REWARD AND PROTECTION FUND - 600</u>					
Lump sums and other purposes	<u>7,000,000</u>	<u>6,363,869</u>	<u>76,372</u>	<u>6,440,241</u>	<u>559,759</u>
<u>BUDGET STABILIZATION FUND - 686</u>					
Ordinary and contingent expenses	<u>150,000</u>	<u>131,259</u>	<u>1,163</u>	<u>132,422</u>	<u>17,578</u>

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
Expenditure Authority for Fiscal Year 2017

For the Fifteen Months Ended September 30, 2017

Public Act 99-0524, Public Act 100-0021, and Court-Ordered Expenditures FISCAL YEAR 2017	Expenditure Authority (Net After Transfers)	Expenditures Through June 30	Lapse Period Expenditures July 1 to September 30	Total Expenditures 15 Months Ended September 30	Balances Lapsed September 30
<u>APPROPRIATED FUNDS (Continued)</u>					
<u>STATE PROJECTS AND COURT ORDERED</u>					
<u>DISTRIBUTION FUND - 801</u>					
Awards and grants, lump sums and other purposes	\$ 11,300,000	\$ 8,799,548	\$ 1,310,350	\$ 10,109,898	\$ 1,190,102
<u>VIOLENT CRIME VICTIMS ASSISTANCE</u>					
<u>FUND - 929</u>					
Violent crime victims assistance					
Personal services	1,794,500	1,598,268	-	1,598,268	196,232
State employees retirement system	799,800	713,179	-	713,179	86,621
Social security	137,300	115,620	-	115,620	21,680
Group insurance	805,000	592,884	3,810	596,694	208,306
Crime victims services division	150,000	117,150	31,389	148,539	1,461
Automated victim notification system	800,000	695,208	63,201	758,409	41,591
Awards and grants	6,000,000	5,685,490	100,922	5,786,412	213,588
Subtotal fund - 929	10,486,600	9,517,799	199,322	9,717,121	769,479

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
Expenditure Authority for Fiscal Year 2017

For the Fifteen Months Ended September 30, 2017

Public Act 99-0524, Public Act 100-0021, and Court-Ordered Expenditures FISCAL YEAR 2017	Expenditure Authority (Net After Transfers)	Expenditures Through June 30	Lapse Period Expenditures July 1 to September 30	Total Expenditures 15 Months Ended September 30	Balances Lapsed September 30
<u>APPROPRIATED FUNDS (Continued)</u>					
<u>ATTORNEY GENERAL SEX OFFENDER AWARENESS, TRAINING, AND EDUCATION FUND - 958</u>					
Lump sum, operations	\$ 50,000	\$ 50,000	\$ -	\$ 50,000	\$ -
<u>ATTORNEY GENERAL FEDERAL GRANT FUND - 988</u>					
Lump sums and other purposes	1,000,000	552,264	24,339	576,603	423,397
TOTAL - ALL APPROPRIATED FUNDS		\$ 73,249,301	\$ 1,997,909	\$ 75,247,210	
<u>NON-APPROPRIATED FUNDS</u>					
<u>STATE WHISTLEBLOWER REWARD AND PROTECTION FUND - 703</u>					
Payment of 1/6 to Attorney General & State Police		\$ 5,036,030	\$ -	\$ 5,036,030	
Awards to <i>qui tam</i> plaintiffs		96,010	-	96,010	
Subtotal fund - 703		\$ 5,132,040	\$ -	\$ 5,132,040	

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
Expenditure Authority for Fiscal Year 2017

For the Fifteen Months Ended September 30, 2017

Public Act 99-0524, Public Act 100-0021, and Court-Ordered Expenditures FISCAL YEAR 2017	Expenditure Authority (Net After Transfers)	Expenditures Through June 30	Lapse Period Expenditures July 1 to September 30	Total Expenditures 15 Months Ended September 30	Balances Lapsed September 30
<u>STATE PROJECTS AND COURT ORDERED</u>					
<u>DISTRIBUTION FUND - 801</u>					
Refunds		\$ 635	\$ -	\$ 635	
TOTAL - ALL NON-APPROPRIATED FUNDS		\$ 5,132,675	\$ -	\$ 5,132,675	
GRAND TOTAL - ALL FUNDS		\$ 78,381,976	\$ 1,997,909	\$ 80,379,885	

Note 1: Expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller records as of September 30, 2017, and have been reconciled to Office records.

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

Note 3: The Circuit Court of St. Clair County in *AFSCME Council 31 v. Munger* (15 CH 475) ordered the State Comptroller, in the absence of enacted annual appropriations, to “draw and issue warrants accomplishing payment of wages [for all State employees] at their normal rates of pay.” As Public Act 100-0021 states appropriation authority granted by the General Assembly does not supersede any court order directing the expenditure of funds and states such payments are added to the appropriations granted by the General Assembly, the Office was able to submit vouchers to pay its employees in full from fund 001 without a maximum expenditure limit for personal service costs during Fiscal Year 2017. Further, the Office incurred non-payroll obligations within Fund 686, which the Office was unable to pay until the passage of Public Act 100-0021.

Note 4: Public Act 99-0524 authorized the Office to pay Fiscal Year 2016 costs using its Fiscal Year 2017 appropriations for non-payroll expenditures. The Analysis of Operations section of this report at page 58 includes information from Office management about the number of invoices and the total dollar amount of invoices held by the Office submitted against its Fiscal Year 2017 appropriations.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
Expenditure Authority for Fiscal Year 2017

For the Fifteen Months Ended September 30, 2017

- Note 5: During Fiscal Year 2017, the Office operated without enacted appropriations until Public Act 100-0021 was approved on July 6, 2017. During the impasse, the Office incurred non-payroll obligations within Fund 686, which the Office was unable to pay until the passage of Act 100-0021.
- Note 6: Notwithstanding anything within Public Act 100-0021 to the contrary, Public Act 100-0021 authorized the Office to pay for all costs incurred to July 1, 2018, using either its Fiscal Year 2017 or Fiscal Year 2018 appropriations for non-payroll expenditures. The Analysis of Operations section of this report at page 58 includes information from Office management about the number of invoices and the total dollar amount of invoices from Fiscal Year 2016 and Fiscal Year 2017 held by the Office to be submitted against its Fiscal Year 2017 or Fiscal Year 2018 appropriations.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS,
EXPENDITURES AND LAPSED BALANCES
For the Fiscal Years Ended June 30, 2018, 2017, and 2016

	FISCAL YEAR		
	2018	2017	2016
	P.A. 100-0021	P.A. 99-0524, P.A. 100-0021, and Court-Ordered Expenditures	P.A. 99-0409, P.A. 99-0491, and Court-Ordered Expenditures
<u>GENERAL REVENUE FUND - 001</u>			
Expenditure Authority (net after transfers)	\$ 32,243,200	\$ 150,000	
Expenditures			
Operational expenses	30,843,120	30,843,184	\$ 30,830,073
Disbursement to the IL Equal Justice Foundation	1,400,000	-	-
Total expenditures	32,243,120	\$ 30,843,184	\$ 30,830,073
Lapsed balances fund - 001	\$ 80		
<u>ACCESS TO JUSTICE FUND - 035</u>			
Expenditure Authority (net after transfers)	\$ 1,400,000	\$ 1,400,000	\$ -
Disbursements to the IL Equal Justice Foundation	1,400,000	1,400,000	-
Lapsed balances fund - 035	\$ -	\$ -	\$ -
<u>ILLINOIS GAMING LAW ENFORCEMENT FUND - 085</u>			
Expenditure Authority (net after transfers)	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Lump sum, operations	953,541	937,057	995,523
Lapsed balances fund - 085	\$ 46,459	\$ 62,943	\$ 4,477

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS,
EXPENDITURES AND LAPSED BALANCES
For the Fiscal Years Ended June 30, 2018, 2017, and 2016**

	FISCAL YEAR		
	2018	2017	2016
	P.A. 100-0021	P.A. 99-0524, P.A. 100-0021, and Court-Ordered Expenditures	P.A. 99-0409, P.A. 99-0491, and Court-Ordered Expenditures
<u>DOMESTIC VIOLENCE FUND - 499</u>			
Expenditure Authority (net after transfers)	\$ 500,000	\$ 500,000	\$ 500,000
Awards and grants	300,000	487,730	485,810
Lapsed balances fund - 499	<u>\$ 200,000</u>	<u>\$ 12,270</u>	<u>\$ 14,190</u>
<u>ATTORNEY GENERAL TOBACCO FUND - 533</u>			
Expenditure Authority (net after transfers)	\$ 2,500,000	\$ 3,500,000	\$ 3,500,000
Lump sums and other purposes	2,285,793	2,918,449	3,325,003
Lapsed balances fund - 533	<u>\$ 214,207</u>	<u>\$ 581,551</u>	<u>\$ 174,997</u>
<u>ATTORNEY GENERAL COURT ORDERED AND VOLUNTARY COMPLIANCE PAYMENTS PROJECT FUND - 542</u>			
Expenditure Authority (net after transfers)	\$ 13,200,000	\$ 13,200,000	\$ 11,200,000
Lump sums and other purposes	12,023,217	10,072,665	10,544,128
Lapsed balances fund - 542	<u>\$ 1,176,783</u>	<u>\$ 3,127,335</u>	<u>\$ 655,872</u>

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS,
EXPENDITURES AND LAPSED BALANCES
For the Fiscal Years Ended June 30, 2018, 2017, and 2016**

	FISCAL YEAR		
	2018	2017	2016
		P.A. 99-0524, P.A. 100-0021, and Court-Ordered Expenditures	P.A. 99-0409, P.A. 99-0491, and Court-Ordered Expenditures
<u>ILLINOIS CHARITY BUREAU FUND - 549</u>			
Expenditure Authority (net after transfers)	\$ 1,700,000	\$ 1,700,000	\$ 1,900,000
Lump sums and other purposes	1,481,948	1,561,840	1,831,630
Lapsed balances fund - 549	<u>\$ 218,052</u>	<u>\$ 138,160</u>	<u>\$ 68,370</u>
<u>ATTORNEY GENERAL WHISTLEBLOWER REWARD AND PROTECTION FUND - 600</u>			
Expenditure Authority (net after transfers)	\$ 7,000,000	\$ 7,000,000	\$ 7,000,000
Lump sums and other purposes	6,767,903	6,440,241	6,878,183
Lapsed balances fund - 600	<u>\$ 232,097</u>	<u>\$ 559,759</u>	<u>\$ 121,817</u>
<u>BUDGET STABILIZATION FUND - 686</u>			
Expenditure Authority (net after transfers)	\$ -	\$ 150,000	\$ -
Ordinary and contingent expenses	-	132,422	-
Lapsed balances fund - 686	<u>\$ -</u>	<u>\$ 17,578</u>	<u>\$ -</u>
<u>CHILD SUPPORT ADMINISTRATIVE FUND - 757</u>			
Expenditure Authority (net after transfers)	\$ -	\$ -	\$ 240,000
Lump sums and other purposes	-	-	-
Lapsed balances fund - 757	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 240,000</u>

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS,
EXPENDITURES AND LAPSED BALANCES
For the Fiscal Years Ended June 30, 2018, 2017, and 2016**

	FISCAL YEAR		
	2018	2017	2016
		P.A. 99-0524, P.A. 100-0021, and Court-Ordered Expenditures	P.A. 99-0409, P.A. 99-0491, and Court-Ordered Expenditures
<u>STATE PROJECTS AND COURT ORDERED</u>			
<u>DISTRIBUTION FUND - 801</u>			
Expenditure Authority (net after transfers)	\$ 14,300,000	\$ 11,300,000	\$ 11,300,000
Awards and grants, lump sums and other purposes	13,411,587	10,109,898	8,923,751
Lapsed balances fund - 801	\$ 888,413	\$ 1,190,102	\$ 2,376,249
<u>VIOLENT CRIME VICTIMS ASSISTANCE</u>			
<u>FUND - 929</u>			
Expenditure Authority (net after transfers)	\$ 11,633,100	\$ 10,486,600	\$ 8,963,200
Expenditures			
Personal services	1,552,227	1,598,268	1,025,420
State employees retirement system	735,677	713,179	467,879
Social security	112,126	115,620	74,370
Group insurance	512,146	596,694	385,392
Crime victims services division	67,383	148,539	18,385
Automated victim notification system	758,409	758,409	758,631
Awards and grants	5,701,974	5,786,412	5,746,041
Total expenditures	9,439,942	9,717,121	8,476,118
Lapsed balances fund - 929	\$ 2,193,158	\$ 769,479	\$ 487,082

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS,
EXPENDITURES AND LAPSED BALANCES
For the Fiscal Years Ended June 30, 2018, 2017, and 2016**

	FISCAL YEAR		
	2018	2017	2016
		P.A. 99-0524, P.A. 100-0021, and Court-Ordered Expenditures	P.A. 99-0409, P.A. 99-0491, and Court-Ordered Expenditures
	P.A. 100-0021		
<u>ATTORNEY GENERAL SEX OFFENDER AWARENESS, TRAINING, AND EDUCATION FUND - 958</u>			
Expenditure Authority (net after transfers)	\$ 250,000	\$ 50,000	\$ 50,000
Lump sum, operations	<u>250,000</u>	<u>50,000</u>	<u>-</u>
Lapsed balances fund - 958	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,000</u>
<u>ATTORNEY GENERAL FEDERAL GRANT FUND - 988</u>			
Expenditure Authority (net after transfers)	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Lump sums and other purposes	<u>834,600</u>	<u>576,603</u>	<u>636,838</u>
Lapsed balances fund - 988	<u>\$ 165,400</u>	<u>\$ 423,397</u>	<u>\$ 363,162</u>
<u>TOTAL - ALL APPROPRIATED FUNDS</u>			
Expenditure Authority (net after transfers)	\$ 86,726,300		
Total appropriated expenditures	<u>81,391,651</u>	<u>\$ 75,247,210</u>	<u>\$ 72,927,057</u>
Lapsed balances appropriated funds	<u>\$ 5,334,649</u>		

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS,
EXPENDITURES AND LAPSED BALANCES
For the Fiscal Years Ended June 30, 2018, 2017, and 2016**

	FISCAL YEAR		
	2018	2017	2016
		P.A. 99-0524, P.A. 100-0021, and Court-Ordered Expenditures	P.A. 99-0409, P.A. 99-0491, and Court-Ordered Expenditures
<u>NON-APPROPRIATED FUNDS</u>			
<u>STATE WHISTLEBLOWER REWARD AND PROTECTION FUND - 703</u>			
Expenditures			
Payment of 1/6 to Attorney General & State Police	\$ 14,376,454	\$ 5,036,030	\$ 6,464,828
Awards to <i>qui tam</i> plaintiffs	18,412,979	96,010	3,565,669
	<u>32,789,433</u>	<u>5,132,040</u>	<u>10,030,497</u>
Total expenditures fund - 703			
<u>STATE PROJECTS AND COURT ORDERED DISTRIBUTION FUND - 801</u>			
Expenditures			
Cy pres settlement	\$ 15,080	\$ -	\$ -
Refunds	-	635	-
	<u>\$ 15,080</u>	<u>\$ 635</u>	<u>\$ -</u>
Total expenditures fund - 801			
<u>TOTAL - ALL NON-APPROPRIATED FUNDS</u>			
Total expenditures	<u>\$ 32,804,513</u>	<u>\$ 5,132,675</u>	<u>\$ 10,030,497</u>
<u>GRAND TOTAL - ALL FUNDS</u>			
Total expenditures	<u>\$ 114,196,164</u>	<u>\$ 80,379,885</u>	<u>\$ 82,957,554</u>
Attorney General's salary	<u>\$ 156,541</u>	<u>\$ 156,541</u>	<u>\$ 156,541</u>

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS,
EXPENDITURES AND LAPSED BALANCES
For the Fiscal Years Ended June 30, 2018, 2017, and 2016

- Note 1: Expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller records as of September 30, 2018, 2017, and 2016, and have been reconciled to Office records.
- Note 2: Expenditure amounts are vouchers approved for payment by the Office and submitted to the State Comptroller for payment to the vendor.
- Note 3: During Fiscal Year 2016 and Fiscal Year 2017, the Circuit Court of St. Clair County in *AFSCME Council 31 v. Munger* (15 CH 475) ordered the State Comptroller, in the absence of enacted annual appropriations, to “draw and issue warrants accomplishing payment of wages [for all State employees] at their normal rates of pay.” As the Office never received enacted personal services appropriations for fund 001 for Fiscal Year 2016, the Office was able to submit vouchers to pay its employees in full without a maximum expenditure limit for personal service costs during Fiscal Year 2016. During Fiscal Year 2017, Public Act 100-0021 states appropriation authority granted by the General Assembly does not supersede any court order directing the expenditure of funds and states such payments are added to the appropriations granted by the General Assembly, the Office was able to submit vouchers to pay its employees in full from fund 001 without a maximum expenditure limit for personal service costs during Fiscal Year 2017. Further, the Office incurred non-payroll obligations within Fund 686, which the Office was unable to pay until the passage of Public Act 100-0021.
- Note 4: During Fiscal Year 2016, the Office operated without enacted appropriations until Public Act 99-0409 and Public Act 99-0491 were signed into law on August 20, 2015, and December 7, 2015, respectively. During the impasse, the Circuit Court of St. Clair County in *AFSCME Council 31 v. Munger* (15 CH 475) ordered the State Comptroller, in the absence of enacted annual appropriations, to “draw and issue warrants accomplishing payment of wages [for all State employees] at their normal rates of pay.” As such, the Office's court-ordered payroll payments were merged into the enacted appropriation for funds 085, 533, 542, 549, 600, 801, 929, and 988. Further, the Office incurred non-payroll obligations, which the Office was unable to pay until the passage of Public Act 99-0409 and Public Act 99-0491.
- Note 5: During Fiscal Year 2018, the Office operated without enacted appropriation until Public Act 100-0021 was approved on July 6, 2017. During the impasse, the Office incurred non-payroll obligations, which the Office was unable to pay until the passage of Public Act 100-0021.
- Note 6: Public Act 99-0524 authorized the Office to pay Fiscal Year 2016 costs using its Fiscal Year 2017 appropriations for non-payroll expenditures. The Analysis of Operations section of this report at page 58 includes information from Office management about the number of invoices and the total dollar amount of invoices held by the Office submitted against its Fiscal Year 2017 appropriations.
- Note 7: During Fiscal Year 2017, the Office operated without enacted appropriations until Public Act 100-0021 was approved on July 6, 2017. During the impasse, the Office incurred non-payroll obligations within Fund 686, which the Office was unable to pay until the passage of Act 100-0021.
- Note 8: Notwithstanding anything within Public Act 100-0021 to the contrary, Public Act 100-0021 authorized the Office to pay for all costs incurred to July 1, 2018, using either its Fiscal Year 2017 or Fiscal Year 2018 appropriations for non-payroll expenditures. The Analysis of Operations section of this report at page 58 includes information from Office management about the number of invoices and the total dollar amount of invoices from Fiscal Year 2016 and Fiscal Year 2017 held by the Office to be submitted against its Fiscal Year 2017 or Fiscal Year 2018 appropriations.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
FUND BALANCES (CASH BASIS) – LOCALLY HELD FUNDS
For the Fiscal Years Ended June 30,

	Petty Cash Fund		Special Advance Funds		Consumer Trust Fund	Total
	Chicago	Springfield	Chicago	Springfield		
Cash balance as of June 30, 2016	\$ 477	\$ 932	\$ 6,582	\$ 16,361	\$ 1,604,798	\$ 1,629,150
Cash receipts	4,749	2,066	18,379	12,767	3,415,559	3,453,520
Cash disbursements	<u>4,379</u>	<u>2,127</u>	<u>21,832</u>	<u>14,895</u>	<u>1,586,054</u>	<u>1,629,287</u>
Cash balance as of June 30, 2017	847	871	3,129	14,233	3,434,303	3,453,383
Cash receipts	3,671	3,223	14,174	14,018	163,315	198,401
Cash disbursements	<u>4,351</u>	<u>3,963</u>	<u>10,733</u>	<u>11,827</u>	<u>300,026</u>	<u>330,900</u>
Cash balance as of June 30, 2018	<u>\$ 167</u>	<u>\$ 131</u>	<u>\$ 6,570</u>	<u>\$ 16,424</u>	<u>\$ 3,297,592</u>	<u>\$ 3,320,884</u>

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
SCHEDULE OF CHANGES IN STATE PROPERTY
For the Two Years Ended June 30, 2018

	<u>Land and Land Improvements</u>	<u>Buildings and Building Improvements</u>	<u>Equipment</u>	<u>Total</u>	
Balance at July 1, 2016	\$ 102,715	\$ 7,046,480	\$ 11,324,508	\$ 18,473,703	
Additions	-	-	276,976	276,976	
Deletions	-	-	-	-	
Net transfers	-	-	(602,490)	(602,490)	
Balance at June 30, 2017	<u>\$ 102,715</u>	<u>\$ 7,046,480</u>	<u>\$ 10,998,994</u>	<u>\$ 18,148,189</u>	
Balance at July 1, 2017	\$ 102,715	\$ 7,046,480	\$ 10,998,994	\$ 18,148,189	
Additions	-	-	748,273	748,273	
Deletions	-	-	(2,292,999)	(2,292,999)	
Net transfers	-	-	(293,232)	(293,232)	
Balance at June 30, 2018	<u>\$ 102,715</u>	<u>\$ 7,046,480</u>	<u>\$ 9,161,036</u>	<u>\$ 16,310,231</u>	
PROPERTY BY LOCATION	<u>Springfield</u>	<u>Regional Offices</u>	<u>Chicago</u>	<u>Carbondale</u>	<u>Total</u>
Balance at June 30, 2017	<u>\$ 10,719,493</u>	<u>\$ 976,241</u>	<u>\$ 6,289,365</u>	<u>\$ 163,090</u>	<u>\$ 18,148,189</u>
Balance at June 30, 2018	<u>\$ 10,141,659</u>	<u>\$ 678,683</u>	<u>\$ 5,360,387</u>	<u>\$ 129,502</u>	<u>\$ 16,310,231</u>

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF CASH RECEIPTS AND RECONCILIATION SCHEDULE
OF CASH RECEIPTS TO DEPOSITS REMITTED TO THE STATE COMPTROLLER
For the Fiscal Years Ended June 30,

	FISCAL YEAR		
	2018	2017	2016
<u>GENERAL REVENUE FUND - 001</u>			
Penalties	\$ 71,085	\$ 183,419	\$ 37,037
Franchise fees	339,125	327,625	329,875
Recoveries - violent crime victims	16,546	28,161	125,343
Proceeds from court settlements	2,035,739	1,650,305	2,006,717
Miscellaneous receipts	7,519	11,270	7,182
Jury duty, phone calls	910	625	1,040
	<hr/>	<hr/>	<hr/>
Total cash receipts per Agency	2,470,924	2,201,405	2,507,194
Less - In transit at End of Year	10,595	594,878	7,250
Plus - In transit at Beginning of Year	594,878	7,250	15,042
	<hr/>	<hr/>	<hr/>
Total cash receipts per State Comptroller's records fund - 001	<u>\$ 3,055,207</u>	<u>\$ 1,613,777</u>	<u>\$ 2,514,986</u>
<u>ASBESTOS ABATEMENT FUND - 224</u>			
Miscellaneous receipts	\$ -	\$ 6,488	\$ -
	<hr/>	<hr/>	<hr/>
Total cash receipts per Agency	-	6,488	-
Less - In transit at End of Year	-	-	-
Plus - In transit at Beginning of Year	-	-	-
	<hr/>	<hr/>	<hr/>
Total cash receipts per State Comptroller's records fund - 224	<u>\$ -</u>	<u>\$ 6,488</u>	<u>\$ -</u>
<u>ATTORNEY GENERAL TOBACCO FUND - 533</u>			
Miscellaneous receipts, jury duty, phone calls	\$ 617	\$ 74	\$ 75
Tobacco settlement master agreement A	2,000,000	3,000,000	3,000,000
	<hr/>	<hr/>	<hr/>
Total cash receipts per Agency	2,000,617	3,000,074	3,000,075
Less - In transit at End of Year	-	-	-
Plus - In transit at Beginning of Year	-	-	-
	<hr/>	<hr/>	<hr/>
Total cash receipts per State Comptroller's records fund - 533	<u>\$ 2,000,617</u>	<u>\$ 3,000,074</u>	<u>\$ 3,000,075</u>

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF CASH RECEIPTS AND RECONCILIATION SCHEDULE
OF CASH RECEIPTS TO DEPOSITS REMITTED TO THE STATE COMPTROLLER
For the Fiscal Years Ended June 30,**

	FISCAL YEAR		
	2018	2017	2016
<u>ATTORNEY GENERAL COURT ORDERED AND VOLUNTARY COMPLIANCE PAYMENTS PROJECT - FUND 542</u>			
Miscellaneous receipts, jury duty, phone calls	\$ 1,463	\$ 6,781	\$ 1,624
Damages awarded the State pursuant to civil suits	5,203,610	21,777,577	4,956,521
Total cash receipts per Agency	5,205,073	21,784,358	4,958,145
Less - In transit at End of Year	-	-	-
Plus - In transit at Beginning of Year	-	-	-
Total cash receipts per State Comptroller's records fund - 542	<u>\$ 5,205,073</u>	<u>\$ 21,784,358</u>	<u>\$ 4,958,145</u>
<u>ILLINOIS CHARITY BUREAU FUND - 549</u>			
Miscellaneous receipts, jury duty, phone calls	\$ -	\$ 34	\$ 21
Penalties	35,000	14	-
Licenses, fees or registration	1,618,690	1,184,350	1,538,985
Total cash receipts per Agency	1,653,690	1,184,398	1,539,006
Less - In transit at End of Year	26,890	21,800	20,816
Plus - In transit at Beginning of Year	21,800	20,816	40,045
Total cash receipts per State Comptroller's records fund - 549	<u>\$ 1,648,600</u>	<u>\$ 1,183,414</u>	<u>\$ 1,558,235</u>

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF CASH RECEIPTS AND RECONCILIATION SCHEDULE
OF CASH RECEIPTS TO DEPOSITS REMITTED TO THE STATE COMPTROLLER
For the Fiscal Years Ended June 30,

	FISCAL YEAR		
	2018	2017	2016
<u>ATTORNEY GENERAL WHISTLEBLOWER REWARD</u>			
<u>PROTECTION FUND - 600</u>			
Miscellaneous receipts, jury duty, phone calls	\$ 17	\$ 195	\$ 8,650
Whistleblower awards	7,188,227	2,518,015	3,232,414
Total cash receipts per Agency	7,188,244	2,518,210	3,241,064
Less - In transit at End of Year	-	-	-
Plus - In transit at Beginning of Year	-	-	2,200
Total cash receipts per State Comptroller's records fund - 600	<u>\$ 7,188,244</u>	<u>\$ 2,518,210</u>	<u>\$ 3,243,264</u>
<u>STATE WHISTLEBLOWER REWARD AND PROTECTION</u>			
<u>FUND - 703</u>			
Awards	<u>\$ 41,611,275</u>	<u>\$ 11,527,829</u>	<u>\$ 24,295,178</u>
Total cash receipts per Agency	41,611,275	11,527,829	24,295,178
Less - In transit at End of Year	7,590	116,937	260,395
Plus - In transit at Beginning of Year	116,937	260,395	59,672
Total cash receipts per State Comptroller's records fund - 703	<u>\$ 41,720,622</u>	<u>\$ 11,671,287</u>	<u>\$ 24,094,455</u>
<u>TOBACCO SETTLEMENT RECOVERY FUND - 733</u>			
Court settlement forfeiture/New York attorney general	<u>\$ 215,607</u>	<u>\$ 236,418</u>	<u>\$ 235,586</u>
Total cash receipts per Agency	215,607	236,418	235,586
Less - In transit at End of Year	-	-	-
Plus - In transit at Beginning of Year	-	-	-
Total cash receipts per State Comptroller's records fund - 733	<u>\$ 215,607</u>	<u>\$ 236,418</u>	<u>\$ 235,586</u>

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF CASH RECEIPTS AND RECONCILIATION SCHEDULE
OF CASH RECEIPTS TO DEPOSITS REMITTED TO THE STATE COMPTROLLER
For the Fiscal Years Ended June 30,

	FISCAL YEAR		
	2018	2017	2016
<u>STATE PROJECT AND COURT ORDERED DISTRIBUTION</u>			
<u>FUND - 801</u>			
Miscellaneous receipts, jury duty, phone calls	\$ 4,712	\$ 289,452	\$ 85,925
Court and antitrust distribution	3,789,679	13,433,362	1,205,355
Court distribution/consumer education	2,538	-	-
Court distributions/charitable trust	11,000	20,000	21,000
Court distributions/environment	500,000	203,502	13,892
Grants from EPA Trust Fund Commission	750,000	1,000,000	-
State Police	159,640	64,000	-
Traffic/crime conviction surcharge	122,500	181,512	297,196
	<hr/>	<hr/>	<hr/>
Total cash receipts per Agency	5,340,069	15,191,828	1,623,368
Less - In transit at End of Year	1	10	14
Plus - In transit at Beginning of Year	10	14	62
	<hr/>	<hr/>	<hr/>
Total cash receipts per State Comptroller's records fund - 801	<u>\$ 5,340,078</u>	<u>\$ 15,191,832</u>	<u>\$ 1,623,416</u>
<u>VIOLENT CRIME VICTIMS ASSISTANCE FUND - 929</u>			
Miscellaneous receipts, jury duty, phone calls	\$ 7,478	\$ 68,460	\$ 19,402
Forfeited and seized property	-	-	40,537
Restitutions	5,515	9,387	41,781
	<hr/>	<hr/>	<hr/>
Total cash receipts per Agency	12,993	77,847	101,720
Less - In transit at End of Year	165	89	-
Plus - In transit at Beginning of Year	89	-	394
	<hr/>	<hr/>	<hr/>
Total cash receipts per State Comptroller's records fund - 929	<u>\$ 12,917</u>	<u>\$ 77,758</u>	<u>\$ 102,114</u>

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
COMPARATIVE SCHEDULE OF CASH RECEIPTS AND RECONCILIATION SCHEDULE
OF CASH RECEIPTS TO DEPOSITS REMITTED TO THE STATE COMPTROLLER
For the Fiscal Years Ended June 30,

	FISCAL YEAR		
	2018	2017	2016
<u>ATTORNEY GENERAL SEX OFFENDER AWARENESS</u>			
<u>TRAINING AND EDUCATION FUND - 958</u>			
Sex offender registration fees	\$ 74,220	\$ 106,636	\$ 107,788
Total cash receipts per Agency	74,220	106,636	107,788
Less - In transit at End of Year	657	445	330
Plus - In transit at Beginning of Year	445	330	780
Total cash receipts per State Comptroller's records fund - 958	<u>\$ 74,008</u>	<u>\$ 106,521</u>	<u>\$ 108,238</u>
<u>ATTORNEY GENERAL FEDERAL GRANT FUND - 988</u>			
Miscellaneous receipts, jury duty, phone calls	\$ -	\$ -	\$ 507
Department of Justice	648,954	421,120	452,773
Department of Treasury	1,251	-	-
Criminal Justice Trust Fund	86,851	107,729	159,200
Total cash receipts per Agency	737,056	528,849	612,480
Less - In transit at End of Year	2,842	-	-
Plus - In transit at Beginning of Year	-	-	-
Total cash receipts per State Comptroller's records fund - 988	<u>\$ 734,214</u>	<u>\$ 528,849</u>	<u>\$ 612,480</u>
<u>GRAND TOTAL - ALL FUNDS</u>			
Total cash receipts per Agency	\$ 66,509,768	\$ 58,364,340	\$ 42,221,604
Less - In transit at End of Year	48,740	734,159	288,805
Plus - In transit at Beginning of Year	734,159	288,805	118,195
Total cash receipts per State Comptroller's records - all funds	<u>\$ 67,195,187</u>	<u>\$ 57,918,986</u>	<u>\$ 42,050,994</u>

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
AGENCY FUNCTIONS AND PLANNING PROGRAM (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

AGENCY FUNCTIONS

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 laws to better protect Illinois residents.

During the examination period, the Attorney General was the Honorable Lisa Madigan, sworn into office on 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: legal and service programs, policy and legislative affairs, and administrative programs. The legal and service programs represent the primary role of the Office in handling all litigation on behalf of the State, representing the People of Illinois in enforcing numerous laws, as required by statute, and implementing programs as required by statute. The policy and legislative affairs sections of the Office work to advance policies and strengthen laws to compliment the legal work of the Office. The administrative programs provide the structure, framework and support necessary for the efficient and effective delivery of the legal and service programs.

The legal and service programs and the policy and legislative affairs activities of the Office include representing the State in all litigation, protecting consumers, assisting crime victims, enforcing the environmental laws, defending citizen's rights, advocating for women, older citizens, and children, and ensuring open and honest government.

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.

Regional Offices

The Office currently has four regional office locations and two satellite office locations. Each office has at least one attorney and one member of the support staff. The offices provide work space for attorneys who represent the State in all litigation as well as attorneys who handle cases under the many laws that the Office is charged with enforcing. The offices also provide assistance to citizens on many issues, including citizens seeking help with consumer fraud issues, disability access issues, veteran's rights issues and crime victim's issues. The offices are also involved in public education through an outreach program designed to educate the public on the Office's functions and services.

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
AGENCY FUNCTIONS AND PLANNING PROGRAM (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

AGENCY FUNCTIONS (Continued)

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.

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 overseeing all of the legal functions of the Office, a Deputy Chief of Staff who is responsible for overseeing all administrative functions of the Office and a Deputy Chief of Staff for Policy and Legislative Affairs who is responsible for overseeing the policy staff and legislative affairs function of the Office. Three Deputy Attorneys General and a Solicitor General who supervise the legal divisions of the Office and report to the Chief Deputy Attorney General. The legal divisions of the Office are further divided into bureaus.

Relationship with the Social Security Number Protection Task Force

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.

Illinois Equal Justice Foundation

Under the law, the General Assembly appropriates the Illinois Equal Justice Foundation (IEJF) funding to the Office only as a disbursing authority. As a result, the law does not provide the Office with specific authority to treat the IEJF disbursement as a grant under the Grant Funds Recovery Act and to monitor IEJF expenditures. Further, Office management concluded that monitoring activities could create conflicts of interest with legal aid organizations which receive funding from IEJF and, at times, oppose the Office in litigation against the State.

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
AGENCY FUNCTIONS AND PLANNING PROGRAM (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

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 developed in response to input from senior staff and other stakeholders and often include developing new policy and legislative initiatives, and making programmatic changes.

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 work 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 legislature and the Governor's Office of Management and Budget.

Office goals and objectives are generally accomplished through three types of activities: litigation, drafting and advocating for the passage of legislation, and developing and implementing policy initiatives and programs. These areas interact with each other, and this interaction often impacts the overall direction and implementation of the Office's goals and objectives. The Office achieves its litigation goals and objectives through defending the State in lawsuits and enforcing state statutes through investigations and lawsuits. To accomplish goals and objectives related to legislation, the Office develops an annual legislative agenda focused on modifying existing laws and/or enacting new laws to advance the overall goals and objectives of the Office and to compliment the legal work the Office is charged by statute to handle. To accomplish goals and objectives related to policy initiatives and program development, the Office conducts research and reviews and assesses current policies and programs as well as emerging public issues, and then develops new policy initiatives and programs.

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 and programs. 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
ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

Significant variances were determined to be changes of at least \$100,000 and more than 20 percent between fiscal years and are explained below.

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	<u>Fiscal Year</u>		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
<u>GENERAL REVENUE FUND - 001</u>			
Disbursement to IL Equal Justice Foundation			
The increase of \$1,400,000 or 100% in Fiscal Year 2018 was due to the Office of the Attorney General (Office) receiving an appropriation in Fiscal Year 2018, but not in Fiscal Year 2017 for this purpose. As a result, the Office passed through money to the Illinois Equal Justice in Fiscal Year 2018 and did not in Fiscal Year 2017.	\$ 1,400,000	\$ -	\$ -
<u>ILLINOIS EQUAL JUSTICE FOUNDATION FUND - 035</u>			
Disbursement to the IL Equal Justice Foundation	1,400,000	1,400,000	-
The increase of \$1,400,000 or 100% in Fiscal Year 2017 was due to the Office receiving an appropriation in Fiscal Year 2017, but not in Fiscal Year 2016 for this purpose.			
<u>DOMESTIC VIOLENCE FUND - 499</u>			
Awards and grants	300,000	487,730	485,810
The decrease of \$187,730 or 38% in expenditures from Fiscal Year 2017 to Fiscal Year 2018 was due to the availability of the cash balance in the Fund. Cash for Fund 499 comes from a surcharge on marriage licenses, which can fluctuate from year to year. Due to limited cash available in Fund 499 for Domestic Violence grants, the Office decreased the amounts distributed to grantees, resulting in a decrease in expenditures for Fiscal Year 2018.			
<u>ATTORNEY GENERAL TOBACCO FUND - 533</u>			
Lump sums and other purposes	2,285,793	2,918,449	3,325,003
The decrease of \$632,656 or 22% from Fiscal Year 2017 to Fiscal Year 2018 was due to a decrease of \$1 million in the amount appropriated to the Office in Fiscal Year 2018. As a result, the Office decreased its Fiscal Year 2018 expenditures in this Fund.			

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	<u>Fiscal Year</u>		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
<u>BUDGET STABILIZATION FUND - 686</u>			
Ordinary and contingent expenses	\$ -	\$ 132,422	\$ -
<p>The increase of \$132,422 or 100% from Fiscal Year 2016 to Fiscal Year 2017 and the decrease of \$132,422 or 100% from Fiscal Year 2017 to Fiscal Year 2018 was due to the Office receiving an appropriation in Fiscal Year 2017 for the Budget Stabilization Fund. The Office did not receive an appropriation for the Budget Stabilization Fund in Fiscal Year 2016 and Fiscal Year 2018.</p>			
<u>STATE PROJECTS AND COURT ORDERED DISTRIBUTION FUND - 801</u>			
Awards and grants, lump sums and other purposes	13,411,587	10,109,898	8,923,751
<p>The increase of \$3,301,689 or 33% in Fiscal Year 2018 was due to the Fund being reliant on proceeds from litigation. Changes in expenditures from this Fund reflect changes in receipts into the Fund due to timing of litigation and permissible uses of the funds received. In Fiscal Year 2017, the Office received a \$12 million settlement, and therefore was able to fund a larger portion of the Office in Fiscal Year 2018.</p>			
<u>VIOLENT CRIME VICTIMS ASSISTANCE FUND - 929</u>			
Personal Services	1,552,227	1,598,268	1,025,420
<p>The increase of \$572,848 or 56% in Fiscal Year 2017 was due to the Office shifting the payroll costs for 10 Violent Crime Victims Assistance employees from other funds to Fund 929 so the Office could fully utilize that appropriation.</p>			
State employees retirement system	735,677	713,179	467,879
<p>The increase of \$245,300 or 52% in Fiscal Year 2017 was due to the Office shifting the payroll costs for 10 Violent Crime Victims Assistance employees from other funds to Fund 929 so the Office could fully utilize that appropriation.</p>			

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	<u>Fiscal Year</u>		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
<u>VIOLENT CRIME VICTIMS ASSISTANCE FUND - 929 (Continued)</u>			
Group insurance	\$ 512,146	\$ 596,694	\$ 385,392
<p>The increase of \$211,302 or 55% in Fiscal Year 2017 was due to the Office shifting the payroll costs for 10 Violent Crime Victims Assistance employees from other funds to Fund 929 so the Office could fully utilize that appropriation.</p>			
Crime victims services division	67,383	148,539	18,385
<p>The increase of \$130,154 or 708% in Fiscal Year 2017 was due to the Office's maintenance costs associated with the sex offender watch software that interfaces with automatic victim notification system.</p>			
<u>ATTORNEY GENERAL SEX OFFENDER AWARENESS, TRAINING, AND EDUCATION FUND - 958</u>			
Lump sums and other purposes	250,000	50,000	-
<p>The increase of \$200,000 or 400% in Fiscal Year 2018 was due to the Office's maintenance costs associated with the sex offender watch software that interfaces with automatic victim notification system.</p>			
<u>ATTORNEY GENERAL FEDERAL GRANT FUND - 988</u>			
Lump sums and other purposes	834,600	576,603	636,838
<p>The increase of \$257,997 or 45% in Fiscal Year 2018 was mainly due to the beginning of the Sexual Assault Grant program. At the end of Fiscal Year 2017, the Office hired a coordinator to administer the Sexual Assault Response Grant from the federal government. The additional Fiscal Year 2018 expenditures resulted from the related personnel and program costs from the Response Grant.</p>			

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	<u>Fiscal Year</u>		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
<u>STATE WHISTLEBLOWER REWARD AND PROTECTION FUND - 703</u>			
Payment of 1/6 to Attorney General & State Police	\$14,376,454	\$ 5,036,030	\$ 6,464,828
<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	18,412,979	96,010	3,565,669
<p>These spending amounts are reflective of the statutory disbursements pursuant to 740 ILCS 175/8, which are based on receipts.</p>			

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF SIGNIFICANT VARIATIONS IN RECEIPTS (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

Significant variances were determined to be changes of at least \$100,000 and more than 20 percent between fiscal years for the General Revenue, Special Revenue, Fiduciary Funds.

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	<u>Fiscal Year</u>		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
<u>GENERAL REVENUE FUND - 001</u>			
Proceeds from court settlements	\$ 2,035,739	\$ 1,650,305	\$ 2,006,717
<p>Proceeds from court settlements vary from year to year based on the number and size of cases settled. In Fiscal Year 2018, the Office received 8 payments with the two largest settlements totaling approximately \$1 million. In Fiscal Year 2017, the Office received four payments, ranging from \$193,615 to \$586,031. In Fiscal Year 2016, the Office received two payments, one payment totaled approximately \$2 million.</p>			
Penalties			
Proceeds from penalties vary from year to year based on the number and size of cases settled. In Fiscal Year 2017, the Office received \$129,744 pursuant to terms of one court order.	71,085	183,419	37,037
<u>ATTORNEY GENERAL TOBACCO FUND - 533</u>			
Tobacco Settlement	2,000,000	3,000,000	3,000,000
<p>The receipts come to the office as a result of the Rail Splitter Tobacco Settlement Indenture. The decrease in the Fiscal Year 2018 receipts is due to a reduction of the Tobacco Bureau's activities related to the enforcement of the tobacco master settlement in Fiscal Year 2018 and going forward.</p>			
<u>ATTORNEY GENERAL COURT ORDERED AND VOLUNTARY COMPLIANCE PAYMENTS PROJECT FUND - 542</u>			
Damages awarded the State pursuant to civil suits	5,203,610	21,777,577	4,956,521
<p>Proceeds from court settlements vary from year to year based on the number and size of cases settled. In Fiscal Year 2018, the Office received two large settlements totaling approximately \$3.4 million. In Fiscal Year 2017, the Office received a settlement for approximately \$15.9 million. In Fiscal Year 2016, the Office received two large settlements totaling approximately \$2.7 million.</p>			

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF SIGNIFICANT VARIATIONS IN RECEIPTS (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	<u>Fiscal Year</u>		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
<u>ILLINOIS CHARITY BUREAU FUND - 549</u>			
Fees	\$ 1,618,690	\$ 1,184,350	\$ 1,538,985
Proceeds are from various types of fees that vary from year to year based on the number and type of fees paid by the charitable organizations.			
<u>ATTORNEY GENERAL WHISTLEBLOWER REWARD AND PROTECTION FUND - 600</u>			
Whistleblower awards	7,188,227	2,518,015	3,232,414
These receipts are a result of settlement payments paid into fund 703 pursuant to the False Claims Act. The Office of the Attorney General is entitled to one-sixth of the monies deposited into fund 703, subject to timing of distributions to fund 600.			
<u>STATE WHISTLEBLOWER REWARD AND PROTECTION FUND - 703</u>			
Awards	41,611,275	11,527,829	24,295,178
Whistleblower rewards vary from year to year based on the number and size of cases settled. In Fiscal Year 2018, approximately \$38.2 million was received from the top ten largest cases settled. In Fiscal Year 2017, approximately \$10.8 million was received from the top ten largest cases settled. In Fiscal Year 2016, approximately \$22.4 million was received from the top ten largest cases settled.			
<u>STATE PROJECT AND COURT ORDERED DISTRIBUTION FUND - 801</u>			
Court and antitrust distribution	3,789,679	13,433,362	1,205,355
Court and antitrust distribution receipts vary from year to year based on the number and amount of cases settled. In Fiscal Year 2017, one settlement of approximately \$12 million was received.			

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF SIGNIFICANT VARIATIONS IN RECEIPTS (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	<u>Fiscal Year</u>		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
Grants from EPA Trust Fund Commission	\$ 750,000	\$ 1,000,000	\$ -
<p>The amount received by the Office is dependent on the Environmental Enforcement Activities grant received from the Environmental Protection Agency Trust Fund Commission (Commission). In Fiscal Year 2016, the Commission did not receive an appropriation until the end of June in Fiscal Year 2016 for this grant. This resulted in a delay of receiving the \$500,000 from the Commission until Fiscal Year 2017. Therefore, the large increase in Fiscal Year 2017 is due to the Office receiving grant payments of \$500,000 for both Fiscal Year 2016 and Fiscal Year 2017. In Fiscal Year 2018, the amount of the grant received by the Office increased to \$750,000.</p>			
Traffic/crime conviction surcharge	122,500	181,512	297,196
<p>The fluctuation each fiscal year is due to timing differences in the receipt of grant funds. Receipts come from the Law Enforcement Training and Standards Board pursuant to an interagency agreement.</p>			
Court Distributions/Environmental	500,000	203,502	13,892
<p>Court Distributions/Environmental receipts vary from year to year based on the number and amount of cases settled. In Fiscal Year 2018, \$500,000 was received from one case. In Fiscal Year 2017, several cases were settled and approximately \$161,750 was received from the largest case. In Fiscal Year 2016, only one settlement was received for \$13,892.</p>			
Miscellaneous receipts, jury duty, phone calls	4,712	289,452	85,925
<p>Amounts received fluctuate between fiscal years due to the amount and variety of refunds received. In Fiscal Year 2017, two refunds of cost shares for cases were received, totaling \$279,819. In Fiscal Year 2016, a refund of a cost share for a case of \$81,215 was received.</p>			

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF SIGNIFICANT VARIATIONS IN RECEIPTS (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	<u>Fiscal Year</u>		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
<u>ATTORNEY GENERAL FEDERAL GRANT FUND - 988</u>			
Department of Justice	\$ 648,954	\$ 421,120	\$ 452,773

The increase in Fiscal Year 2018 is due to the amount received by the Office for the Response Grant Program (Program), which provides sexual assault investigator trainings, services, and education related to crimes against women. In Fiscal Year 2018, the Office received \$147,383, and in Fiscal Year 2017, the Office only received \$1,782 for this Program. The Grant is funded on a reimbursement basis, and the Office was only beginning the Program in Fiscal Year 2017. In Fiscal Year 2018, the Program was more fully functional, and the Office was able to request more reimbursement for expenditures.

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

Significant variances were determined to be changes of more than 20 percent and at least \$20,000 of the total expenditures were made during lapse period.

<u>Expenditure Item</u>	<u>Fund</u>	<u>Total Expenditures</u>	<u>Lapse Period Expenditures</u>	<u>Percent</u>	<u>Explanation of Significant Lapse Period Expenditures</u>
<u>Fiscal Year 2018</u>					
Lump sum, operations	958	\$ 250,000	\$ 74,970	30%	The significant lapse period spending was due to three payments to Watch Systems for maintenance of the sex offender watch software that interfaces with the automatic victim notification system during lapse period for services rendered during the fourth quarter of Fiscal Year 2018.
<u>Fiscal Year 2017</u>					
Crime victims services division	929	\$ 148,539	\$ 31,389	21%	The significant lapse period spending is primarily associated with the May and a portion of June's payment for the sex offender watch software that interfaces with the automatic victim notification system that were paid during July 2017.

STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF SIGNIFICANT ACCOUNT BALANCES (NOT EXAMINED)
For the Two Years Ended June 30, 2018

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 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
ANALYSIS OF SIGNIFICANT ACCOUNT BALANCES (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

Significant variances were determined to be changes of at least \$100,000 and more than 20 percent between fiscal years for local fund cash balances and net receivables .

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	<u>Fiscal Year</u>		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
<u>GENERAL REVENUE FUND - 001</u>			
Net Receivables	\$ 425	\$ 17,510	\$ 516

The increase in Fiscal Year 2017 end of year receivables and decrease in Fiscal Year 2018 end of year receivables was due to one large legal case. The case resulted in a settlement of approximately \$17 million, which was recorded in Fiscal Year 2017.

ATTORNEY GENERAL COURT ORDERED AND VOLUNTARY
PAYMENTS PROJECT FUND - 542

Net Receivables	130	1,018	85
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The increase in Fiscal Year 2017 end of year receivables and decrease in Fiscal Year 2018 end of year receivables is due to one large legal case. The case resulted in a settlement of approximately \$1 million.

ILLINOIS CHARITY BUREAU FUND - 549

Net Receivables	15	210	-
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The increase in Fiscal Year 2017 end of year receivables and decrease in Fiscal Year 2018 end of year receivables is due to one large legal case. The case resulted in a settlement of \$159,255.

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF SIGNIFICANT ACCOUNT BALANCES (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	Fiscal Year		
	2018	2017	2016
(expressed in thousands)			
<u>STATE WHISTLEBLOWER REWARD AND PROTECTION</u>			
<u>FUND - 703</u>			
Net Receivables	\$ 976	\$ 28,407	\$ 2,623
<p>The increase in Fiscal Year 2017 end of year receivables and decrease in Fiscal Year 2018 end of year receivables is mostly due to one large legal case. The case resulted in a settlement of \$26 million.</p>			
<u>TOBACCO SETTLEMENT RECOVERY FUND - 733</u>			
Net Receivables	165	381	234
<p>The increase in Fiscal Year 2017 end of year receivables and decrease in Fiscal Year 2018 end of year receivables is due to one legal case. The case resulted in a settlement of approximately \$381 thousand.</p>			
<u>STATE PROJECTS AND COURT ORDERED DISTRIBUTION</u>			
<u>FUND - 801</u>			
Net Receivables	301	697	280
<p>The increase in Fiscal Year 2017 end of year receivables and decrease in Fiscal Year 2018 end of year receivables is due to several more legal cases being settled in Fiscal Year 2017. Settlements were recorded in Fiscal Year 2017, but not received until Fiscal Year 2018.</p>			

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF SIGNIFICANT ACCOUNT BALANCES (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

<u>FUND, ACCOUNT (IF APPLICABLE) AND EXPLANATION</u>	Fiscal Year		
	2018	2017	2016
(expressed in thousands)			
<u>CONSUMER TRUST FUND - 1106</u>			
Cash Balance	\$ 3,298	\$ 3,434	\$ 1,605
<p>The Consumer Trust Fund's balance is driven by the deposits made by companies with legal settlements requiring them to pay restitution to their consumer and checks of restitution made to those consumers. The increase in Fiscal Year 2017 was due to an approximately \$3 million settlement.</p>			
Net Receivables	766	740	1,358
<p>The decrease in Fiscal Year 2017 end of year receivables is due to several more legal cases being settled in Fiscal Year 2017. Settlements were recorded in Fiscal Year 2016, but not received until Fiscal Year 2017.</p>			

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF ACCOUNTS RECEIVABLE (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

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 settlements of claims by the State; recovery of illegal, improper or erroneous expenditures of State funds; recovery of investigative costs; franchise fees; expenses recovered through the sale of photocopies; fees from charitable organizations and professional fund raisers; and similar or related sources.

The Office is responsible for two distinct types of accounts receivables: amounts due to the Attorney General and amounts due to other State agencies, interest groups or individuals. The amounts due to the Office are recorded and monitored by the Office's Accounting Bureau. The amounts collected on behalf of other State agencies or individuals are recorded and monitored by the legal bureau responsible for collection.

As presented in the following tables, the accounts receivable balances represent amounts for the following:

<u>Fund Name</u>	<u>Type of Accounts Receivables</u>
General Revenue Fund - 001	Judicial awards and settlements
Attorney General Tobacco Fund - 533	Settlements
Attorney General Court Ordered and Voluntary Compliance Payments Project Fund - 542	Judicial awards and settlements
Illinois Charity Bureau Fund - 549	Judicial awards and settlements
State Whistleblower Reward and Protection Fund - 703	Judicial awards and settlements
Tobacco Settlement Recovery Fund - 733	Judicial awards and settlements
State Projects and Court Ordered Distribution Fund - 801	Judicial awards and settlements
Attorney General Federal Grant Fund - 988	Unspent grant funds
Consumer Trust Fund - 1106	Judicial awards and settlements

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ANALYSIS OF ACCOUNTS RECEIVABLE (NOT EXAMINED)
June 30, 2018
(expressed 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, 2018</u>								
General Revenue Fund - 001	\$ 369	\$ -	\$ 51	\$ 2	\$ 3	\$ 20,215	\$ 20,640	\$ 20,215
Attorney General Tobacco Fund - 533	23,000	-	-	-	-	-	23,000	-
Attorney General Court Ordered and Voluntary Compliance Payments Project Fund - 542	-	130	-	-	-	42	172	42
Illinois Charity Bureau Fund - 549	15	-	-	-	-	255	270	255
State Whistleblower Reward and Protection Fund - 703	778	33	35	100	30	2,005	2,981	2,005
Tobacco Settlement Recovery Fund - 733	165	-	-	-	-	-	165	-
State Projects and Court Ordered Distribution Fund - 801	293	1	2	4	1	3,982	4,283	3,982
Attorney General Federal Grant Fund - 988	115	-	-	-	-	-	115	-
Consumer Trust Fund - 1106	458	2	285	7	14	6,777	7,543	6,777
	<u>\$ 25,193</u>	<u>\$ 166</u>	<u>\$ 373</u>	<u>\$ 113</u>	<u>\$ 48</u>	<u>\$ 33,276</u>	<u>\$ 59,169</u>	<u>\$ 33,276</u>

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
ANALYSIS OF ACCOUNTS RECEIVABLE (NOT EXAMINED)
June 30, 2017
(expressed 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, 2017</u>								
General Revenue Fund - 001	\$ 94	\$ 17,403	\$ 1	\$ 10	\$ 2	\$ 2,860	\$ 20,370	\$ 2,860
Attorney General Tobacco Fund - 533	22,500	-	2,500	-	-	-	25,000	-
Attorney General Court Ordered and Voluntary Compliance Payments Project Fund - 542	1,013	5	-	-	-	42	1,060	42
Illinois Charity Bureau Fund - 549	-	-	160	-	50	45	255	45
State Whistleblower Reward and Protection Fund - 703	2,358	26,014	23	6	6	2,003	30,410	2,003
Tobacco Settlement Recovery Fund - 733	381	-	-	-	-	-	381	-
State Projects and Court Ordered Distribution Fund - 801	307	55	-	-	335	3,647	4,344	3,647
Attorney General Federal Grant Fund - 988	56	-	-	-	-	-	56	-
Consumer Trust Fund - 1106	428	125	15	52	120	7,226	7,966	7,226
	<u>\$ 27,137</u>	<u>\$ 43,602</u>	<u>\$ 2,699</u>	<u>\$ 68</u>	<u>\$ 513</u>	<u>\$ 15,823</u>	<u>\$ 89,842</u>	<u>\$ 15,823</u>

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
BUDGET IMPASSE DISCLOSURES (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

Payment of Prior Year Costs in Future Fiscal Years

Article 74 of Public Act 99-0524 authorized the Office to pay Fiscal Year 2016 costs using the Office's Fiscal Year 2017 appropriations for non-payroll expenditures. In addition, article 998 of Public Act 100-0021 authorized the Office to pay its unpaid Fiscal Year 2016 and Fiscal Year 2017 costs using either the Office's Fiscal Year 2017 or Fiscal Year 2018 appropriations for non-payroll expenditures. The following chart shows the Office's payments of its prior period costs using future appropriations:

FISCAL YEAR 2016 INVOICES

Fund #	Fund Name	Paid From Fiscal Year 2017 Appropriations		Paid From Fiscal Year 2018 Appropriations	
		Number	Dollar Value	Number	Dollar Value
542	Court Ordered/Voluntary Compliance Compliance Payments Project Fund	-	\$ -	1	\$ 138
801	State Projects and Court Ordered Distribution Fund	-	-	8	2,072
988	Attorney General Federal Grant Fund	-	-	2	1,007
		-	\$ -	11	\$ 3,217

FISCAL YEAR 2017 INVOICES

Fund #	Fund Name	Paid From Fiscal Year 2017 Appropriations		Paid From Fiscal Year 2018 Appropriations	
		Number	Dollar Value	Number	Dollar Value
035	Access to Justice Fund	2	\$ 1,400,000	-	\$ -
085	Illinois Gaming Law Enforcement Fund	24	937,057	-	-
499	Domestic Violence Fund	15	487,730	-	-
533	Attorney General Tobacco Fund	183	2,918,449	-	-
542	Attorney General Court Ordered and Voluntary Compliance Payments Project Fund	1,176	10,072,665	2	77
549	Illinois Charity Bureau Fund	65	1,561,840	-	-
600	Attorney General Whistleblower Reward and Protection Fund	1,244	6,440,241	3	1,467
686	Budget Stabilization Fund	206	132,422	-	-
801	State Projects and Court Ordered Distribution Fund	6,291	10,109,898	13	3,149
929	Violent Crime Victims Assistance Fund	1,197	9,717,121	-	-
958	Attorney General Sex Offender Awareness, Training, and Education Fund	2	50,000	-	-
988	Attorney General Federal Grant Fund	511	576,603	7	3,972
		10,916	\$44,404,026	25	\$ 8,665

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
ALTERNATIVE FINANCING IN LIEU OF APPROPRIATIONS AND PROGRAMS
TO ADDRESS UNTIMELY PAYMENTS TO VENDORS (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

Transactions Involving the Illinois Finance Authority

The Office of the Attorney General and its vendors did not participate in alternative financing in lieu of enacted appropriations involving the Illinois Finance Authority during Fiscal Year 2017.

Transactions Involving the Vendor Payment Program and Vendor Support Initiative Program

None of the Office's vendors participated in the Vendor Payment Program (VPP) or the Vendor Support Initiative Program (VSI) during Fiscal Year 2017.

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
INTEREST COSTS ON FISCAL YEAR 2017 INVOICES (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

Prompt Payment Interest Costs

The Office of the Attorney General (Office) calculates prompt payment interest due to vendors under the State Prompt Payment Act (Act) (30 ILCS 540) using the vendor's proper bill date through the date the State Comptroller issues a warrant to the vendor, regardless of when and if an enacted appropriation existed during Fiscal Year 2017. The Act (30 ILCS 540/3-2) and the Illinois Administrative Code (74 Ill. Admin. Code 900.100) require interest to be paid under a daily simple interest rate of .033% (1% over a 30-day period) for every day elapsed following the 90th day after a vendor submits an eligible proper bill to the Office. The following chart shows the Office's prompt payment interest incurred related to Fiscal Year 2017 invoices, calculated on the accrual basis of accounting, through June 30, 2017, by fund:

PROMPT PAYMENT INTEREST INCURRED

Year Ended June 30, 2017

Fund #	Fund Name	Invoices	Vendors	Dollar Value
686	Budget Stabilization Fund	1	1	\$ 15

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
AVERAGE NUMBER OF EMPLOYEES (NOT EXAMINED)
For the Years Ended June 30,**

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,

	<u>2018</u>	<u>2017</u>	<u>2016</u>
Division of Civil Appeals	28	28	22
Division of Consumer Protection	115	113	117
Division of Crime Victim Services	31	32	35
Division of Criminal Appeals	28	30	23
Division of Criminal Enforcement	61	58	55
Division of Environmental/Asbestos Litigation	36	36	39
Division of Fiscal Affairs	10	10	11
Division of Government Representation	196	190	186
Division of Investigations	20	18	18
Division of Operation & Administration Services	50	50	65
Communications/Press Office	6	7	9
Public Access & Opinions	32	31	26
Division of Public Interest	67	62	51
Regional Office Division	6	7	7
Senior Counsel to the Attorney General	-	-	1
Other	<u>46</u>	<u>48</u>	<u>51</u>
 Total number of employees	 <u><u>732</u></u>	 <u><u>720</u></u>	 <u><u>716</u></u>

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
AVERAGE NUMBER OF EMPLOYEES (NOT EXAMINED)
For the Years Ended June 30,**

The Office employs the following individuals; however, they are paid by their respective agencies. 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,

	<u>2018</u>	<u>2017</u>	<u>2016</u>
Agency and Office Bureau:			
Department of Children and Family Services - Child Welfare Litigation	10	9	7
Department of Healthcare and Family Services - Child Support Enforcement	55	54	60
Illinois Department of Employment Security - Financial Crimes	-	1	2
Illinois Department of Employment Security - Unemployment Insurance	12	11	12
Department of Healthcare and Family Services - Welfare Litigation	-	-	2
Illinois Department of Revenue - Revenue Prosecution	-	1	1
Illinois Department of Revenue - Special Prosecution	3	5	8
Illinois Department of Revenue - Revenue Litigation	7	7	8
Illinois State Toll Highway Authority	<u>6</u>	<u>6</u>	<u>9</u>
Total	<u><u>93</u></u>	<u><u>94</u></u>	<u><u>109</u></u>

**STATE OF ILLINOIS
OFFICE OF THE ATTORNEY GENERAL
MEMORANDUMS OF UNDERSTANDING (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

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

Pursuant to law, the Office receives the State funding for the Illinois Equal Justice Foundation (IEJF) and is legally required to pass that funding through to the IEJF. To implement the law, the Office has a Memorandum of Understanding with IEJF to pass the State funding through to the IEJF. The IEJF is a not-for-profit organization governed by the Illinois Equal Justice Act (30 ILCS 765/1 et seq.). The IEJF provides financial support to organizations that 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 Year 2018, funding of \$1.4 million was passed through the Office's general revenue fund lump sum appropriation to the IEJF; however, for Fiscal Year 2017, no funding was passed through the Office's general revenue fund lump sum appropriation to the IEJF. For both Fiscal Year 2018 and Fiscal Year 2017, funding of \$1.4 million was passed through to the Office's Access to Justice Fund (fund 035) lump sum appropriation to the IEJF.

The Office is a party to 251 MOU's with local law enforcement agencies in Illinois. The MOU's reflect an agreement permitting the law enforcement agency or prosecutors office (referred to as an affiliate) to join the Illinois Attorney General's Internet Crimes Against Children (ICAC) Task Force. These MOU's with affiliate agencies are ongoing until termination by either the affiliate agency or the Office. During the current engagement period, there were 31 additional MOU's executed between the Office and local affiliates.

Law Enforcement Agencies with MOU's executed in Fiscal Year 2017 and Fiscal Year 2018

Anna Police Department	Jefferson County Sheriff's Office
Canton Police Department	Lake Forest Police Department
Carmi Police Department	Lakemoor Police Department
Carroll County Sheriff's Office	Lincoln Police Department
Charleston Police Department	Livingston County Sheriff's Office
Chatham Police Department	New Baden Police Department
Cortland Police Department	Normal Police Department
DeWitt County Sheriff's Office	Ogle County State's Attorney's Office
Fayette County Sheriff's Office	Petersburg Police Department
Freeport Police Department	Rock Island County Sheriff's Office
Greenfield Police Department	Villa Park Police Department
Hancock County Sheriff's Office	Watseka Police Department
Hardin County Sheriff's Office	Westchester Police Department
Harrisburg Police Department	Woodstock Police Department
Iroquois County Sheriff's Office	Zeigler Police Department
Itasca Police Department	

In addition to the above referenced MOU's, the Office also executes supplemental MOUs with selected ICAC affiliates to provide them with equipment and/or software to promote the core mission of the ICAC Task Force. The equipment and/or software is 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/or software and proper training, the law enforcement agencies are to use the equipment and/or software to conduct digital investigations and/or forensic examinations using the equipment and report data

**STATE OF ILLINOIS
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MEMORANDUMS OF UNDERSTANDING (NOT EXAMINED)
For the Two Years Ended June 30, 2018**

regarding these investigations and/or examinations conducted to the Office on a monthly basis. The MOU's designate ownership of any equipment and software to the law enforcement agencies on the date it was received by each affiliate agency. During the engagement period, there was one supplemental MOU executed.

Law Enforcement Agencies with supplemental MOU's executed in Fiscal Year 2017 and Fiscal Year 2018

Illinois State Police

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SCHEDULE OF INDIRECT COST REIMBURSEMENTS (NOT EXAMINED)
For the Two Years Ended June 30, 2018

According to cost principles established by the Office of Management and Budget, rates can be established for use by agencies in allocating indirect costs to federal programs. For federal programs before December 26, 2014, Attachment A of Circular A-87, "Cost Principles for State and Local Governments" applies. For federal programs on and after December 26, 2014, Subpart E of the Uniform Guidance "Cost Principles" applies. 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.