

**STATE OF ILLINOIS
COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY**

COMPLIANCE EXAMINATION

For the Two Years Ended June 30, 2017

STATE OF ILLINOIS
 COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
 COMPLIANCE EXAMINATION
 For the Two Years Ended June 30, 2017

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STATE OF ILLINOIS
COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2017

Agency Officials

Executive Director	Mr. Clayton Klenke (08/01/17 – Present) Mr. Daniel Long (07/01/15 – 07/31/17)
Deputy Director	Ms. Laurie L. Eby
Fiscal Officer	Ms. Victoria Copp

The Commission's office is located at:

703 Stratton Building
Springfield, Illinois 62706

SENATE
Heather Steans
Co-Chair

David Koehler
Chapin Rose
Elgie Sims
Dave Syverson
Jil Tracy

EXECUTIVE DIRECTOR
Clayton Klenke



State of Illinois
COMMISSION ON GOVERNMENT
FORECASTING AND ACCOUNTABILITY
703 Stratton Ofc. Bldg., Springfield, IL 62706
217/782-5320 Fax: 217/782-3513
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HOUSE
Robert Pritchard
Co-Chair

Kelly Burke
C. D. Davidsmeyer
Al Riley
Barbara Wheeler
Vacant

DEPUTY DIRECTOR
Laurie Eby

March 29, 2018

Honorable Frank J. Mautino
Auditor General
State of Illinois
Iles Park Plaza
740 East Ash Street
Springfield, Illinois 62703

Auditor General Mautino:

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 Commission on Government Forecasting and Accountability. 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 Commission on Government Forecasting and Accountability's compliance with the following assertions during the two-year period ended June 30, 2017. Based on this evaluation, we assert that during the years ended June 30, 2016, and June 30, 2017, the Commission on Government Forecasting and Accountability has materially complied with the assertions below.

- A. The Commission on Government Forecasting and Accountability 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 Commission on Government Forecasting and Accountability 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 Commission on Government Forecasting and Accountability has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.

Yours truly,

Commission on Government Forecasting and Accountability

SIGNED ORIGINAL ON FILE

Clayton Klenke, Executive Director

SIGNED ORIGINAL ON FILE

Victoria Copp, Fiscal Officer

STATE OF ILLINOIS
COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2017

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</u> <u>Report</u>	<u>Prior</u> <u>Report</u>
Findings	0	0
Repeated findings	0	0
Prior recommendations implemented or not repeated	0	0

EXIT CONFERENCE

The Commission on Government Forecasting and Accountability declined an exit conference in correspondence dated March 29, 2018.

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OFFICE OF THE AUDITOR GENERAL
FRANK J. MAUTINO

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

We have examined the State of Illinois, Commission on Government Forecasting and Accountability'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, 2017. The management of the State of Illinois, Commission on Government Forecasting and Accountability is responsible for compliance with these requirements. Our responsibility is to express an opinion on the State of Illinois, Commission on Government Forecasting and Accountability's compliance based on our examination.

- A. The State of Illinois, Commission on Government Forecasting and Accountability 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, Commission on Government Forecasting and Accountability 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, Commission on Government Forecasting and Accountability has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.

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, Commission on Government Forecasting and Accountability

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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, Commission on Government Forecasting and Accountability 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, Commission on Government Forecasting and Accountability's compliance with specified requirements.

In our opinion, the State of Illinois, Commission on Government Forecasting and Accountability complied, in all material respects, with the compliance requirements listed in the first paragraph of this report during the two years ended June 30, 2017.

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, Commission on Government Forecasting and Accountability 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, Commission on Government Forecasting and Accountability'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, Commission on Government Forecasting and Accountability's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the State of Illinois, Commission on Government Forecasting and Accountability's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did

not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

There were no immaterial findings that have been excluded from this report.

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, 2017, and June 30, 2016, in Schedules 1 through 5 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, 2017, and June 30, 2016, accompanying supplementary information in Schedules 1 through 5. However, we do not express an opinion on the accompanying supplementary information.

We have not applied procedures to the June 30, 2015, accompanying supplementary information in Schedules 3 and 5 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

JANE CLARK, CPA
Director of Financial and Compliance Audits

Springfield, Illinois
March 29, 2018

STATE OF ILLINOIS
COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
COMPLIANCE EXAMINATION
For the Two Years Ended June 30, 2017

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 – Fiscal Year 2017

- Schedule of Appropriations, Expenditures, and Lapsed Balances – Fiscal Year 2016

- Comparative Schedule of Net Appropriations, Expenditures, and Lapsed Balances

- Schedule of Changes in State Property

- Comparative Schedule of Cash Receipts and Reconciliation 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)

- 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 and Fiscal Year 2016 Invoices (Not Examined)

- Average Number of Employees (Not Examined)

- Service Efforts and Accomplishments (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, 2017, and June 30, 2016, accompanying supplementary information in Schedules 1 through 5. 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
 COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES
 Expenditure Authority for Fiscal Year 2017

Fifteen Months Ended September 30, 2017

Continuing Appropriations	Expenditure Authority (Net of Transfers)	Lapse Period Expenditures		Total Expenditures 15 Months Ended September 30	Balances Lapsed September 30
		Expenditures July 1 to September 30	Expenditures Through June 30		
FISCAL YEAR 2017					
APPROPRIATED FUNDS					
General Revenue Fund - 001					
Pension pick-up contributions to the State Employees' Retirement System of Illinois for affected legislative staff employees	\$ 1,500,000	\$ 776,457	\$ 14,672	\$ 791,129	\$ 708,871
Operational Expenses	1,201,400	1,128,730	25,765	1,154,495	46,905
GRAND TOTAL	\$ 2,701,400	\$ 1,905,187	\$ 40,437	\$ 1,945,624	\$ 755,776

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

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

Note 3: The Civil Administrative Code (State Budget Law) (15 ILCS 20/50-22(b)) provides aggregate appropriations available for legislative operations for all funds for each fiscal year shall not be less than the aggregate appropriations made available for legislative operations during the immediately preceding fiscal year. The Circuit Court of Cook County in *People v. Munger* (15 CH 10243) ordered the State Comptroller, in the absence of enacted annual appropriations, to process and pay certified invoice vouchers from the State's legislative branch agencies pursuant to this statute. Therefore, the Commission's Fiscal Year 2015 appropriation for Fund 001 was carried forward to become the Commission's Fiscal Year 2017 expenditure authority for Fund 001.

STATE OF ILLINOIS
 COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES
 Expenditure Authority for Fiscal Year 2016

Fourteen Months Ended August 31, 2016

Continuing Appropriations	Expenditure Authority (Net of Transfers)	Lapse Period Expenditures		Total Expenditures 14 Months Ended August 31	Balances Lapsed August 31
		Expenditures Through June 30	Expenditures July 1 to August 31		
FISCAL YEAR 2016					
APPROPRIATED FUNDS					
General Revenue Fund - 001					
Pension pick-up contributions to the State Employees' Retirement System of Illinois for affected legislative staff employees	\$ 1,500,000	\$ 812,636	\$ 110,467	\$ 923,103	\$ 576,897
Operational Expenses	1,201,400	1,139,711	3,013	1,142,724	58,676
GRAND TOTAL	\$ 2,701,400	\$ 1,952,347	\$ 113,480	\$ 2,065,827	\$ 635,573

Note 1: Expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller's records as of September 30, 2016, and have been reconciled to Commission records.

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

Note 3: The Civil Administrative Code (State Budget Law) (15 ILCS 20/50-22(b)) provides aggregate appropriations available for legislative operations for all funds for each fiscal year shall not be less than the aggregate appropriations made available for legislative operations during the immediately preceding fiscal year. The Circuit Court of Cook County in *People v. Munger* (15 CH 10243) ordered the State Comptroller, in the absence of enacted annual appropriations, to process and pay certified invoice vouchers from the State's legislative branch agencies pursuant to this statute. Therefore, the Commission's Fiscal Year 2015 appropriation for Fund 001 was carried forward to become the Commission's Fiscal Year 2016 expenditure authority for Fund 001.

STATE OF ILLINOIS
 COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
**COMPARATIVE SCHEDULE OF NET APPROPRIATIONS,
 EXPENDITURES, AND LAPSED BALANCES**
 For The Fiscal Years Ended June 30, 2017, 2016, and 2015

	Fiscal Year		
	2017	2016	2015
	Continuing Appropriations	Continuing Appropriations	P.A. 98-0679
GENERAL REVENUE FUND - 001			
Appropriations (Net of Transfers)	\$ 2,701,400	\$ 2,701,400	\$ 2,701,400
Expenditures			
Pension pick-up contributions to the State Employees' Retirement System of Illinois for affected legislative staff employees	\$ 791,129	\$ 923,103	\$ 905,646
Operational Expenses	1,154,495	1,142,724	1,129,833
Total Expenditures	\$ 1,945,624	\$ 2,065,827	\$ 2,035,479
Lapsed Balances	\$ 755,776	\$ 635,573	\$ 665,921

- Note 1: For Fiscal Year 2017, expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller's records as of September 30, 2017, and have been reconciled to the Commission's records.
- Note 2: For Fiscal Year 2016, expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller's records as of September 30, 2016, and have been reconciled to the Commission's records.
- Note 3: Expenditure amounts are vouchers approved for payment by the Commission and submitted to the State Comptroller for payment to the vendor.
- Note 4: The Civil Administrative Code (State Budget Law) (15 ILCS 20/50-22(b)) provides aggregate appropriations available for legislative operations for all funds for each fiscal year shall not be less than the aggregate appropriations made available for legislative operations during the immediately preceding fiscal year. The Circuit Court of Cook County in *People v. Munger* (15 CH 10243) ordered the State Comptroller, in the absence of enacted annual appropriations, to process and pay certified invoice vouchers from the State's legislative branch agencies pursuant to this statute. Therefore, the Commission's Fiscal Year 2015 appropriation for Fund 001 was carried forward to become the Commission's Fiscal Year 2016 and Fiscal Year 2017 expenditure authority for Fund 001.

STATE OF ILLINOIS
 COMMISSION ON GOVERNMENT FORECASTING AND ACCCOUNTABILITY
SCHEDULE OF CHANGES IN STATE PROPERTY
 For the Two Years Ended June 30, 2017

	<u>Equipment</u>
Balance at July 1, 2015	\$ 178,300
Additions	22,090
Deletions	(1,260)
Net Transfers	<u>(24,058)</u>
Balance at June 30, 2016	<u>\$ 175,072</u>
Balance at July 1, 2016	\$ 175,072
Additions	2,050
Deletions	-
Net Transfers	<u>-</u>
Balance at June 30, 2017	<u>\$ 177,122</u>

Note: The above schedule has been derived from the Commission's records and reconciled to property reports submitted to the Office of the Comptroller.

STATE OF ILLINOIS
 COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
**COMPARATIVE SCHEDULE OF CASH RECEIPTS AND
 RECONCILIATION OF CASH RECEIPTS TO DEPOSITS
 REMITTED TO THE STATE COMPTROLLER**

For the Fiscal Year Ended June 30,

	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>GENERAL REVENUE FUND - 001</u>			
Miscellaneous Receipts	\$ -	\$ -	\$ 498
Prior Year Refunds	-	-	549
	<u>-</u>	<u>-</u>	<u>1,047</u>
Total Receipts per Commission Records	-	-	1,047
Less - In Transit at End of Year	-	-	-
Add - In Transit at Beginning of Year	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Deposits Recorded by the Comptroller	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,047</u>

STATE OF ILLINOIS
COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
AGENCY FUNCTIONS AND PLANNING PROGRAM
For the Two Years Ended June 30, 2017
(NOT EXAMINED)

Commission Functions

The Commission on Government Forecasting and Accountability (Commission) was created under the Commission on Government Forecasting and Accountability Act (25 ILCS 155/1 et seq.) as a legislative support agency. The Commission is a bipartisan, joint legislative commission that provides the General Assembly with information relevant to the State’s economy, taxes, and other sources of revenue and debt obligations.

The Commission’s statutory requirements include:

- preparation of annual revenue estimates with periodic updates;
- analysis of the fiscal impact of revenue bills;
- preparation of “State Debt Impact Notes” on legislation which would appropriate bond funds or increase bond authorization;
- periodic assessment of capital facility plans;
- annual estimates of public pension funding requirements and preparation of pension impact notes;
- annual estimates of the liabilities of the State’s group health insurance program and approval of contract renewals promulgated by the Department of Central Management Services;
- administration of the State Facilities Closure Act (30 ILCS 608/5-1 et seq.);
- report to the General Assembly on economic trends in relation to long-range planning and budgeting; and,
- to study and make such recommendations as the Commission deems appropriate on local and regional economic and fiscal policies and on federal fiscal policy as it may affect the State.

The Commission is co-chaired by Senator Donne Trotter and Representative Robert Pritchard. The Commission’s members at June 30, 2017, were:

Senate

Donne Trotter, Co-Chair
Pamela Althoff
David Koehler
Chapin Rose
Heather Steans
Dave Syverson

House

Robert Pritchard, Co-Chair
Kelly Burke
C.D. Davidsmeyer
Elaine Nekritz
Al Riley
Barbara Wheeler

STATE OF ILLINOIS
COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
AGENCY FUNCTIONS AND PLANNING PROGRAM
For the Two Years Ended June 30, 2017
(NOT EXAMINED)

Commission Planning

The Commission's objectives are defined by statute and its main activity is to study information relevant to the State's economy, taxes, and other sources of revenue and debt obligations. The Commission reports its findings to the General Assembly by publishing various reports each year. The Director and Deputy Director meet regularly with the Revenue Manager and the Pension Manager to discuss revenue projections, pension funding, and other economic issues the Commission is required to address in its statutory functions. Commission meetings are held to discuss and review issues the Commission is required to report on along with other issues that have, or could have, an economic impact on the State.

STATE OF ILLINOIS
COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES
For the Two Years Ended June 30, 2017
(NOT EXAMINED)

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES BETWEEN FISCAL YEARS 2017 AND 2016

There were no significant variations in expenditures between Fiscal Year 2017 and Fiscal Year 2016.

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES BETWEEN FISCAL YEARS 2016 AND 2015

There were no significant variations in expenditures between Fiscal Year 2016 and Fiscal Year 2015.

STATE OF ILLINOIS
COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
ANALYSIS OF SIGNIFICANT VARIATIONS IN RECEIPTS
For the Two Years Ended June 30, 2017
(NOT EXAMINED)

General Revenue Fund – 001

The Commission on Government Forecasting and Accountability (Commission) receives minimal receipts. The receipts consist of court settlements and miscellaneous reimbursements. The Commission received two receipts and one refund for miscellaneous reimbursements during Fiscal Year 2015. There were no receipts collected by the Commission during Fiscal Year 2016 or Fiscal Year 2017.

STATE OF ILLINOIS
COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING
For the Two Years Ended June 30, 2017
(NOT EXAMINED)

FISCAL YEAR 2017

There were no significant expenditures made during the Fiscal Year 2017 Lapse Period.

FISCAL YEAR 2016

There were no significant expenditures made during the Fiscal Year 2016 Lapse Period.

STATE OF ILLINOIS
COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
BUDGET IMPASSE DISCLOSURES
For the Two Years Ended June 30, 2017
(NOT EXAMINED)

Payment of Fiscal Year 2016 Costs in Future Fiscal Years

All of the Commission's Fiscal Year 2016 costs were paid pursuant to continuing appropriations. The Commission did not have any outstanding invoices from Fiscal Year 2016 unpaid after the closure of the Fiscal Year 2016 Lapse Period on August 31, 2016.

Payment of Fiscal Year 2017 Costs in Future Fiscal Years

All of the Commission's Fiscal Year 2017 costs were paid pursuant to continuing appropriations. The Commission did not have any outstanding invoices from Fiscal Year 2017 unpaid after the closure of the Fiscal Year 2017 Lapse Period on September 30, 2017.

STATE OF ILLINOIS
COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
**ALTERNATIVE FINANCING IN LIEU OF APPROPRIATIONS AND
PROGRAMS TO ADDRESS UNTIMELY PAYMENTS TO VENDORS**
For the Two Years Ended June 30, 2017
(NOT EXAMINED)

Transactions Involving the Illinois Finance Authority

The Commission and its vendors did not participate in alternative financing in lieu of enacted appropriations involving the Illinois Finance Authority during Fiscal Year 2016 and Fiscal Year 2017.

Transactions Involving the Vendor Payment Program and Vendor Support Initiative Program

None of the Commission's vendors participated in the Vendor Payment Program (VPP) or the Vendor Support Initiative Program (VSI) during Fiscal Year 2016 and Fiscal Year 2017.

STATE OF ILLINOIS
 COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
**INTEREST COSTS ON FISCAL YEAR 2017
 AND FISCAL YEAR 2016 INVOICES**
 For the Two Years Ended June 30, 2017
 (NOT EXAMINED)

Prompt Payment Interest Costs

The Commission plans to calculate 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 2016 and 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 Commission. The following chart shows the Commission's prompt payment interest incurred related to Fiscal Year 2016 and Fiscal Year 2017 invoices, calculated on the accrual basis of accounting, through June 30, 2016 and June 30, 2017, by fund:

PROMPT PAYMENT INTEREST INCURRED
 Year Ended June 30, 2016

<u>Fund #</u>	<u>Fund Name</u>	<u>Invoices</u>	<u>Vendors</u>	<u>Dollar Value</u>
001	General Revenue Fund	1	1	\$39
	Total	<u>1</u>	<u>1</u>	<u>\$39</u>

PROMPT PAYMENT INTEREST INCURRED
 Year Ended June 30, 2017

<u>Fund #</u>	<u>Fund Name</u>	<u>Invoices</u>	<u>Vendors</u>	<u>Dollar Value</u>
001	General Revenue Fund	8	6	\$791
	Total	<u>8</u>	<u>6</u>	<u>\$791</u>

STATE OF ILLINOIS
 COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
AVERAGE NUMBER OF EMPLOYEES
 For the Year Ended June 30,
 (NOT EXAMINED)

The following table, prepared from Commission records, presents the average number of employees, by function, for the Fiscal Year Ended June 30,

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Executive Director	1	1	1
Deputy Director	1	1	1
Administrative and Clerical Staff	3	3	3
Revenue Analysts	5	5	5
Pension Analysts	3	3	3
Total Average Full-Time Employees	<u>13</u>	<u>13</u>	<u>13</u>

STATE OF ILLINOIS
 COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
SERVICE EFFORTS AND ACCOMPLISHMENTS
 For the Two Years Ended June 30, 2017
 (NOT EXAMINED)

The Commission on Government Forecasting and Accountability (Commission) is mandated to report to the General Assembly information necessary for the State’s long-range planning and budgeting. This results in several reports on various economic issues throughout the year. The Commission also publishes special topic reports that have, or could have, an impact on the economic well-being of the State. Below is a list of all reports published during the examination period and the corresponding publication date:

<u>Report/Publication Name</u>	<u>Date Published</u>
FY 2017 Capital Plan Analysis	April 2016
FY 2018 Capital Plan Analysis	April 2017
FY 2017 Report on Liabilities of State Employees Group Insurance	March 2016
FY 2018 Report on Liabilities of State Employees Group Insurance	March 2017
FY 2017 Economic & Revenue Forecast & Updated FY 2016 Revenue Update	March 2016
FY 2018 Economic & Revenue Forecast & Updated FY 2017 Revenue Update	March 2017
Wagering in Illinois (2015 Update)	September 2015
Wagering in Illinois (2016 Update)	September 2016
GAAP Report (FY 2017)	March 2016
GAAP Report (FY 2018)	March 2017
Illinois’ National Rankings, A State-by-State Comparison of Tax Rates, Tax Revenues, Government Spending, Illinois Employment Trends & Business Climate	November 2016
Service Taxes: 2017 Update	January 2017
FY 2016 Budget Summary	September 2015
FY 2017 Budget Summary	August 2016
3-Year Budget Forecast: FY 2017-FY 2019	March 2016
3-Year Budget Forecast: FY 2018-FY 2020	March 2017
State of Illinois Forecast	February 2016
State of Illinois Forecast	January 2017
Report on the Financial Condition of Chicago, Cook County & Illinois Municipal Retirement Fund Systems	January 2017
Illinois Public Retirement Systems: Report on Financial Condition of the Chicago, Cook County & Illinois - Municipal Retirement Fund Systems of Illinois	November 2015
Financial Condition of the State of Illinois Retirement Systems as of June 30, 2015	March 2016
Financial Condition of the State of Illinois Retirement Systems as of June 30, 2016	March 2017
MEMO Actuarial Review of Early Retirement Option for TRS	February 2016
A Study of the Public Safety Employee Benefits Act (PA 98-0561)	January 2017

STATE OF ILLINOIS
 COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY
SERVICE EFFORTS AND ACCOMPLISHMENTS
 For the Two Years Ended June 30, 2017
 (NOT EXAMINED)

The Commission prepares a written State Debt Impact Note in relation to any new legislative bill which proposes to increase or add new long-term debt authorization, or would require, through appropriation, the use of bond financed funds. Debt Impact Notes are prepared if requested by a member of the General Assembly, whether the bill is related to debt or not. Below is a summary of the number of State Debt Impact Notes prepared for the fiscal years under examination and the number of bills that have become law.

Debt Impact Notes	Number Prepared	Number that became Law
Fiscal Year 2016	39	0
Fiscal Year 2017	69	0

The Commission prepares Pension Impact Notes on any legislative bill pertaining to pensions and related retirement and disability benefits. The Commission reviews and makes recommendations on proposed changes to those laws and practices and reports the results to the General Assembly. Below is a summary of the number of Pension Impact Notes prepared for the fiscal years under examination and the number of bills that have become law.

Pension Impact Notes	Number Prepared	Number that became Law
Fiscal Year 2016	127	17
Fiscal Year 2017	128	1