



STATE OF ILLINOIS
OFFICE OF THE
AUDITOR GENERAL

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

DEPARTMENT OF CENTRAL MANAGEMENT SERVICES
LOCAL GOVERNMENT HEALTH INSURANCE RESERVE FUND

Financial Audit
For the Year Ended June 30, 2018

Release Date: April 25, 2019

FINDINGS THIS AUDIT:	0
FINDINGS LAST AUDIT:	1

INTRODUCTION

This digest covers our financial audit of the Local Government Health Insurance Reserve Fund for the year ended June 30, 2018.

There were no material findings of noncompliance disclosed during our examination.

AUDITOR'S OPINION

The auditors stated the financial statements of the Department of Central Management Services, Local Government Health Insurance Reserve Fund as of and for the year ended June 30, 2018, are fairly stated in all material respects.

This financial audit was conducted by Sikich, LLP.

SIGNED ORIGINAL ON FILE

JANE CLARK
Division Director

This report is transmitted in accordance with Section 3-14 of the Illinois State Auditing Act.

SIGNED ORIGINAL ON FILE

FRANK J. MAUTINO
Auditor General

FJM:skm

{Financial information is summarized on next page.}

**DEPARTMENT OF CENTRAL MANAGEMENT SERVICES
LOCAL GOVERNMENT HEALTH INSURANCE RESERVE FUND
FINANCIAL AUDIT
For the Year Ended June 30, 2018**

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION (expressed in thousands)	Fiscal Year 2018	Fiscal Year 2017
OPERATING REVENUES		
Charges for sales and services.....	\$ 45,224	\$ 44,053
OPERATING EXPENSES		
Benefit payments and refunds.....	45,919	42,605
General and administrative.....	921	1,299
Total operating expenses.....	<u>46,840</u>	<u>43,904</u>
Operating income (loss).....	(1,616)	149
NONOPERATING REVENUES (EXPENSES)		
Interest and investment income.....	100	51
Interest expense.....	(10)	(35)
Other revenues.....	<u>28</u>	<u>71</u>
Changes in net position.....	(1,498)	236
Net Position, July 1,.....	<u>1,552</u>	<u>1,316</u>
NET POSITION, JUNE 30.....	<u><u>\$ 54</u></u>	<u><u>\$ 1,552</u></u>

PARTICIPANT INFORMATION	Fiscal Year 2018	Fiscal Year 2017
Number of local governmental entities participating.....	264	276
Approximate number of employees covered.....	2,750	2,731
Approximate number of dependents covered.....	2,946	2,059
Approximate number of retirees covered.....	196	216

AGENCY DIRECTOR
During Examination Period: Michael Hoffman, Acting (through 3/2/18), Tim McDevitt, Acting (3/3/18 - 1/4/19) Currently: Janel Forde, Acting