



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, 2019**

Release Date: January 30, 2020

FINDINGS THIS AUDIT:	0
FINDINGS LAST AUDIT:	0

INTRODUCTION

This digest covers our financial audit of the Local Government Health Insurance Reserve Fund for the year ended June 30, 2019.

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, 2019, 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, 2019**

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION (expressed in thousands)	Fiscal Year 2019	Fiscal Year 2018
OPERATING REVENUES		
Charges for sales and services.....	\$ 44,602	\$ 45,224
OPERATING EXPENSES		
Benefit payments and refunds.....	42,445	45,919
General and administrative.....	1,758	921
Total operating expenses.....	<u>44,203</u>	<u>46,840</u>
Operating income (loss).....	399	(1,616)
NONOPERATING REVENUES (EXPENSES)		
Interest and investment income.....	57	100
Interest expense.....	(16)	(10)
Other revenues.....	<u>46</u>	<u>28</u>
Changes in net position.....	486	(1,498)
Net Position, July 1,.....	<u>54</u>	<u>1,552</u>
NET POSITION, JUNE 30.....	<u><u>\$ 540</u></u>	<u><u>\$ 54</u></u>

PARTICIPANT INFORMATION	Fiscal Year 2019	Fiscal Year 2018
Number of local governmental entities participating.....	256	264
Approximate number of employees covered.....	4,179	2,750
Approximate number of dependents covered.....	1,794	2,946
Approximate number of retirees covered.....	153	196

AGENCY DIRECTOR
During Examination Period: Tim McDevitt, Acting (through 1/4/19); Sarah Kerley, Acting (1/5/19 - 1/20/19); Janel Forde, Acting (effective 1/21/19)
Currently: Janel Forde, Acting