



STATE OF ILLINOIS
OFFICE OF THE
AUDITOR GENERAL

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

ILLINOIS POWER AGENCY

**Financial Audit and Compliance Examination
For the Year Ended June 30, 2016**

Release Date: February 9, 2017

FINDINGS THIS AUDIT:	0
FINDINGS LAST AUDIT:	1

INTRODUCTION

The Illinois Power Agency's mission is (1) to oversee the electricity planning and procurement processes to ensure adequate, reliable, affordable, efficient, and environmentally sustainable electric service at the lowest cost over time for the residential and small commercial customers of Commonwealth Edison, the Ameren Illinois Company, and the MidAmerican Energy Company and (2) to procure renewable energy using the resources of the Illinois Power Agency Renewable Energy Resources Fund.

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

AUDITOR'S OPINION

The auditors stated the financial statements of the Illinois Power Agency Operations Fund, Illinois Power Agency Renewable Energy Resources Fund, and the Illinois Power Agency Trust Fund as of and for the year ended June 30, 2016, are fairly stated in all material respects.

ACCOUNTANT'S OPINION

The accountants conducted a compliance examination of the Illinois Power Agency for the year ended June 30, 2016, as required by the Illinois State Auditing Act. The accountants stated the Illinois Power Agency complied, in all material respects, with the requirements described in the report during the year ended June 30, 2016.

SIGNED ORIGINAL ON FILE

FRANK J. MAUTINO
Auditor General

FJM:djn

AUDITORS ASSIGNED

This audit and examination was performed by the Office of the Auditor General's staff.

{Expenditures and Activity Measures are summarized on next page.}

ILLINOIS POWER AGENCY
FINANCIAL AUDIT and COMPLIANCE EXAMINATION
For the Year Ended June 30, 2016

EXPENDITURE STATISTICS	2016	2015
Total Expenditures.....	\$ 4,030,631	\$ 3,847,036
OPERATIONS TOTAL.....	\$ 4,030,361	\$ 3,847,036
% of Total Expenditures.....	100.0%	100.0%
Interfund Cash Transfers.....	497,078	1,200,460
Ordinary and Contingent Expenses of the Agency.....	2,441,874	1,822,959
Purchase of Renewable Energy Credits.....	1,091,679	823,617
Total Receipts.....	\$ 4,652,574	\$ 2,276,005
Average Number of Employees (Not Examined).....	6	6
NONSHARED GOVERNMENTAL FUNDS (in thousands)	2016	2015
Illinois Power Agency Operations Fund		
Revenues.....	\$ 1,337	\$ 932
Expenditures.....	2,612	1,995
Other sources(uses) of financial resources.....	-	1,063
Net change in fund balance.....	<u>\$ (1,275)</u>	<u>\$ -</u>
Assets.....	\$ 7,705	\$ 7,298
Liabilities and deferred inflows of resources.....	2,300	618
Committed fund balance.....	<u>\$ 5,405</u>	<u>\$ 6,680</u>
Illinois Power Agency Renewable Energy Resources Fund		
Revenues.....	\$ 48,585	\$ 76,064
Expenditures.....	814	815
Other sources(uses) of financial resources.....	-	(98,000)
Net change in fund balance.....	<u>\$ 47,771</u>	<u>\$ (22,751)</u>
Assets.....	\$ 189,290	\$ 117,304
Liabilities and deferred inflows of resources.....	43,037	18,822
Committed fund balance.....	<u>\$ 146,253</u>	<u>\$ 98,482</u>
Illinois Power Agency Trust Fund		
Revenues.....	\$ (281)	\$ 1,555
Expenditures.....	-	-
Other sources(uses) of financial resources.....	-	(1,063)
Net change in fund balance.....	<u>\$ (281)</u>	<u>\$ 492</u>
Assets.....	\$ 32,833	\$ 34,177
Liabilities and deferred inflows of resources.....	-	1,063
Nonspendable fund balance.....	<u>\$ 32,833</u>	<u>\$ 33,114</u>
RESIDENTIAL CUSTOMERS (Not Examined)	May 2016	May 2015
FIXED RATE SUPPLY		
ComEd Region.....	2,059,350	1,321,677
Ameren Region.....	411,189	435,473
MidAmerican Region.....	78,213	N/A
AGENCY DIRECTOR		
During Examination Period: Anthony Star		
Currently: Anthony Star		