

**STATE OF ILLINOIS
LEGISLATIVE AUDIT COMMISSION**

COMPLIANCE EXAMINATION

For the Two Years Ended June 30, 2017

STATE OF ILLINOIS
 LEGISLATIVE AUDIT COMMISSION
 COMPLIANCE EXAMINATION
 For the Two Years Ended June 30, 2017

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LEGISLATIVE AUDIT COMMISSION
COMPLIANCE EXAMINATION
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AGENCY OFFICIALS

| | |
|---|-----------------------|
| Executive Director | Ms. E. Jane Stricklin |
| Fiscal Officer (7/1/15 – 9/4/17) | Mr. Roland Sundberg |
| Acting Fiscal Officer (9/5/17 – Present) | Ms. Mary Dunne |
| Fiscal Manager ¹ (1/16/18 – Present) | Mr. Andrew Morrison |

The Commission's office is located at:

622 Stratton Office Building
Springfield, Illinois 62706

¹The Fiscal Manager position was newly created when Mr. Morrison joined the Commission on January 16, 2018.



Legislative Audit Commission

622 WILLIAM G. STRATTON BUILDING • SPRINGFIELD, ILLINOIS 62706 • 217/782-7097 • FAX 217/524-9030

MANAGEMENT ASSERTION LETTER

May 8, 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 State of Illinois, Legislative Audit Commission. 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, Legislative Audit Commission'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 State of Illinois, Legislative Audit Commission has materially complied with the assertions below.

- A. The State of Illinois, Legislative Audit Commission 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, Legislative Audit Commission 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, Legislative Audit Commission 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,

Legislative Audit Commission

SIGNED ORIGINAL ON FILE

E. Jane Stricklin, Executive Director

SIGNED ORIGINAL ON FILE

Andrew Morrison, Fiscal Manager

STATE OF ILLINOIS
LEGISLATIVE AUDIT COMMISSION
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 Report</u> | <u>Prior Report</u> |
|--|---------------------------|-------------------------|
| Findings | 0 | 0 |
| Repeated findings | 0 | 0 |
| Prior recommendations implemented or not repeated | 0 | 0 |

EXIT CONFERENCE

The Legislative Audit Commission waived an exit conference in correspondence dated April 20, 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, Legislative Audit Commission'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, Legislative Audit Commission is responsible for compliance with these requirements. Our responsibility is to express an opinion on the State of Illinois, Legislative Audit Commission's compliance based on our examination.

- A. The State of Illinois, Legislative Audit Commission 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, Legislative Audit Commission 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, Legislative Audit Commission 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, Legislative Audit Commission 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, Legislative Audit Commission complied with

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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, Legislative Audit Commission's compliance with specified requirements.

In our opinion, the State of Illinois, Legislative Audit Commission 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, Legislative Audit Commission 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, Legislative Audit Commission'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, Legislative Audit Commission's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the State of Illinois, Legislative Audit Commission'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.

As required by the Audit Guide, an immaterial finding excluded from this report has been reported in a separate letter.

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 4 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 4. 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 4 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
May 8, 2018

STATE OF ILLINOIS
LEGISLATIVE AUDIT COMMISSION
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

- Analysis of Operations (Not Examined):

- Agency Functions and Planning Program (Not Examined)

- Analysis of Significant Variations in Expenditures (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 4. 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.

Schedule 1

STATE OF ILLINOIS
LEGISLATIVE AUDIT COMMISSION
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES
Expenditure Authority for Fiscal Year 2017

For the Fifteen Months Ended September 30, 2017

| Continuing Appropriation FISCAL YEAR 2017 | Expenditure Authority (Net Of 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> | | | | | |
| Operational Expenses | \$ 273,100 | \$ 246,322 | \$ 205 | \$ 246,527 | \$ 26,573 |
| Total General Revenue Fund | \$ 273,100 | \$ 246,322 | \$ 205 | \$ 246,527 | \$ 26,573 |

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.

Schedule 2

STATE OF ILLINOIS
 LEGISLATIVE AUDIT COMMISSION
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES
 Expenditure Authority for Fiscal Year 2016

For the Fourteen Months Ended August 31, 2016

| Continuing Appropriation FISCAL YEAR 2016 | Expenditure Authority (Net Of Transfers) | Expenditures Through June 30 | Lapse Period Expenditures July 1 to August 31 | Total Expenditures 14 Months Ended August 31 | Balances Lapsed August 31 |
|--|--|---------------------------------|---|--|------------------------------|
| | | | | | |
| <u>APPROPRIATED FUNDS</u> | | | | | |
| <u>GENERAL REVENUE FUND - 001</u> | | | | | |
| Operational Expenses | \$ 273,100 | \$ 250,555 | \$ 1,032 | \$ 251,587 | \$ 21,513 |
| Total General Revenue Fund | <u>\$ 273,100</u> | <u>\$ 250,555</u> | <u>\$ 1,032</u> | <u>\$ 251,587</u> | <u>\$ 21,513</u> |

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
 LEGISLATIVE AUDIT COMMISSION
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES
 For the Fiscal Years Ended June 30,

| | FISCAL YEAR | | |
|--|-----------------------------|-----------------------------|--------------|
| | 2017 | 2016 | 2015 |
| | Continuing Appropriation | Continuing Appropriation | P.A. 98-0679 |
| GENERAL REVENUE FUND - 001 | | | |
| Expenditure Authority (Net Of Transfers) | \$ 273,100 | \$ 273,100 | \$ 273,100 |
| Expenditures | | | |
| Operational Expenses | \$ 246,527 | \$ 251,587 | \$ 243,127 |
| Total Expenditures | \$ 246,527 | \$ 251,587 | \$ 243,127 |
| Lapsed Balances | \$ 26,573 | \$ 21,513 | \$ 29,973 |

Note 1: Fiscal Year 2017 and Fiscal Year 2016 expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller's records as of September 30, 2017, and 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 2017 and Fiscal Year 2016 expenditure authority for Fund 001.

Schedule 4

STATE OF ILLINOIS
LEGISLATIVE AUDIT COMMISSION
SCHEDULE OF CHANGES IN STATE PROPERTY
For the Two Years Ended June 30, 2017

| | <u>Equipment</u> |
|--------------------------|------------------|
| Balance at July 1, 2015 | \$ 30,156 |
| Additions | 267 |
| Deletions | (852) |
| Net Transfers | <u>(1,126)</u> |
| Balance at June 30, 2016 | <u>\$ 28,445</u> |
| Balance at July 1, 2016 | \$ 28,445 |
| Additions | 111 |
| Deletions | - |
| Net Transfers | <u>-</u> |
| Balance at June 30, 2017 | <u>\$ 28,556</u> |

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

STATE OF ILLINOIS
LEGISLATIVE AUDIT COMMISSION
AGENCY FUNCTIONS AND PLANNING PROGRAM
(NOT EXAMINED)

For the Two Years Ended June 30, 2017

The Legislative Audit Commission (Commission) was created as a legislative support services agency subject to the Legislative Commission Reorganization Act of 1984 (25 ILCS 130/7-1). The Commission's primary duty is to review reports received from the Auditor General and take action thereon and make recommendations to the General Assembly. The Commission is also to determine what remedial measures, if any, are needed; determine whether special studies and investigations are necessary; and, if deemed necessary, direct the Auditor General to undertake such studies or investigations. The Commission is to report its activities to the General Assembly not less than annually and not later than March 1 each year.

The Commission is composed of 12 members, and the membership is equally divided between the House of Representatives and the Senate and the two primary political parties. The appointed Commission members as of June 30, 2017, were as follows:

SENATE MEMBERS

Sen. Jason Barickman, Co-Chair
Sen. Thomas Cullerton
Sen. Linda Holmes
Sen. Iris Martinez
Sen. Jim Oberweis
Sen. Dale Righter

HOUSE MEMBERS

Rep. Mark Batinick
Rep. Fred Crespo
Rep. Barbara Flynn Currie
Rep. Sheri Jesiel
Rep. Robert Rita, Co-Chair
Rep. Joe Sosnowski

The Joint Committee on Legislative Support Services provides the foundation for the Commission's goals. The Commission supplements these goals by establishing policy and direction for the staff which are documented in the minutes of the Commission meetings.

During Fiscal Year 2016 and Fiscal Year 2017, the Commission's planning continued to emphasize following:

- A. Timely review of financial audits and compliance examinations;
- B. Support and enactment of remedial and other legislation;
- C. Action to eliminate repetition of prior findings from audits of State agencies;
- D. Review of emergency purchases, travel reports, and awards to other than the lowest bidder made by State agencies;
- E. Resolutions requesting additional audits to be performed by the Office of the Auditor General; and,

STATE OF ILLINOIS
LEGISLATIVE AUDIT COMMISSION
AGENCY FUNCTIONS AND PLANNING PROGRAM
(NOT EXAMINED)

For the Two Years Ended June 30, 2017

- F. Maintenance of a web page as a source of up-to-date information about the Commission's activities, which includes reports and forms associated with the Commission.

During Fiscal Year 2016, the Commission's activities included the search for and interview of candidates for the position of Auditor General. The Commission is directed by the Illinois State Auditing Act (30 ILCS 5/2-3) to diligently search out qualified candidates for the Office of the Auditor General (Office) and make recommendations to the General Assembly at the close of an Auditor General's 10-year term or whenever there is a vacancy in the Office. The Commission recommended to the General Assembly that Frank Mautino be appointed Auditor General. The General Assembly passed Senate Joint Resolution 35 appointing Mr. Mautino to a 10-year term as Auditor General commencing January 1, 2016.

E. Jane Stricklin, Executive Director, serves at the direction of the Legislative Audit Commission and operates the Commission with a staff of two, guided by the *Operating Rules for Legislative Support Service Agencies*.

The Commission's daily operations are funded from the General Revenue Fund.

PLANNING PROGRAM

The Commission's objectives are defined by statute and their main activity is to review reports received from the Auditor General and take action thereon and make recommendations to the General Assembly. Its statutory duties necessarily serve as the Commission's goals and are the framework of the Commission's planning function.

STATE OF ILLINOIS
LEGISLATIVE AUDIT COMMISSION
**ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES
(NOT EXAMINED)**
For the Two Years Ended June 30, 2017

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

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

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

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

STATE OF ILLINOIS
LEGISLATIVE AUDIT COMMISSION
ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING
(NOT EXAMINED)
For the Two Years Ended June 30, 2017

FISCAL YEAR 2017

There were no instances of significant Lapse Period spending noted during Fiscal Year 2017.

FISCAL YEAR 2016

There were no instances of significant Lapse Period spending noted during Fiscal Year 2016.

STATE OF ILLINOIS
LEGISLATIVE AUDIT COMMISSION
BUDGET IMPASSE DISCLOSURES
(NOT EXAMINED)
For the Two Years Ended June 30, 2017

Payment of Prior Year Costs in Future Fiscal Years

All of the Commission's Fiscal Year 2016 and Fiscal Year 2017 costs were paid pursuant to continuing appropriations. The Commission did not have any outstanding unpaid invoices from either Fiscal Year 2016 or Fiscal Year 2017 after the closure of the Fiscal Year 2016 Lapse Period on August 31, 2016, and the closure of the Fiscal Year 2017 Lapse Period on September 30, 2017, respectively.

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

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
 LEGISLATIVE AUDIT COMMISSION
INTEREST COSTS ON FISCAL YEAR 2017 AND FISCAL YEAR 2016 INVOICES
(NOT EXAMINED)

For the Two Years Ended June 30, 2017

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 Commission did not incur any prompt payment interest during Fiscal Year 2016. The Commission's vendors were paid within 90 days or resulted in interest charges below the automatic interest payment threshold, and interest payments were not requested by the vendors in these instances. The following chart shows the Commission’s prompt payment interest incurred related to Fiscal Year 2017 invoices, calculated on the accrual basis of accounting, by June 30, 2017, by fund:

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 | 5 | 3 | \$ 52 |
| | | <u>5</u> | <u>3</u> | <u>\$ 52</u> |

STATE OF ILLINOIS
 LEGISLATIVE AUDIT COMMISSION
AVERAGE NUMBER OF EMPLOYEES
(NOT EXAMINED)
 For the Years Ended June 30,

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

| <u>Function</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|-----------------------------------|-------------|-------------|-------------|
| Administrative | <u>3</u> | <u>3</u> | <u>3</u> |
| Total average full-time employees | <u>3</u> | <u>3</u> | <u>3</u> |

STATE OF ILLINOIS
LEGISLATIVE AUDIT COMMISSION
SERVICE EFFORTS AND ACCOMPLISHMENTS
(NOT EXAMINED)
For the Two Years Ended June 30, 2017

The Legislative Audit Commission is mandated by the Legislative Audit Commission Act (25 ILCS 150) to review all audits conducted by the State's Auditor General. The primary responsibilities of the Commission are to:

- Conduct public hearings on all major audits of State agencies to review problems, assess agency stewardship, and secure remedial action;
- Initiate and review management and program audits and investigations;
- Make recommendations to the General Assembly and agency management for corrective legislation and other measures to remedy weaknesses disclosed through audits or at Commission hearings; and,
- Monitor agency progress in implementing corrective action.

The Commission reviewed and took action on 150 financial and compliance reports, 6 management/program audits, 1 performance audit, and 6 Statewide Single audits during Fiscal Year 2016. The Commission held 10 meetings during Fiscal Year 2016. The Commission reviewed and took action on 116 financial and compliance reports, 3 management/program audits, 2 performance audits, and 5 Statewide Single audits during Fiscal Year 2017. The Commission held 4 meetings during Fiscal Year 2017. The Commission adopted 3 resolutions during Fiscal Year 2016 and 1 resolution during Fiscal Year 2017.