



STATE OF ILLINOIS
**OFFICE OF THE
 AUDITOR GENERAL**

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

**ILLINOIS STUDENT ASSISTANCE COMMISSION -
 ILLINOIS PREPAID TUITION PROGRAM**

**Financial Audit
 For the Year Ended June 30, 2023**

Release Date: April 4, 2024

FINDINGS THIS AUDIT:	0
FINDINGS LAST AUDIT:	0

INTRODUCTION

This report covers our financial audit of the Illinois Student Assistance Commission (Commission) – Illinois Prepaid Tuition Program (Program) as of June 30, 2023 and for the year then ended.

As of June 30, 2023, the Program has a **surplus** of \$10.48 million. The table below details a reconciliation of the fund balance in the financial statements to the surplus in the Actuarial Soundness Report as of June 30, 2023.

Reconciliation of Fund Balance with Surplus in the Actuarial Report

Surplus per actuarial soundness report	\$	4,787,209
Present value of accrued future administrative expense		6,705,292
Other accrued liabilities		<u>(1,007,632)</u>
Fund balance per Statement of Net Position	\$	<u>10,484,869</u>

AUDITOR’S OPINION

The auditors stated the financial statements of the Commission - Program as of and for the year ended June 30, 2023 are fairly stated in all material respects.

This financial audit was conducted by Crowe 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:JGR

**ILLINOIS STUDENT ASSISTANCE COMMISSION
ILLINOIS PREPAID TUITION PROGRAM
FINANCIAL AUDIT
For the Year Ended June 30, 2023**

STATEMENT OF NET POSITION	2023	2022
Assets		
Cash and cash equivalents.....	\$ 3,813,365	\$ 225,174,776
Investments.....	555,501,676	413,853,080
Contracts receivable.....	5,400,015	7,825,403
Recoverable taxes.....	867	830
Accrued interest on investments.....	27,809	209,103
Investments receivable.....	-	212,603,523
Total.....	<u>564,743,732</u>	<u>859,666,715</u>
Liabilities		
Accounts payable and accrued expenses.....	976,467	1,363,984
Investments purchased.....	-	212,603,523
Due to other ISAC funds.....	47,549	122,354
Due to State of Illinois component units.....	11,425	95,894
Tuition obligation.....	553,223,422	660,243,323
Total.....	<u>554,258,863</u>	<u>874,429,078</u>
Net Position, Unrestricted (Deficit).....	<u>\$ 10,484,869</u>	<u>\$ (14,762,363)</u>
REVENUES, EXPENSES AND CHANGES IN NET POSITION	2023	2023
Operating and non-operating revenues		
Income from investment securities.....	\$ 35,545,812	\$ (49,104,200)
Interest Revenue.....	387,611	394,364
Fees.....	177,364	194,832
Total.....	<u>36,110,787</u>	<u>(48,515,004)</u>
Operating expenses		
Accreted tuition expense.....	7,652,321	(3,909,446)
Salaries and employee benefits.....	645,207	814,797
Management and professional services.....	1,620,739	1,938,627
Investment advisory fees.....	681,554	878,497
Investment management fees.....	263,734	276,768
Total.....	<u>10,863,555</u>	<u>(757)</u>
Transfers.....	-	250,000,000
Change in net position.....	<u>\$ 25,247,232</u>	<u>\$ 201,485,753</u>
Actuarial Report on Soundness (Unaudited)	2023	2023
Balance (Unfunded liabilities).....	\$ 10,484,869	\$ (14,762,363)
Funded Ratio.....	100.9%	95.9%

AGENCY EXECUTIVE DIRECTOR

During Audit Period and Currently: Mr. Eric Zarnikow