

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

Financial Audit  
Year Ended June 30, 2007

Compliance Examination  
Two Years Ended June 30, 2007

Performed as Special Assistant Auditors for  
the Auditor General, State of Illinois

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

FINANCIAL AUDIT  
Year Ended June 30, 2007

COMPLIANCE EXAMINATION  
Two Years Ended June 30, 2007

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STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SECRETARY OF STATE OFFICIALS

Secretary of State	Honorable Jesse White
Deputy Secretary of State and Chief of Staff	Thomas N. Benigno
Chief Auditor	Al DiSilvestro (through April 1, 2007)
Chief Auditor (acting)	Stell Mallios (April 1, 2007 through December 3, 2007)
Chief Auditor	Nancy Bowyer (December 3, 2007 through current)
General Counsel	Irene Lyons
Inspector General	Jim Burns
Accounting Revenue, Director	Carl Forn
Administrative Hearings, Director	Allen Mitzenmacher
Budget and Fiscal Management, Director	Carol Lampard
Business Services, Director	Kenneth Buzbee (through December 31, 2006)
Business Services, Director (acting)	Ray Cacheres (January 1, 2007 through current)
Communications, Director	Bob Yadgir
Court of Claims, Director	Deloris Martin
Driver Services, Downstate Director	Michael J. Mayer
Driver Services, Metro Director	Gary Lazzerini
Illinois State Archives, Director	Dave Joens
Illinois State Library, Director	Ann Craig
Index, Director	Jacqueline Price
Information Technology, Director	Ken Durbin (through December 31, 2006)
Information Technology, Director (acting)	Jagadeesh Unnikrishnan (January 1, 2007 through current)
Intergovernmental Affairs, Director	Jill Zwick
Legislative Affairs, Director	Dale Swinford
Personnel, Director (acting)	Susan Prevost (through June 30, 2006)
Personnel, Director	Stephan Roth (July 1, 2006 through current)
Physical Services, Director	Cecil L. Turner (through November 17, 2005)
Physical Services, Director (acting)	Donna Fitts (November 18, 2005 through June 30, 2006)
Physical Services, Director	Donna Fitts (July 1, 2006 through current)
Police, Director	Brad Demuzio
Programs and Policies, Director	Terri Coombes
Securities, Director	Tanya Solov
Vehicle Services, Director	Ernie Dannenberger
Merit Commission, Executive Secretary	Raymond Watson

Secretary of State offices are located throughout the State of Illinois. Secretary of State financial records are processed and maintained at the Howlett Building, Springfield, Illinois 62756. Executive offices of the Secretary of State are located at Room 213, Capitol Building, Springfield, Illinois, 62756 and Suite 5-400, 100 W. Randolph, Chicago, Illinois 60601.



# OFFICE OF THE SECRETARY OF STATE

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JESSE WHITE • Secretary of State

May 16, 2008

## MANAGEMENT ASSERTION LETTER

Sleeper, Disbrow, Morrison, Tarro & Lively, LLC  
Suite 501, 250 N. Water St.  
Decatur, IL 62523

Gentlemen:

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 Office. 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 Office's compliance with the following assertions during the two-year period ended June 30, 2007. Based on this evaluation, we assert that during the years ended June 30, 2006 and June 30, 2007, the Office has materially complied with the assertions below.

- A. The Office 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 Office 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 Office has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. State revenues and receipts collected by the Office are in accordance with applicable laws and regulations and the accounting and recordkeeping of such revenues and receipts is fair, accurate and in accordance with law.

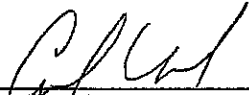
- E. Money or negotiable securities or similar assets handled by the Office on behalf of the State or held in trust by the Office have been properly and legally administered, and the accounting and recordkeeping relating thereto is proper, accurate and in accordance with law.

Yours very truly,

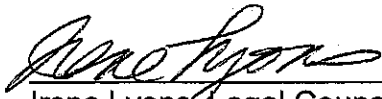
Illinois Office of the Secretary of State



Jesse White, Secretary of State



Carol Lampard, Fiscal Officer



Irene Lyons, Legal Counsel

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPLIANCE REPORT

SUMMARY

The compliance testing performed in this examination was conducted in accordance with *Government Auditing Standards* and in accordance with the Illinois State Auditing Act.

AUDITORS' REPORTS

The Independent Accountants' 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>This Report</u>	<u>Prior Report</u>
Findings	6	9
Repeated findings	3	3
Prior recommendations implemented or not repeated	6	6

Details of *Government Auditing Standards* and *State Compliance* findings are presented in a separately tabbed report section. Details of *Government Auditing Standards* findings are issues related to significant deficiencies and material weaknesses in internal control over financial reporting.

SUMMARY OF FINDINGS

FINDINGS (GOVERNMENT AUDITING STANDARDS)

<u>Item No.</u>	<u>Page</u>	<u>Description</u>
07-1	11	Lack of Financial Reporting Review Procedures

FINDINGS (STATE COMPLIANCE)

<u>Item No.</u>	<u>Page</u>	<u>Description</u>
07-2	12	Time Sheets not Required
07-3	14	Inadequate Control Over Property and Equipment
07-4	16	Inadequate Control of Cash at Drivers License Facilities
07-5	17	Year End Carryover of Postage
07-6	18	Computer Room Physical Security Weaknesses



PRIOR FINDINGS NOT REPEATED (STATE COMPLIANCE)

<u>Item No.</u>	<u>Page</u>	<u>Description</u>
07-7	20	State Vehicles Assigned to Employees Without a Documented Business Purpose
07-8	20	Inadequate Procedures Regarding State Vehicles
07-9	20	Failure to Adopt Rules for the Inspector General in Compliance with the Secretary of State Act
07-10	20	Maintenance of Locally Held Fund Without Statutory Authority – Antique Vehicle Show Fund
07-11	21	Inadequate Security Administration Function
07-12	21	Change Control Weaknesses

EXIT CONFERENCE

The findings and recommendations appearing in this report were discussed with Office personnel at an exit conference on April 28, 2008. Those in attendance were:

OFFICE OF THE SECRETARY OF STATE

Nancy Bowyer, Chief Auditor  
Carol Lampard, Director, Budget and Fiscal Management  
Jagadeesh Unnikrishnan, Director, Information Technology (acting)  
Jeffrey Carter, Data Systems Administrator  
Stephan Roth, Director, Personnel  
Michael Bertuca, Chief Property Control Officer  
James Busick, Internal Audit – Auditor  
Kelly Mehring, Budget and Fiscal Management – Accountant  
Amanda Trimmer, Budget and Fiscal Management – Accountant  
Joe McDonald, Budget and Fiscal Management – Accountant  
Robert Nelson, Information Technology - Programmer

OFFICE OF THE AUDITOR GENERAL

Karen Appelbaum, Audit Manager  
Joe Gudgel, IS Audit Manager

SLEEPER, DISBROW, MORRISON, TARRO & LIVELY, LLC

Thomas K. Leach, Member

Responses to the recommendations were provided by Nancy Bowyer, Director of Internal Audit, in a letter dated May 8, 2008.

# SLEEPER, DISBROW, MORRISON, TARRO & LIVELY, LLC

ROBERT A. DISBROW, C.P.A.  
THOMAS K. LEACH, C.P.A.  
WAYNE K. LIVELY, C.P.A.  
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MEMBERS  
ILLINOIS C.P.A. SOCIETY  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT ACCOUNTANTS' REPORT ON STATE COMPLIANCE, ON INTERNAL CONTROL OVER COMPLIANCE, AND ON SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES

Honorable William G. Holland  
Auditor General  
State of Illinois

### Compliance

As Special Assistant Auditors for the Auditor General, we have examined the State of Illinois, Office of the Secretary of State'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, 2007. The management of the State of Illinois, Office of the Secretary of State is responsible for compliance with these requirements. Our responsibility is to express an opinion on the State of Illinois, Office of the Secretary of State's compliance based on our examination.

- A. The State of Illinois, Office of the Secretary of State 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, Office of the Secretary of State 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, Office of the Secretary of State has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. State revenues and receipts collected by the State of Illinois, Office of the Secretary of State are in accordance with applicable laws and regulations and the accounting and recordkeeping of such revenues and receipts is fair, accurate and in accordance with law.
- E. Money or negotiable securities or similar assets handled by the State of Illinois, Office of the Secretary of State on behalf of the State or held in trust by the State of Illinois, Office of the Secretary of State have been properly and legally administered and the accounting and recordkeeping relating thereto is proper, accurate, and in accordance with law.

We conducted our examination 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; and, accordingly, included examining, on a test basis, evidence about the State of Illinois, Office of the Secretary of State's compliance with those requirements listed in the first paragraph of this report and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the State of Illinois, Office of the Secretary of State's compliance with specified requirements.

In our opinion, the State of Illinois, Office of the Secretary of State complied, in all material respects, with the requirements listed in the first paragraph of this report during the two years ended June 30, 2007. However, the results of our procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with criteria established by the Audit Guide, issued by the Illinois Office of the Auditor General and which are described in the accompanying schedule of findings as findings 07-1 through 07-6.

There were no immaterial findings relating to instances of noncompliance that have been excluded from this report.

### **Internal Control**

The management of the State of Illinois, Office of the Secretary of State 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, Office of the Secretary of State's internal control over compliance with the requirements listed in the first paragraph of this report in order to determine our examination procedures 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, Office of the Secretary of State's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the State of Illinois, Office of the Secretary of State's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with the requirements listed in the first paragraph of this report on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to comply with the requirements listed in the first paragraph of this report such that there is more than a remote likelihood that noncompliance with a requirement that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings as findings 07-1 through 07-6 to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a requirement listed in the first paragraph of this report will not be prevented or detected by the entity's internal control. We did not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

There were no immaterial findings relating to internal control deficiencies that have been excluded from this report.

The State of Illinois, Office of the Secretary of State's response to the findings identified in our examination are described in the accompanying schedule of findings. We did not examine the State of Illinois, Office of the Secretary of State's response and, accordingly, we express no opinion on it.

### **Supplementary Information for State Compliance Purposes**

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the State of Illinois, Office of the Secretary of State as of and for the year ended June 30, 2007, which collectively comprise the State of Illinois, Office of the Secretary of State's basic financial statements, and have issued our report thereon dated May 16, 2008. The accompanying supplementary information, as listed in the table of contents as Supplementary Information for State Compliance Purposes, is presented for purposes of additional analysis and is not a required part of the basic financial statements of the State of Illinois, Office of the Secretary of State. The 2007 Supplementary Information for State Compliance Purposes, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2007, taken as a whole. We have also previously audited, in accordance with auditing standards generally accepted in the United States, the State of Illinois, Office of the Secretary of State's basic financial statements for the year ended June 30, 2006. In our report dated January 12, 2007, we expressed unqualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. In our opinion, the 2006 Supplementary Information for State Compliance Purposes, except for the portion marked "unaudited" is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2006, taken as a whole. The supplementary information for the year ended June 30, 2005, was audited by other auditors whose report, dated November 10, 2005, expressed an unqualified opinion on such information in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, and agency management, and is not intended to be and should not be used by anyone other than these specified parties.

*Sheper, Disbrow, Morrison, Tarro & Lively, LLC*

May 16, 2008

# SLEEPER, DISBROW, MORRISON, TARRO & LIVELY, LLC

ROBERT A. DISBROW, C.P.A.  
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MEMBERS  
ILLINOIS C.P.A. SOCIETY  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

## REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Honorable William G. Holland  
Auditor General  
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the State of Illinois, Office of the Secretary of State, as of and for the year ended June 30, 2007, which collectively comprise the State of Illinois, Office of the Secretary of State's basic financial statements and have issued our report thereon dated May 16, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the State of Illinois, Office of the Secretary of State's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the State of Illinois, Office of the Secretary of State's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the State of Illinois, Office of the Secretary of State's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not

be prevented or detected by the entity's internal control. We consider the deficiency described in Finding 07-1 in the accompanying schedule of findings to be a significant deficiency in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we consider the significant deficiency described in Finding 07-1, as referred to above, to be a material weakness.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the State of Illinois, Office of the Secretary of State's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We also conducted a State compliance examination of the Agency as required by the Illinois State Auditing Act. The results of that examination are reported to management separately.

The State of Illinois, Office of the Secretary of State's response to the finding identified in our audit is described in the accompanying schedule of findings. We did not audit the State of Illinois, Office of the Secretary of State's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor and agency management, and is not intended to be and should not be used by anyone other than these specified parties.

*Sleeper, Disbrow, Morrison, Tarco & Lively, LLC*

May 16, 2008

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

**CURRENT FINDINGS – GOVERNMENT AUDITING STANDARDS**  
**For the Year Ended June 30, 2007**

Lack of Financial Reporting Review Procedures:

- 07-1. Finding: The Office of the Secretary of State did not have adequate reviews of estimations of building and building improvement lives in the preparation of the Office's financial statements.

The Office had previously depreciated all buildings over a 20 year period and all building improvements over a 10 year period. This includes such structures and related improvements as the Howlett office building, the Willard Ice Building, and the Illinois State Capitol, for which the Secretary of State is the responsible State agency. During the year ended June 30, 2007, Office management determined that the lives over which buildings and improvements were depreciated was not reasonable and that a life range of 30 to 75 years should be applied for buildings and a life range of 10 to 25 years should be applied to related building improvements. The result of this change required the Office to make a correction of \$ 116.432 million to the undepreciated cost of its capital assets as of July 1, 2006.

Generally accepted accounting principles and the Statewide Accounting Management System (SAMS Procedure 03.30.40) requires, for financial reporting purposes, the depreciation of capital assets over the estimated useful life of the asset. Good internal control procedures require adequate management oversight and review of accounting policies and procedures. Such review includes ongoing review of accounting estimates used in the preparation of the Office's financial statements.

Secretary of State personnel stated that during the implementation of GASB 34, a CPA firm was hired to help compile depreciation schedules in which estimated useful lives were determined. As these estimates were only a few years old and developed by accounting professionals, the Office felt that there was no reason to believe the estimates needed to be revised.

Adequate management oversight over financial reporting is essential to provide accurate and meaningful information to the users of the Office financial statements. (Finding Code No. 07-1)

Recommendation: We recommend the Office maintain adequate review procedures over its financial reporting, including reviews of accounting estimates used in preparation of its financial statements.

Secretary of State Response: The Secretary of State's Office has accepted and has implemented the auditor's recommendation. The Secretary of State has developed procedures for the completion of the annual financial reporting requirements. Included in these procedures are steps to review the accounting estimates used in the completion of the annual financial reports to ensure compliance with generally accepted accounting principles and the Statewide Accounting Management System requirements.

**STATE OF ILLINOIS**  
**OFFICE OF THE SECRETARY OF STATE**  
**CURRENT FINDINGS – STATE COMPLIANCE**  
**For the Two Years Ended June 30, 2007**

Time sheets not required:

- 07-2. Finding: The Secretary of State did not require its employees to submit time sheets in compliance with the State Officials and Employees Ethics Act (Act).

Employees' time is tracked using a "negative" timekeeping system whereby the employee is assumed to be working unless otherwise noted. An original year-to-date attendance form is maintained for each employee. This form is updated by an attendance clerk only when an employee takes any type of leave. The Office requires employees and the division supervisors to sign year-to-date attendance forms acknowledging their accuracy.

The Act (5 ILCS 430/5-5(c)) requires that the Office adopt and implement personnel policies which require each Secretary of State employee to periodically submit time sheets documenting the time spent each day on official State business to the nearest quarter hour.

Secretary of State personnel stated that they were in the process of revising their timekeeping policy and procedures to be compliant with the Act and that these changes will be effective in FY08. We have not reviewed or tested any changes in timekeeping procedures referenced by Office personnel occurring subsequent to our examination period ended June 30, 2007.

By not requiring appropriate time sheets, the Secretary of State is in noncompliance with the Act. (Finding Code No. 07-2, 05-1)

Recommendation: We recommend the Secretary of State continue in its efforts to amend its policies and procedures to require all employees to submit time sheets documenting the time spent each day on official State business to the nearest quarter hour as required by the Act.

Secretary of State Response: The Secretary of State's office has accepted and has implemented the auditor's recommendation. The audit period for this finding ended June 30, 2007 at which time the Office of Secretary of State was in the process of revising its attendance system to reflect the presence of employees at work. The attendance system, which is computerized, was revised to require a code of "ED" to be entered on the system to reflect the presence of the employee on that particular day for the hours the employee was scheduled to work. If for some reason the employee took time off, the "ED" time would be altered to reflect the actual time worked plus identify the type of time the employee took for his or her absence. The change was made in direct relation to the audit finding requiring time to be kept in a positive manner.

In addition, it should be noted that for some time the Office of Secretary of State has had employees keep their time, reporting his or her attendance on any given day. Specifically, almost two-thirds of Secretary of State employees are subject to an attendance mechanism in addition to the computerized attendance process that all employees use. Such mechanisms are varied and include but are not limited to time clocks, to signing in and out on computer programs and paper signed in and out sheets. The information is then stored by the employee's specific SOS department. These mechanisms were in place during the relevant audit period.



Therefore, the Secretary of State through the particular department processes and through the revisions to the computerized attendance system now meets the reporting requirements of the Act.

Inadequate control over property and equipment:

07-3. Finding: The Secretary of State did not maintain adequate control over property and equipment.

The Secretary of State is required to maintain a perpetual inventory listing of all equipment items with an acquisition value of \$500 or more and is required to make an annual physical inventory of all equipment in their possession. It is the Secretary of State's practice to perform its annual physical inventory of property and equipment in March each year. The Secretary of State is also required to submit an Annual Certification of Inventory to the Illinois Department of Central Management Services (DCMS) each year (44 Illinois Administrative Code 5010.460).

According to Secretary of State personnel, a listing of all equipment is printed each month. However, we attempted to obtain inventory listings of Secretary of State equipment for fiscal year 2006 and were told by several individuals within the property control division, including the Chief Property Control Officer, that the 2006 listings had inadvertently been shredded and could not be reprinted. Also, the Secretary of State did not prepare an Annual Certification of Inventory during the year ended June 30, 2006. We were able to obtain equipment inventory listings for 2007, and noted that the Office had prepared an Annual Certification of Inventory as of December 29, 2006.

During our current examination we also noted various mathematical, classification and clerical errors in the Secretary of State's preparation of the Agency Report of Fixed Assets, which is submitted quarterly to the Illinois Office of the Comptroller. In addition, a reconciliation of the information submitted to the Comptroller on this report to the equipment expenditures recorded in the Statewide Accounting Management System was not performed.

The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires that all agencies must have adequate internal controls to safeguard property against loss or misappropriation as well as to ensure the reliability of financial reporting accountability over State resources. An integral part of a system of internal controls is the documentation and retention of property records. In addition, periodic reconciliations of source documentation to accounting records is essential in avoiding the type of errors identified in the Secretary of State's quarterly fixed asset reporting to the Comptroller.

A lack of adequate procedures and documentation heightens the risk of loss or theft of equipment and also impedes accurate reporting of equipment. (Finding Code No. 07-3)

Recommendation: We recommend the Secretary of State strengthen its internal control procedures over property and equipment. Such procedures should require that the inventory listing of equipment be retained and should include appropriate periodic reconciliations to provide for accurate reporting and accountability. The Secretary of State should also comply with DCMS certification of inventory requirements.

Secretary of State Response: The Secretary of State's Office has accepted and has implemented or is implementing the auditor's recommendation. During FY06, there were procedures in place to ensure that an annual physical inventory is completed and all required documentation was maintained. There was an employee who is no longer with the Office who did not follow the procedures that resulted in the inadvertent shredding of documents and the failure to submit the Annual Certification of Inventory. These procedures have been improved and now include reviews and reconciliations to be completed by the Department of Budget and Fiscal

Management to ensure compliance with DCMS and Comptroller reporting requirements and the accuracy of any reports filed.

Inadequate control of cash at Drivers License Facilities:

- 07-4. Finding: The Secretary of State permits multiple employees to have access to the same cash drawers at the Drivers License Facilities (facilities).

During our fieldwork, we visited 4 of the Office's 138 facilities. At three of the facilities visited we noted that multiple employees could access the same cash drawers.

Secretary of State personnel indicated the excessive access to the cash drawers is a byproduct of the emphasis placed on prompt service and minimal customer wait time. Some of the smaller facilities have only two employees working, and one employee may be required to attend to the customers while the other employee administers a drivers exam. By permitting employees to access more than one cash drawer, the Office is reducing the wait time that could occur when employees leave their terminals for any reason, thus permitting another employee to continue processing at the terminal without switching out the cash drawers and restarting the terminal.

Good business practice dictates that the Office maintain adequate control over the receipts processed at the facilities, which includes restricting the access to the cash drawers. A substantial portion of receipts is collected at the Drivers License Facilities. Although we did not identify specific cases where receipts were stolen, failure to restrict access to the cash drawers produces an environment where the potential for loss from fraud or theft is enhanced and hinders the resolution of potential discrepancies between facility sales and the related receipts. (Finding Code No. 07-4, 05-4)

Recommendation: We recommend the Secretary of State ensure that each employee utilizes an individual cash drawer and not be permitted to access the drawer of other employees. At the end of the employee's shift, the contents of the drawer should be reconciled by the employee and the facility manager, or designee, to ensure its contents are complete.

Secretary of State Response: Finding Accepted. The Office of the Secretary of State has installed new computers at all Driver License Facilities that will utilize biometric keyboards whereby an employee can access the computer/terminal by scanning their fingerprint. This will restrict computer access and any discrepancies detected between the validation total and drawer amount at the close of business by facility personnel can be traced to a specific employee. Thus, increasing accountability.

Department of Information Technology is also working on converting to a Microsoft Windows GUI (Graphical User Interface) Operation System. A GUI uses windows, icons, menus, and mouse to carryout commands instead of typing command lines to access programs. The new operating system should reduce cashier errors.

Year End Carryover of Postage:

- 07-5. Finding: The Secretary of State purchased postage at the end of fiscal years 2006 and 2007 in excess of reasonably expected usage for the beginning of the next fiscal year.

For the years ended June 30, 2006 and 2007, the Secretary of State expended contractual services appropriations for postage in the amounts of \$6,157,389 and \$5,772,468 respectively, in the final quarters of those fiscal years. End of year postage on hand represented 78.44% and 64.50% of the total postage used for those respective years. A summary of postage for fiscal years 2006 and 2007 follows.

	FY06 Postage <u>on Hand</u>	FY07 Postage <u>on Hand</u>
Beginning of Year	\$6,307,000	\$6,977,358
Purchased/expenditures	9,565,353	8,881,154
Postage Used	<u>(8,894,995)</u>	<u>(8,953,219)</u>
End of Year	<u>\$6,977,358</u>	<u>\$6,905,293</u>

The practice of expending remaining appropriations in such a fashion that postage is accumulated beyond current needs circumvents the appropriation process and does not effectively use State resources.

Secretary of State personnel stated they historically purchase enough postage at year end to cover any lag time if there is a delay in signing the next year's appropriation bill. Purchases of postage should be limited to reasonable amounts to prevent an excessive accumulation of postage on hand. (Finding Code No. 07-5, 05-5, 03-6)

Recommendation: We recommend the Secretary of State limit expenditures for postage to amounts actually needed for current operations. In determining amounts to expend for postage, the Secretary of State should take into account the amounts already on hand.

Secretary of State Response: The Secretary of State's Office has accepted and has implemented or is implementing the auditor's recommendation. The Office continues to strengthen controls over postage purchases. An annual analysis of postage needs is completed to determine a reasonable carryover balance in order to match postage expenditures with the proper fiscal year and meeting the demands of short notice, large volume mailings (i.e. Constitutional amendments).

Computer Room Physical Security Weaknesses:

07-6. Finding: The Office of the Secretary of State (Office) did not have adequate security over its computer room.

The Office relies on several critical and confidential applications, including the Electronic Registration and Title; Pick-A-Plate; and Safe Driver Renewal systems, for meeting its statutory requirements. However, anyone with access to the computer room has access to the Office's mainframe computer, the control consoles and output devices.

During our review of access to the Office's computer room, we found:

- Excessive access to the Office's computer room. We found that approximately 293 persons had access to the computer room, including non-operational personnel who had offices within the computer room.
- Inadequate procedures for issuance/receipt of assigned physical keys. During our review, we found the Office had made approximately 49 keys. However, none of the keys were known to be issued to IT personnel, and the Office could not account for all keys.

Generally accepted Information Technology standards endorse the development of well-designed and well-managed controls to protect physical facilities and computer equipment. Access to premises, buildings and areas should be justified, authorized, logged and monitored.

Office management stated that the computers that originally occupied the computer room were physically much larger than the current computers now utilized for Office functions. As space required for the computer equipment decreased, the space became utilized for other purposes, including locating non-operational personnel within the computer room. Office management also stated that the excessive access to the computer room and the lack of accounting for physical keys was due to oversight. To a large degree, the excessive access to the computer room occurred as a result of not cancelling access for individuals who needed only temporary access to the computer room.

Without adequate physical security, the risk of unauthorized access, misuse or physical damage is increased to a more than acceptable level. (Finding Code No. 07-6)

Recommendation: We recommend the Office review the physical security of the computer room. Access to the computer room should be restricted to operational personnel requiring access for fulfilling their routine job requirements.

Secretary of State Response: Finding Accepted. The Office accepts the finding with the following items being noted.

We are in the process of working to decrease the number of staff that have or continue to need access into the data center. The number of staff having access has been cut in half.

The Office also accepts that at present time there are staff located in offices within the Data Center that need to be moved out, as they have no direct association with the Data Center, or need to use the Center. We will move to alleviate this issue by either moving staff out or through construction of walls that will serve to enclose the enterprise server and console.

Over the years the reporting, assigning and collection process for physical keys to the data center has been inadequate. The Office has moved to alleviate this concern through the following means: 1) New locks were installed on the three access doors to the data center. 2) New procedures requiring the sign off by the IT department director were put in place that will assure proper tracking of all key requests and assignments. Also it is important to note that only 5 keys were created for the new locksets.

## PRIOR FINDINGS NOT REPEATED

- 07-7. Finding: Secretary of State employees were assigned State vehicles without documentation of a business need for the vehicles.

During our current examination period, the Secretary of State created a "Personally Assigned Vehicle Form" and implemented its use. This form requires a stated purpose of the assignment of State vehicles. We noted no exceptions in our sample testing of the Office's personal assignment of vehicles.

Status: Not repeated. (Finding Code No. 05-2, 03-1)

- 07-8. Finding: The Secretary of State did not have adequate procedures over its State vehicles.

In order to address the lack of adequate procedures, the Secretary of State established the Automotive Administration and Maintenance Department to coordinate, monitor and enforce policies and procedures pertaining to the use of Secretary of State vehicles. In December 2005, the Illinois Secretary of State's Motor Vehicle Policy Manual went into effect delineating procedures and responsibilities with respect to Secretary of State vehicles. Various forms and reports are now utilized to facilitate compliance with the Secretary of State's policies and IRS regulations. We noted no exceptions in our sample testing of automotive expenditures during our current examination period.

Status: Not repeated. (Finding Code No. 05-3, 03-2)

- 07-9. Finding: The Secretary of State did not adopt rules establishing minimum requirements for initiating, conducting, and completing investigations by its Inspector General.

The Secretary of State Act (Act) (15 ILCS 305/14(f)) states, "The Inspector General must adopt rules, in accordance with the provisions of the Illinois Administrative Procedure Act, establishing minimum requirements for initiating, conducting, and completing investigations."

Effective September 18, 2006, the Secretary of State adopted rules applicable to its Office of Inspector General regarding initiating, conducting and completing investigations (2 Illinois Administrative Code 552.30).

Status: Not repeated. (Finding Code No. 05-6)

- 07-10. Finding: The Secretary of State operated a locally held bank account since 1974 without statutory authority.

The prior auditors noted that the Secretary of State maintained a locally held bank account that was used for the annual Secretary of State Antique Vehicle Show. The Secretary of State had not previously received statutory authority to hold these monies outside of the State treasury.



During the current examination period, the Secretary of State received the necessary statutory authority for the Secretary of State Antique Vehicle Show Fund (15 ILCS 305/17). The Secretary of State also complied with the Office of the Comptroller's reporting requirements with respect to this fund.

Status: Not repeated. (Finding Code No. 05-7)

07-11. Finding: The Office did not have an adequate computer security administration function.

During the current review, we found that the Department of Information Technology has restructured the Security Administrator position so that it reports directly to the Director of the Department of Information Technology.

The Security Administrator has revised the Security Administration policy, effective July 29, 2005, and reviewed it in 2006 to determine if any updates were needed. The Security Administrator coordinates the Office's information systems environment to enforce compliance with established security policies and procedures.

Status: Not repeated. (Finding Code No. 05-8)

07-12. Finding: During the prior review, the prior auditors concluded the Office had not always complied with its change control policies and procedures, and did not ensure timely completion of all approved project requests.

During the current review, we found the Office had initiated a new electronic - Project Initiation Request (e-PIR) tracking system and adopted a new change control procedure in June 2007. During our review, we tested 25 completed Project Initiation Requests and found the requests were properly completed and changes complied with policies and procedures.

Status: Not repeated. (Finding Code No. 05-9)

## FINANCIAL STATEMENT REPORT

### SUMMARY

The audit of the accompanying financial statements of the Office of the Secretary of State was performed by Sleeper, Disbrow, Morrison, Tarro & Lively, LLC.

Based on their audit, the auditors expressed an unqualified opinion on the agency's basic financial statements.

### SUMMARY OF FINDINGS

The auditors identified a matter involving the Agency's internal control over financial reporting that they considered to be a significant deficiency. The significant deficiency is described in the accompanying Schedule of Findings on page 11 of this report, as finding 07-1, "lack of financial reporting review procedures." The auditors also consider finding 07-1 to be a material weakness.

### EXIT CONFERENCE

See page 5 of this report.

# SLEEPER, DISBROW, MORRISON, TARRO & LIVELY, LLC

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## INDEPENDENT AUDITORS' REPORT

Honorable William G. Holland  
Auditor General  
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the State of Illinois, Office of the Secretary of State, as of and for the year ended June 30, 2007, which collectively comprise the Office of the Secretary of State's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the State of Illinois, Office of the Secretary of State's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note 2, the financial statements of the State of Illinois, Office of the Secretary of State are intended to present the financial position and changes in financial position of only that portion of the governmental activities, each major fund, and the aggregate remaining fund information of the State that is attributable to the transactions of the State of Illinois, Office of the Secretary of State. They do not purport to, and do not, present fairly the financial position of the State of Illinois as of June 30, 2007, and its changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the State of Illinois, Office of the Secretary of State, as of June 30, 2007, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated May 16, 2008 on our consideration of the State of Illinois, Office of the Secretary of State's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The State of Illinois, Office of the Secretary of State has not presented a management's discussion and analysis and budgetary comparison information for any of its funds that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the State of Illinois, Office of the Secretary of State's basic financial statements. The combining General Fund, Road Fund and nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining General Fund, Road Fund and nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, the Comptroller, and Office management, and is not intended to be and should not be used by anyone other than these specified parties.

*Sleeper, Disbrow, Morrison, Tarco & Lively, LLC*

Decatur, Illinois  
May 16, 2008

State of Illinois  
Office of the Secretary of State  
Statement of Net Assets and Governmental Funds Balance Sheet  
June 30, 2007 (Expressed in Thousands)

	General Fund	Road Fund	Motor Fuel Tax Fund 0012	State Construction Account 0902	Other Nonmajor Funds	Total Governmental Funds	Adjustments	Statement of Net Assets
<b>ASSETS</b>								
Unexpended appropriations	\$ 7,564	\$ 7,493	\$ -	\$ -	\$ 705	\$ 15,762	\$ -	\$ 15,762
Cash equity with State Treasurer	17,475	166,852	-	-	44,728	229,055	-	229,055
Cash and cash equivalents	-	87	-	-	12	99	-	99
Taxes receivable, net	4,612	-	-	-	-	4,612	-	4,612
Intergovernmental receivables, net	-	-	-	-	894	894	-	894
Other receivables, net	2,366	28,894	-	5,336	88	36,684	-	36,684
Due from other Office funds	25,277	-	-	81,959	6,286	113,522	(113,522)	-
Due from other State funds	-	-	-	-	29	29	-	29
Inventories	-	310	-	-	5,867	6,177	-	6,177
Prepaid expenses	-	-	-	-	-	-	7,002	7,002
Capital assets not being depreciated	-	-	-	-	-	-	6,679	6,679
Capital assets being depreciated, net	-	-	-	-	-	-	203,452	203,452
<b>Total assets</b>	<b>\$ 57,294</b>	<b>\$203,636</b>	<b>\$ -</b>	<b>\$ 87,295</b>	<b>\$ 58,609</b>	<b>\$ 406,834</b>	<b>103,611</b>	<b>510,445</b>
<b>LIABILITIES</b>								
Accounts payable and accrued liabilities	\$ 6,106	\$ 6,476	\$ -	\$ -	\$ 8,882	\$ 21,264	\$ -	\$ 21,264
Intergovernmental payables	2,505	729	-	-	2,251	5,485	-	5,485
Due to other Office fiduciary funds	-	1,222	-	-	-	1,222	-	1,222
Due to other State fiduciary funds	703	829	-	-	79	1,611	-	1,611
Due to other Office funds	3,278	110,244	-	-	-	113,522	(113,522)	-
Due to other State funds	172	1,371	-	-	1,196	2,739	-	2,739
Due to State of Illinois component units	3	2	-	-	61	66	-	66
Unavailable revenue	-	-	-	-	409	409	(409)	-
Deferred revenue	-	-	-	-	111	111	-	111
Long-term obligations:								
Due within one year	-	-	-	-	-	-	1,960	1,960
Due subsequent to one year	-	-	-	-	-	-	19,442	19,442
<b>Total liabilities</b>	<b>12,767</b>	<b>120,873</b>	<b>-</b>	<b>-</b>	<b>12,789</b>	<b>148,429</b>	<b>(92,529)</b>	<b>53,900</b>
<b>FUND BALANCES/NET ASSETS</b>								
Reserved for:								
Encumbrances	1	-	-	-	1,272	1,273	(1,273)	-
Inventories	-	310	-	-	5,867	6,177	(6,177)	-
Unreserved:								
General fund	44,526	-	-	-	-	44,526	(44,526)	-
Special revenue funds	-	82,453	-	-	38,681	121,134	(121,134)	-
Invested in capital assets, net of related debt	-	-	-	-	-	-	210,124	210,124
Unrestricted net assets	44,527	82,763	-	87,295	45,820	87,295	159,126	246,421
<b>Total fund balances/net assets</b>	<b>\$ 57,294</b>	<b>\$203,636</b>	<b>\$ -</b>	<b>\$ 87,295</b>	<b>\$ 58,609</b>	<b>\$ 406,834</b>	<b>\$ 196,140</b>	<b>\$ 456,545</b>
<b>Total liabilities and fund balances</b>								

The accompanying notes to the financial statements are an integral part of this statement.

**State of Illinois**  
**Office of the Secretary of State**  
**Reconciliation of Governmental Funds Balance Sheet**  
**to Statement of Net Assets**  
**June 30, 2007**  
**(Expressed in Thousands)**

<b>Total fund balances-governmental funds</b>	\$	260,405
<p>Amounts reported for governmental activities in the Statement of Net Assets are different because:</p>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		210,131
Prepaid expenses for governmental activities are current uses of financial resources for funds.		7,002
Revenues in the Statement of Activities that do not provide current financial resources are deferred in the funds.		409
Some liabilities reported in the Statement of Net Assets do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds. These liabilities consist of:		
Compensated absences	(21,395)	
Capital lease obligations	(7)	
	(21,402)	(21,402)
<b>Net assets of governmental activities</b>	<b>\$</b>	<b><u>456,545</u></b>

The accompanying notes to the financial statements are an integral part of this statement.

**State of Illinois**  
**Office of the Secretary of State**  
**Statement of Activities and Governmental Revenues,**  
**Expenditures, and Changes in Fund Balances**

For the Year Ended June 30, 2007 (Expressed in Thousands)

	General Fund	Road Fund	Motor Fuel Tax Fund 0012	State Construction Account 0902	Other Nonmajor Funds	Total Governmental Funds	Adjustments	Statement of Activities
<b>Expenditures/expenses:</b>								
General government	\$150,883	\$125,700	\$1,000	\$-	\$66,802	\$344,385	\$13,116	\$357,501
Debt service - principal	5	7	-	-	8	20	(20)	-
Debt service - interest	1	1	-	-	-	2	-	2
Capital outlays	556	869	-	-	685	2,110	(2,110)	-
<b>Total expenditures/expenses</b>	<b>151,445</b>	<b>126,577</b>	<b>1,000</b>	<b>-</b>	<b>67,495</b>	<b>346,517</b>	<b>10,986</b>	<b>357,503</b>
<b>Program revenues:</b>								
Charges for services:								
Licenses and fees	240,466	838,390	-	501,310	85,330	1,665,496	-	1,665,496
Other	9	-	-	-	19	28	-	28
<b>Total charges for services</b>	<b>240,475</b>	<b>838,390</b>	<b>-</b>	<b>501,310</b>	<b>85,349</b>	<b>1,665,524</b>	<b>-</b>	<b>1,665,524</b>
Operating grant revenue:								
Federal	-	-	-	-	6,022	6,022	398	6,420
Other	-	-	-	-	183	183	-	183
<b>Total operating grant revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,205</b>	<b>6,205</b>	<b>398</b>	<b>6,603</b>
<b>Net program revenues</b>	<b>89,030</b>	<b>711,813</b>	<b>(1,000)</b>	<b>501,310</b>	<b>24,059</b>	<b>1,325,212</b>	<b>(10,588)</b>	<b>1,314,624</b>
<b>General revenues:</b>								
Interest and investment income	-	-	-	-	510	510	-	510
Other taxes	197,547	-	-	-	-	197,547	-	197,547
Other	243	45	-	-	308	596	-	596
<b>Total general revenues</b>	<b>197,790</b>	<b>45</b>	<b>-</b>	<b>-</b>	<b>818</b>	<b>198,653</b>	<b>-</b>	<b>198,653</b>
<b>Other sources (uses):</b>								
Appropriations from State resources	131,365	128,689	1,000	-	4,262	265,316	-	265,316
Reappropriation to future year(s)	-	-	-	-	(99)	(99)	-	(99)
Lapsed appropriations	(818)	(305)	-	-	(209)	(1,332)	-	(1,332)
Receipts collected and transmitted to State Treasury	(432,733)	(834,491)	-	(492,882)	(18,098)	(1,778,304)	-	(1,778,304)
Capital transfers from other State agencies	-	-	-	-	-	-	37,324	37,324
Amount of SAMS transfers-in	(91)	-	-	-	-	(91)	-	(91)
Amount of SAMS transfers-out	20,904	-	-	-	-	20,904	-	20,904
Transfers-in	-	-	-	-	40	40	-	40
Transfers-out	(1,875)	-	-	-	(11,962)	(13,857)	-	(13,857)
Transfers of administration of funds to other State agencies	-	-	-	-	(311)	(311)	-	(311)
<b>Total other sources (uses)</b>	<b>(263,248)</b>	<b>(706,107)</b>	<b>1,000</b>	<b>(492,882)</b>	<b>(26,397)</b>	<b>(1,507,734)</b>	<b>37,324</b>	<b>(1,470,410)</b>
<b>Change in fund balance/net assets</b>	<b>3,572</b>	<b>5,751</b>	<b>-</b>	<b>8,328</b>	<b>(1,520)</b>	<b>16,131</b>	<b>26,736</b>	<b>42,867</b>
<b>Fund balance/net assets, July 1, 2006, as restated</b>	<b>40,955</b>	<b>78,152</b>	<b>-</b>	<b>78,967</b>	<b>43,605</b>	<b>241,679</b>	<b>171,999</b>	<b>413,678</b>
<b>Increase (decrease) for changes in inventories</b>	<b>-</b>	<b>(1,140)</b>	<b>-</b>	<b>-</b>	<b>3,735</b>	<b>2,595</b>	<b>(2,595)</b>	<b>-</b>
<b>Fund balance/net assets, June 30, 2007</b>	<b>\$ 44,527</b>	<b>\$ 82,763</b>	<b>\$ -</b>	<b>\$ 87,295</b>	<b>\$ 45,820</b>	<b>\$ 260,405</b>	<b>\$ 196,140</b>	<b>\$ 456,545</b>

The accompanying notes to the financial statements are an integral part of this statement.

**State of Illinois**  
**Office of the Secretary of State**  
**Reconciliation of Statement of Revenues, Expenditures and Changes in**  
**Fund Balances of Governmental Funds to Statement of Activities**  
**For the Year Ended June 30, 2007**  
**(Expressed in Thousands)**

<b>Net change in fund balances</b>	\$	16,131
Change in inventories		2,595
	\$	18,726

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets. This is the amount by which depreciation in the current period exceeded capital outlays.		(10,782)
Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.		20
Some capital assets were transferred in from other State agencies and therefore, were received at no cost.		37,324
Proceeds from sales of capital assets are reported in the governmental funds. However, in the Statement of Activities, the book value of capital assets which are sold or scrapped are also reported. This is the book value of capital assets which were sold or scrapped.		(1,991)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. This amount represents the increase in unavailable revenue over the prior year.		398
Prepaid expenses in the Statement of Activities are not reported as expenses in governmental funds. This amount represents the increase in prepaid expenses over the prior year.		71
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. Below are such activities:		
Increase in compensated absences obligation		(899)

<b>Change in net assets of governmental activities</b>	\$	42,867
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The accompanying notes to the financial statements are an integral part of this statement.



**State of Illinois**  
**Office of the Secretary of State**  
**Statement of Fiduciary Net Assets**  
June 30, 2007 (Expressed in Thousands)

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	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash equity with State Treasurer	\$ 2,955
Cash and cash equivalents	147
Investments	2,079
Other receivables, net	20
Due from other Office funds	1,222
<b>Total assets</b>	<u>\$ 6,423</u>
<b>LIABILITIES</b>	
Other liabilities	\$ 6,423
<b>Total liabilities</b>	<u>\$ 6,423</u>

The accompanying notes to the financial statements are an integral part of this statement.

**STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE**

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June 30, 2007

**(1) Organization**

The Office of the Secretary of State (the Office) is a part of the executive branch of government of the State of Illinois (State) and operates under the authority of and review by the Illinois General Assembly. The Office operates under a budget approved by the General Assembly in which resources primarily from the Road Fund and General Revenue Fund are appropriated for the use of the Office. Activities of the Office are subject to the authority of the Office of the Governor, the State's chief executive officer, and other departments of the executive and legislative branches of government (such as the Department of Central Management Services, the Governor's Office of Management and Budget, the State Treasurer's Office, and the State Comptroller's Office) as defined by the Illinois General Assembly. All funds appropriated to the Office and all other cash received are under the custody and control of the State Treasurer, with the exception of the Go-Back Fund, a fiduciary fund, and the Special Advance Fund, a subaccount of the Road Fund, which are both locally held funds, and various petty cash funds, which are under the direct control of the Office.

The Office has a broad range of responsibilities for the maintenance of official records of the acts of the General Assembly and of the Executive Branch as provided by law as well as to perform other duties as may be prescribed by law, including administration of the Illinois Vehicle Code. The Office is organized into twenty-five departments under three broad operating divisions to carry out its responsibilities. The operating divisions of the Office are the Executive, General and Administrative, and Motor Vehicle divisions.

**(2) Summary of Significant Accounting Policies**

The financial statements of the Office have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as prescribed by the Governmental Accounting Standards Board (GASB). To facilitate the understanding of data included in the financial statements, summarized below are the more significant accounting policies.

**(a) Financial Reporting Entity**

As defined by GAAP, the financial reporting entity consists of a primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as:

- 1) Appointment of a voting majority of the component unit's board and either (a) the primary government's ability to impose its will, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- 2) Fiscal dependency on the primary government.

Based upon the required criteria, the Office has no component units and is not a component unit of any other entity. However, because the Office is not legally separate from the State of Illinois, the financial statements of the Office are included in the financial statements of the State of Illinois. The State of Illinois' Comprehensive Annual Financial Report may be obtained by

**STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE**

Notes to Financial Statements

June 30, 2007

writing to the State Comptroller's Office, Division of Financial Reporting, 325 West Adams Street, Springfield, Illinois, 62704-1871.

**(b) Basis of Presentation**

The financial statements of the State of Illinois, Office of the Secretary of State, are intended to present the financial position and the changes in financial position of only that portion of the governmental activities, each major fund of the State of Illinois, and the aggregate remaining fund information of the State of Illinois that is attributable to the transactions of the Office. They do not purport to, and do not, present fairly the financial position of the State of Illinois as of June 30, 2007 and the changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The financial activities of the Office, which consist only of governmental activities, are reported under the general government function in the State of Illinois' Comprehensive Annual Financial Report. For reporting purposes, the Office has combined the fund and government-wide financial statements using a columnar format that reconciles individual line items of fund financial data to government-wide data in a separate column. A brief description of the Office's government-wide and fund financial statements is as follows:

**Government-wide Statements.** The government-wide statement of net assets and statement of activities report the overall financial activity of the Office, excluding fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities of the Office. The financial activities of the Office consist only of governmental activities, which are primarily supported by taxes, charges for services, and other nonexchange transactions.

The statement of net assets presents the assets and liabilities of the Office's governmental activities with the difference being reported as net assets. The assets and liabilities are presented in order of their relative liquidity by class of asset or liability with liabilities whose average maturities are greater than one year reported in two components - the amount due within one year and the amount due in more than one year.

The statement of activities presents a comparison between direct expenses and program revenues for the general government function of the Office's governmental activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

**Fund Financial Statements.** The fund financial statements provide information about the Office's funds, including fiduciary funds. Separate statements for each fund category - governmental and fiduciary - are presented. The emphasis on fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

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The Office administers the following major governmental funds (or portions thereof in the case of shared funds – see note 2(d)) of the State:

**General** – This is the State's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The services which are administered by the Office and accounted for in the general fund include, among others, the operations of various Executive and General and Administrative departments throughout the Office. Certain resources obtained from federal grants and used to support general governmental activities are accounted for in the General Fund consistent with applicable legal requirements. The Office's portion of the General Fund is composed of two primary sub-accounts (General Revenue and Common School) and two secondary sub-accounts (Live and Learn and Corporate Franchise Tax Refund).

**Road** – This fund accounts for the activities of the State highway programs including highway maintenance and construction, traffic control and safety, and administering motor vehicle laws and regulations. Funding sources include federal aid, State motor fuel taxes and various license and fee charges. The Office's portion of the Road Fund is composed of a primary sub-account (Road) and a secondary sub-account (Special Advance).

**Motor Fuel Tax** – This fund accounts for the activities for various transportation related program expenditures and the administrative cost of supervising the use of funds apportioned to municipalities, counties, and road districts. Funding sources include State fuel taxes and an allocation (transfer) of State sales tax collections from the General Fund.

**State Construction Account** – This fund accounts for the construction, reconstruction, and maintenance of the State maintained highway system. Funding sources include a portion of motor vehicle registration fees, weight taxes, and transfers from the Motor Fuel Tax Fund.

Additionally, the Office administers the following fund types:

**Governmental Funds:**

**Special Revenue** – These funds account for resources obtained from specific revenue sources that are legally restricted to expenditures for specified purposes. Special revenue funds account for, among other things, federal grant programs, taxes levied with statutorily defined distributions and other resources restricted as to purpose.

**Debt Service** – These funds account for governmental resources obtained and accumulated to pay interest and principal on general long-term debt (other than capital leases, workers' compensation and unfunded retirement costs).

**Capital Projects** – These funds account for resources obtained and used for the acquisition or construction of major capital facilities. Such resources are derived principally from proceeds of general and special obligation bond issues and certificates of participation.

**STATE OF ILLINOIS  
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Notes to Financial Statements

June 30, 2007

**Fiduciary Funds:**

**Agency** – These funds account for the following activities in which the Office acts in the capacity of an agent and distributes any revenue collected to other governmental units or designated beneficiaries: collection of registration fees from truckers of other states and disbursement of funds to other states under reciprocity agreements; collection of deposits from uninsured motorists as proof of financial responsibility and reimbursement of those funds in the absence of a court judgment; and the repayment of fees collected by the Office in excess of the required fees.

**(c) Measurement Focus and Basis of Accounting**

The government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the Office gives (or receives) value without directly receiving (or giving) equal value in exchange, include corporate taxes and intergovernmental grants. Revenue from grants, entitlements, and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the State considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, principal and interest on formal debt issues, claims and judgments, and compensated absences are recorded only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Significant revenue sources which are susceptible to accrual include corporate taxes and certain fees. All other revenue sources including licenses, fines, and certain fees, are considered to be measurable and available only when cash is received.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

**(d) Shared Fund Presentation**

The financial statement presentation for the General Revenue Account and Common School Account of the General Fund and the Road Fund, Motor Fuel Tax Fund, Drivers Education Fund, General Obligation Bond Retirement and Interest Fund, Capital Development Fund, Build Illinois Bond Fund, State College and University Trust Fund, Alternative Fuels Fund, Off Highway

**STATE OF ILLINOIS  
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Vehicle Trails Fund, State Parking Facility Maintenance Fund, Cycle Rider Safety Training Fund, Vehicle Inspection Fund, and State Construction Account Fund represents only the portion of the shared fund that can be directly attributed to the operations of the Office. Financial statements for total fund operations of the shared State funds are presented in the State of Illinois' Comprehensive Annual Financial Report.

In presenting these financial statements, certain unique accounts are used for the presentation of shared funds. The following accounts are used in these financial statements to present the Office's portion of shared funds:

Unexpended Appropriations

This "asset" account represents lapse period warrants issued between July and August annually in accordance with the Statewide Accounting Management System (SAMS) records plus any liabilities relating to obligations re-appropriated to the subsequent fiscal year.

Appropriations from State Resources

This "other financing source" account represents the final legally adopted appropriation according to SAMS records.

Reappropriations to Future Year(s)

This contra revenue account reduces current year appropriations by the amount of the reappropriation to reflect the State's realignment of the budgetary needs to the subsequent year and avoid double counting of a portion of the appropriation in more than one fiscal year.

Lapsed Appropriations

Lapsed appropriations are the legally adopted appropriations less net warrants issued for the 14 month period from July to August of the following year and re-appropriations to subsequent years according to SAMS records.

Receipts Collected and Transmitted to State Treasury

This "other financing use" account represents all cash receipts received during the fiscal year from SAMS records.

Amount of SAMS Transfers-In

This "other financing use" account represents cash transfers made by the Office of the Comptroller in accordance with statutory provisions to the corresponding fund during the fiscal year per SAMS records in which the Office did not make a deposit into the State Treasury.

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Amount of SAMS Transfers-Out

This "other financing source" account represents cash transfers made by the Office of the Comptroller in accordance with statutory provision from the corresponding fund during the fiscal year per SAMS records in which a legally adopted appropriation was not charged.

**(e) Eliminations**

Eliminations have been made in the government-wide statement of net assets to minimize the "grossing-up" effect on assets and liabilities within the governmental activities column of the Office. As a result, amounts reported in the governmental funds balance sheet as interdepartmental interfund receivables and payables have been eliminated in the government-wide statement of net assets. Amounts reported in the governmental funds balance sheet as receivable from or payable to fiduciary funds have been included in the government-wide statement of net assets as receivable from and payable to external parties, rather than as internal balances.

**(f) Cash and Cash Equivalents**

Cash equivalents are defined as short-term, highly liquid investments readily convertible to cash with maturities of less than 90 days at the time of purchase. Cash and cash equivalents consist of cash on hand and cash in banks for locally held funds.

**(g) Inventories**

Inventories, consisting primarily of license plates, are valued at cost, principally on the first-in, first-out (FIFO) method. The cost of inventories is recognized as expenditures when purchased. Significant inventories balances in governmental funds are reported on the balance sheet.

**(h) Interfund Transactions**

The Office has the following types of interfund transactions between Office funds and funds of other State agencies:

**Services provided and used**—sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as interfund receivables and payables in the governmental fund balance sheets or the government-wide statements of net assets.

**Reimbursements**—repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

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*Transfers*—flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.

The Office also has activity with various component units of the State of Illinois for professional services received and payments of State and Federal programs.

**(i) Capital Assets**

Capital assets, which include property, plant, and equipment, are reported at cost or estimated historical cost based on appraisals. Contributed assets are reported at estimated fair value at the time received. Capital assets are depreciated using the straight-line method.

Capitalization thresholds and the estimated useful lives are as follows:

Capital Asset Category	Capitalization Threshold	Estimated Useful Life (in Years)
Land	\$100,000	N/A
Land Improvements	25,000	N/A
Site Improvements	25,000	5-20
Buildings	100,000	30-75
Building Improvements	25,000	10-25
Equipment	5,000	3-10
Works of Art, Historical Treasures	5,000	N/A

**(j) Compensated Absences**

The liability for compensated absences reported in the government-wide statement of net assets consists of unpaid, accumulated vacation and sick leave balances for Office employees. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. The liability has been calculated based on the employees' current salary level and includes salary related costs (e.g., Social Security and Medicare taxes).

Legislation that became effective January 1, 1998 capped the paid sick leave for all State Employees' Retirement System members at December 31, 1997. Employees continue to accrue



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Notes to Financial Statements

June 30, 2007

twelve sick days per year, but will not receive monetary compensation for any additional time earned after December 31, 1997. Sick days earned between 1984 and December 31, 1997 (with a 50% cash value) would only be used after all days with no cash value are depleted. Any sick days earned and unused after December 31, 1997 will be converted to service time for purposes of calculating employee pension benefits.

**(k) Fund Balances**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties as to use for specific purposes. Designations of fund balances represent tentative State plans that are subject to change.

**(l) Net Assets**

In the government-wide statement of net assets, equity is displayed in three components as follows:

***Invested in Capital Assets, Net of Related Debt*** – This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

***Restricted*** – This consists of net assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, generally it is the State's policy to use restricted resources first, then unrestricted resources when they are needed.

***Unrestricted*** – This consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

**(m) Use of Estimates**

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**(n) Future Adoption of GASB Statements**

Effective for the year ending June 30, 2008 the Office will adopt GASB Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenue*, which established accounting and financial reporting standards for transactions in which a government receives, or is entitled to, resources in exchange for future cash flows generated by collecting specific receivables or specific future revenues. The Office has not yet determined the impact on the Office's financial statements as a result of adopting this statement.

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June 30, 2007

**(3) Deposits**

*(a) Deposits*

The State Treasurer is the custodian of the State's deposits and investments for funds maintained in the State Treasury. The Office independently manages deposits and investments maintained outside the State Treasury.

Deposits in the custody of the State Treasurer are pooled and invested with other State funds in accordance with the Deposit of State Moneys Act of the Illinois Compiled Statutes (15 ILCS 520/11). Funds held by the State Treasurer have not been categorized as to credit risk because the Office does not own individual securities. Detail on the nature of these deposits and investments is available within the State of Illinois' Comprehensive Annual Financial Report.

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Deposits for locally-held funds of governmental activities had a carrying amount and a bank balance of \$24 thousand at June 30, 2007, respectively. Deposits of locally-held funds of fiduciary funds had a carrying amount and a bank balance of \$2.126 million and 1.562 million at June 30, 2007, respectively. Of the total bank balances, \$12 thousand was exposed to custodial credit risk as uninsured with collateral held by pledging financial institution's trust departments not in the State's name.

Cash on hand totaled \$75 thousand at June 30, 2007.

*(b) Investments*

As of June 30, 2007, the Office had the following investments outside of the State Treasury:

	<u>Fair Value (Thousands)</u>	<u>Weighted Average Maturity (Years)</u>
<i>Fiduciary Funds</i>		
U.S. Treasury Notes	\$ 100	3.88

On the fiduciary statement of net assets, the Office has an additional amount of \$1.979 million in certificates of deposit which are recorded as investments since their maturity dates were greater than 90 days at the time of purchase.

**Interest Rate Risk:** The Office does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**STATE OF ILLINOIS  
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Notes to Financial Statements

June 30, 2007

**(4) Taxes Receivable**

Taxes receivable (amounts expressed in thousands) at June 30, 2007 are as follows:

	<b>General Fund</b>
Taxes receivables:	
Other	\$ 4,612

**(5) Interfund Balances and Activity**

*(a) Balances Due to/from Other Funds*

The following balances (amounts expressed in thousands) at June 30, 2007 represent amounts due from other Office and State funds.

Fund	Due from		Description/Purpose
	Other Office Funds	Other State Funds	
General	\$ 25,277	\$ -	Due from Road Fund based on statutory allocations of fee receipts and due from other Office nonmajor governmental funds and other State funds for transfers of excess balances.
State Construction	81,959	-	Due from Road Fund based on statutory allocations of fee receipts.
Nonmajor governmental funds	6,286	29	Due from Road Fund based on statutory allocations of fee receipts and from other State funds for transfers of excess balances.
Fiduciary	1,222	-	Due from Road Fund based on statutory allocations of fee receipts.
	\$ 114,744	\$ 29	

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Notes to Financial Statements

June 30, 2007

The following balances (amounts expressed in thousands) at June 30, 2007 represent amounts due to other Office and State of Illinois funds.

Fund	Due to				Description/Purpose
	Other Office Funds	Other State Funds	Other Office Fiduciary Funds	Other State Fiduciary Funds	
General	\$ 3,278	\$ 172	\$ -	\$ 703	Due to Office nonmajor governmental funds for statutory allocations of fee receipts, to other State funds for purchases of services, and to other State fiduciary funds for payment of retirement costs.
Road	110,244	1,371	1,222	829	Due to Office funds, other State funds, and other Office fiduciary funds for statutory allocations of fee receipts and to other State fiduciary funds for payment of retirement costs.
Nonmajor governmental funds	-	1,196	-	79	Due to other State funds for purchases of services and to other State fiduciary funds for payment of retirement costs.
	<u>\$ 113,522</u>	<u>\$ 2,739</u>	<u>\$ 1,222</u>	<u>\$ 1,611</u>	

**(b) Transfers to/from Other Funds**

Interfund transfers in (amounts expressed in thousands) for the year ended June 30, 2007, were as follows:

Fund	Transfers in from		Description/Purpose
	Other State Funds	Other State Funds	
Nonmajor governmental funds	\$ 40	-	Transfer from other State funds pursuant to State statute.
	<u>\$ 40</u>	<u>-</u>	

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Notes to Financial Statements

June 30, 2007

Interfund transfers out (amounts expressed in thousands) for the year ended June 30, 2007, were as follows:

<u>Fund</u>	<u>Transfers out to</u>	
	<u>Other State Funds</u>	<u>Description/Purpose</u>
General	\$ 1,875	Transfer to other State funds to assist State budget shortfalls.
Nonmajor governmental funds	11,982	Transfer to other State funds to assist State budget shortfalls.
	<u>\$ 13,857</u>	

*(c) Balances due to State of Illinois Component Units*

The following balances (amounts expressed in thousands) at June 30, 2007 represent amounts due to State of Illinois Component Units for reimbursement of expenses incurred.

<u>Component Unit</u>	<u>Due to</u>		
	<u>General Fund</u>	<u>Road Fund</u>	<u>Nonmajor Governmental Funds</u>
Illinois Toll Highway Authority	\$ 1	\$ 1	\$ -
Western Illinois University	1	-	-
Illinois State University	-	-	42
Southern Illinois University	-	-	19
University of Illinois	1	1	-
	<u>\$ 3</u>	<u>\$ 2</u>	<u>\$ 61</u>

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June 30, 2007

**(6) Capital Assets**

Capital asset activity (amounts expressed in thousands) for the year ended June 30, 2007 was as follows:

	<u>Balance 7/1/2006*</u>	<u>Additions</u>	<u>Deletions</u>	<u>Net Transfers</u>	<u>Balance June 30, 2007</u>
<b>Governmental activities:</b>					
Capital assets not being depreciated:					
Land and land improvements	\$ 6,579	\$ -	\$ -	\$ -	\$ 6,579
Historical treasures & works of art	100	-	-	-	100
Total capital assets not being depreciated	<u>6,679</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,679</u>
Capital assets being depreciated:					
Buildings and building improvements	360,299	235	-	37,324	397,858
Equipment	53,780	1,875	13,741	-	41,914
Capital leases - equipment	69	-	20	-	49
Total capital assets being depreciated	<u>414,148</u>	<u>2,110</u>	<u>13,761</u>	<u>37,324</u>	<u>439,821</u>
Less accumulated depreciation:					
Buildings and building improvements	188,016	11,871	-	-	199,887
Equipment	47,186	1,003	11,750	-	36,439
Capital leases - equipment	45	18	20	-	43
Total accumulated depreciation	<u>235,247</u>	<u>12,892</u>	<u>11,770</u>	<u>-</u>	<u>236,369</u>
Total capital assets being depreciated, net	<u>178,901</u>	<u>(10,782)</u>	<u>1,991</u>	<u>37,324</u>	<u>203,452</u>
Governmental activity capital assets, net	<u>\$ 185,580</u>	<u>\$(10,782)</u>	<u>\$ 1,991</u>	<u>\$ 37,324</u>	<u>\$ 210,131</u>

\* As restated

**STATE OF ILLINOIS  
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Depreciation expense for governmental activities (amounts expressed in thousands) for the year ended June 30, 2007 was charged as follows:

General government \$ 12,146

**(7) Long-Term Obligations**

**(a) Changes in Long-Term Obligations**

Changes in long-term obligations (amounts expressed in thousands) for the year ended June 30, 2007 were as follows:

	<u>Balance July 1, 2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2007</u>	<u>Amounts Due Within One Year</u>
<b>Governmental activities:</b>					
Compensated absences	\$ 20,496	\$ 13,859	\$ 12,960	\$21,395	\$ 1,953
Capital lease obligations	27	-	20	7	7
<b>Total governmental activities</b>	<u>\$ 20,523</u>	<u>\$ 13,859</u>	<u>\$ 12,980</u>	<u>\$21,402</u>	<u>\$ 1,960</u>

Compensated absences have been liquidated by the applicable governmental funds that account for the salaries and wages of the related employees.

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**(b) Capital lease obligations**

The Office leases certain office equipment with a historical cost and accumulated depreciation of \$49 and \$43, respectively, under capital lease arrangements. Although lease terms vary, certain leases are renewable subject to appropriation by the General Assembly. If renewal is reasonably assured, leases requiring appropriation by the General Assembly are considered noncancelable leases for financial reporting. Future minimum lease payments (amounts expressed in thousands) at June 30, 2007 are as follows:

<u>Year Ending</u> <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 7	\$ -	\$ 7
	<u>\$ 7</u>	<u>\$ -</u>	<u>\$ 7</u>

**(8) Pension Plan**

Substantially all of the Office's full-time employees who are not eligible for participation in another state-sponsored retirement plan participate in the State Employees' Retirement System (SERS), which is a pension trust fund in the State of Illinois reporting entity. The SERS is a single-employer defined benefit public employee retirement system (PERS) in which State employees participate, except those covered by the State Universities, Teachers', General Assembly, and Judges' Retirement Systems. The financial position and results of operations of the SERS for fiscal year 2007 are included in the State of Illinois' Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2007. The SERS issues a separate CAFR that may be obtained by writing to the SERS, 2101 South Veterans Parkway, Springfield, Illinois, 62794-9255.

A summary of SERS benefit provisions, changes in benefit provisions, employee eligibility requirements including eligibility for vesting, and the authority under which benefit provisions are established are included as an integral part of the SERS' CAFR. Also included is a discussion of employer and employee obligations to contribute and the authority under which those obligations are established.

The Office pays employer retirement contributions based upon an actuarially determined percentage of their payrolls. For fiscal year 2007, the employer contribution rate was 11.525%. Effective for pay periods beginning after December 31, 1991, the State opted to pay the employee portion of retirement for most State agencies (including the Office) with employees covered by the State Employees' and Teachers' Retirement Systems. However, effective with the fiscal year 2004 budget, the State opted to stop paying the portion or a part of the portion of retirement for many State agencies (including the Office) for certain classes of employees covered by the State Employees' and Teachers' Retirement Systems. The pickup, when applicable, is subject to sufficient annual appropriations and those employees covered may vary across employee groups and State agencies.



**STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE**

Notes to Financial Statements

June 30, 2007

**(9) Post-employment Benefits**

The State provides health, dental, and life insurance benefits for certain retirees and their dependents. Substantially all State employees become eligible for post-employment benefits if they eventually become annuitants of one of the State sponsored pension plans. Health and dental benefits include basic benefits for annuitants under the State's self-insurance plan and insurance contracts currently in force. Life insurance benefits are limited to \$5,000 per annuitant age 60 and older. The total cost of health, dental, and life insurance benefits of all members, including post-employment health, dental, and life insurance benefits, is recognized as an expenditure by the State in the Illinois Comprehensive Annual Financial Report. The total costs incurred for health, dental, and life insurance benefits are not separated by Department for annuitants and their dependents nor active employees and their dependents.

**(10) Fund Deficits**

The Library Services Fund and Vehicle Inspection Fund, nonmajor governmental funds, had deficit fund balances (amounts expressed in thousands) of \$110 and \$1, respectively, at June 30, 2007. These deficits will be eliminated by future recognition of earned but unavailable revenues and future appropriations to the Office, respectively.

**(11) Risk Management**

The Office is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; workers compensation and natural disasters. The State retains the risk of loss (i.e. self insured) for these risks.

The Office's risk management activities for workers' compensation, self-insurance and unemployment insurance are financed through appropriations to the Illinois Department of Central Management Services and are accounted for in the General Fund of the State. The claims are not considered to be a liability of the Office; and accordingly, have not been reported in the Office's financial statements for the year ended June 30, 2007.

**(12) Commitments and Contingencies**

**(a) Operating leases**

The Office leases certain office facilities and equipment under the terms of noncancelable operating lease agreements that require the Office to make minimum lease payments plus pay a pro rata share of certain operating costs. Rent expense under operating leases (amount expressed in thousands) was \$13,409 for the year ended June 30, 2007.

**STATE OF ILLINOIS  
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Notes to Financial Statements

June 30, 2007

The following is a schedule of future minimum lease payments under the operating lease (amounts expressed in thousands):

<u>Year ending June 30,</u>	<u>Amount</u>
2008	\$ 8,017
2009	7,327
2010	5,517
2011	4,578
2012	3,748
2013-2017	<u>7,359</u>
	\$ <u>36,546</u>

**(b) Federal Funding**

The Office receives federal grants which are subject to review and audit by federal grantor agencies. Certain costs could be questioned as not being an eligible expenditure under the terms of the grants. At June 30, 2007, there were no material questioned costs that have not been resolved with the federal awarding agencies. However, questioned costs could still be identified during audits to be conducted in the future. Management of the Office believes there will be no material adjustments to the federal grants and, accordingly, has not recorded a provision for possible repayment.

**(c) Litigation**

The Office is routinely involved in a number of legal proceedings and claims that cover a wide range of matters. In the opinion of management, the outcome of these matters is not expected to have any material adverse effect on the financial position or results of operations of the Office.

**(13) Restatement**

The Office has restated the governmental activities net asset balance as of June 30, 2006, by \$116.432 million for excess depreciation taken on buildings in previous fiscal years.

**State of Illinois**  
**Office of the Secretary of State**  
**Combining Schedule of Accounts**  
**General Fund**

June 30, 2007 (Expressed in Thousands)

	General Revenue 0001	Live and Learn 0026	Corporate Franchise Tax Refund 0380	Common School 0412	Eliminations	Total
<b>ASSETS</b>						
Unexpended appropriations	\$ 7,564	-	-	-	-	\$ 7,564
Cash equity with State Treasurer	12,768	2,067	2,640	-	-	17,475
Taxes receivable, net	4,612	-	-	-	-	4,612
Other receivables, net	2,366	-	-	-	-	2,366
Due from other Office funds	25,249	-	106	28	(106)	25,277
<b>Total assets</b>	<b>\$ 52,559</b>	<b>\$ 2,067</b>	<b>\$ 2,746</b>	<b>\$ 28</b>	<b>\$ (106)</b>	<b>\$ 57,294</b>
<b>LIABILITIES</b>						
Accounts payable and accrued liabilities	\$ 5,827	85	194	-	-	6,106
Intergovernmental payables	873	1,632	-	-	-	2,505
Due to other State fiduciary funds	703	-	-	-	-	703
Due to other Office funds	843	-	2,541	-	(106)	3,278
Due to other State funds	172	-	-	-	-	172
Due to State of Illinois component units	3	-	-	-	-	3
<b>Total liabilities</b>	<b>\$ 8,421</b>	<b>\$ 1,717</b>	<b>\$ 2,735</b>	<b>\$ -</b>	<b>\$ (106)</b>	<b>\$ 12,767</b>

**FUND BALANCES (DEFICITS)**

Reserved for:

Encumbrances	-	1	-	-	-	1
Unreserved, undesignated	44,138	349	11	28	-	44,526
<b>Total fund balances (deficits)</b>	<b>\$ 44,138</b>	<b>\$ 350</b>	<b>\$ 11</b>	<b>\$ 28</b>	<b>\$ -</b>	<b>\$ 44,527</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 52,559</b>	<b>\$ 2,067</b>	<b>\$ 2,746</b>	<b>\$ 28</b>	<b>\$ (106)</b>	<b>\$ 57,294</b>

**State of Illinois**  
**Office of the Secretary of State**  
**Combining Schedule of Revenues,**  
**Expenditures and Changes in Fund Balance -**  
**General Fund**

For the Year Ended June 30, 2007 (Expressed in Thousands)

	General Revenue 0001	Live and Learn 0026	Corporate Franchise Tax Refund 0380	Common School 0412	Eliminations	Total
<b>REVENUES</b>						
Licenses and fees	\$ 240,077	\$ -	\$ -	\$ 389	\$ -	240,466
Other charges for services	9	-	-	-	-	9
Other taxes	195,054	-	2,493	-	-	197,547
Other revenue	243	-	-	-	-	243
<b>Total revenues</b>	<b>435,383</b>	<b>-</b>	<b>2,493</b>	<b>389</b>	<b>-</b>	<b>438,265</b>
<b>EXPENDITURES</b>						
General government	129,951	20,932	-	-	-	150,883
Debt service - principal	5	-	-	-	-	5
Debt service - interest	1	-	-	-	-	1
Capital outlays	556	-	-	-	-	556
<b>Total expenditures</b>	<b>130,513</b>	<b>20,932</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>151,445</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>304,870</b>	<b>(20,932)</b>	<b>2,493</b>	<b>389</b>	<b>-</b>	<b>286,820</b>
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>						
Appropriations from State resources	131,365	-	-	-	-	131,365
Lapsed appropriations	(818)	-	-	-	-	(818)
Receipts collected and transmitted to State Treasury	(432,343)	-	-	(390)	-	(432,733)
Amount of SAMS Transfers-in	(91)	-	-	-	-	(91)
Amount of SAMS Transfers-out	20,904	-	-	-	-	20,904
Transfers-in	2,541	20,904	-	-	(23,445)	-
Transfers-out	(20,904)	-	(4,416)	-	23,445	(1,875)
<b>Net other sources (uses) of financial resources</b>	<b>(299,346)</b>	<b>20,904</b>	<b>(4,416)</b>	<b>(390)</b>	<b>-</b>	<b>(283,248)</b>
<b>Net change in fund balances</b>	<b>5,524</b>	<b>(28)</b>	<b>(1,923)</b>	<b>(1)</b>	<b>-</b>	<b>3,572</b>
Fund balances (deficits), July 1, 2006	38,614	378	1,934	29	-	40,955
<b>FUND BALANCES (DEFICITS), JUNE 30, 2007</b>	<b>\$ 44,138</b>	<b>\$ 350</b>	<b>\$ 11</b>	<b>\$ 28</b>	<b>\$ -</b>	<b>\$ 44,527</b>

**State of Illinois  
Office of the Secretary of State**

**Combining Schedule of Accounts -  
Road Fund**

June 30, 2007 (Expressed in Thousands)

	Road 0011	Special Advance 1198	Eliminations	Total
<b>ASSETS</b>				
Unexpended appropriations	\$ 7,493	\$ -	\$ -	7,493
Cash equity with State Treasurer	166,852	-	-	166,852
Cash and cash equivalents	75	12	-	87
Other receivables, net	28,894	-	-	28,894
Due from other Office funds	-	3	(3)	-
Inventories	310	-	-	310
<b>Total assets</b>	<b>\$ 203,624</b>	<b>\$ 15</b>	<b>\$ (3)</b>	<b>203,636</b>
<b>LIABILITIES</b>				
Accounts payable and accrued liabilities	\$ 6,476	\$ -	\$ -	6,476
Intergovernmental payables	729	-	-	729
Due to other Office fiduciary funds	1,222	-	-	1,222
Due to other State fiduciary funds	829	-	-	829
Due to other Office funds	110,247	-	(3)	110,244
Due to other State funds	1,371	-	-	1,371
Due to State of Illinois component units	2	-	-	2
<b>Total liabilities</b>	<b>120,876</b>	<b>-</b>	<b>(3)</b>	<b>120,873</b>
<b>FUND BALANCES (DEFICITS)</b>				
Reserved for inventories	310	-	-	310
Unreserved, undesignated	82,438	15	-	82,453
<b>Total fund balances (deficits)</b>	<b>82,748</b>	<b>15</b>	<b>-</b>	<b>82,763</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 203,624</b>	<b>\$ 15</b>	<b>\$ (3)</b>	<b>203,636</b>

**State of Illinois**

**Office of the Secretary of State**

**Combining Schedule of Revenues,  
Expenditures and Changes in Fund Balance -  
Road Fund**

For the Year Ended June 30, 2007 (Expressed in Thousands)

	Road 0011	Special Advance 1198	Total
<b>REVENUES</b>			
Licenses and fees	838,390	\$ -	838,390
Other	45	-	45
<b>Total revenues</b>	<b>838,435</b>	<b>-</b>	<b>838,435</b>
<b>EXPENDITURES</b>			
General government	125,700	-	125,700
Debt service - principal	7	-	7
Debt service - interest	1	-	1
Capital outlays	869	-	869
<b>Total expenditures</b>	<b>126,577</b>	<b>-</b>	<b>126,577</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>711,858</b>	<b>-</b>	<b>711,858</b>
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>			
Appropriations from State resources	128,689	-	128,689
Lapsed appropriations	(305)	-	(305)
Receipts collected and transmitted to State Treasury	(834,491)	-	(834,491)
<b>Net other sources (uses) of financial resources</b>	<b>(706,107)</b>	<b>-</b>	<b>(706,107)</b>
<b>Net change in fund balances</b>	<b>5,751</b>	<b>-</b>	<b>5,751</b>
<b>Fund balances (deficits), July 1, 2006</b>	<b>78,137</b>	<b>15</b>	<b>78,152</b>
<b>Decrease for changes in inventories</b>	<b>(1,140)</b>	<b>-</b>	<b>(1,140)</b>
<b>FUND BALANCES (DEFICITS), JUNE 30, 2007</b>	<b>82,748</b>	<b>15</b>	<b>82,763</b>

**State of Illinois**  
**Office of the Secretary of State**  
**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2007 (Expressed in Thousands)

	Special Revenue						
	Drivers Education 0031	Lobbyist Registration Administration 0044	Accessible Electronic Information Services 0106	CDLIS/ AAMVA Net Trust 0109	General Assembly Computer Equipment Revolving 0155	Registered Limited Liability Partnership 0167	Secretary of State Federal Projects 0176
\$	-	-	-	-	-	-	-
Unexpended appropriations	-	480	50	532	-	31	97
Cash equity with State Treasurer	-	-	-	-	-	-	-
Cash and cash equivalents	-	-	-	321	-	-	-
Intergovernmental receivables, net	17	-	-	-	-	-	-
Other receivables, net	1,123	7	-	64	-	28	-
Due from other Office funds	-	-	-	-	-	-	-
Due from other State funds	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 1,140</b>	<b>\$ 487</b>	<b>\$ 50</b>	<b>\$ 917</b>	<b>\$ -</b>	<b>\$ 59</b>	<b>\$ 97</b>

**ASSETS**

Unexpended appropriations	-
Cash equity with State Treasurer	480
Cash and cash equivalents	-
Intergovernmental receivables, net	321
Other receivables, net	17
Due from other Office funds	7
Due from other State funds	-
Inventories	-
<b>Total assets</b>	<b>\$ 1,140</b>

**LIABILITIES**

Accounts payable and accrued liabilities	15
Intergovernmental payables	1
Due to other State fiduciary funds	1
Due to other State funds	2
Due to State of Illinois component units	-
Unavailable revenue	-
Deferred revenue	321
<b>Total liabilities</b>	<b>19</b>

**FUND BALANCES (DEFICITS)**

Reserved for encumbrances	10
Reserved for inventories	-
Unreserved, undesignated	468
<b>Total fund balances</b>	<b>488</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 487</b>

**State of Illinois**  
**Office of the Secretary of State**  
**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2007 (Expressed in Thousands)

	Violence Prevention 0184	Secretary of State Special License Plate 0185	Securities Investors Education 0292	Intergency Grant 0295	Family Financial Responsibility 0322	Motor Vehicle Review Board 0323	Securities Audit and Enforcement 0362
\$	-	-	-	-	-	-	-
	-	2,650	1,363	906	17	308	12,577
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	52
	-	602	-	-	-	-	56
	-	-	-	7	-	-	-
	-	2,702	-	-	-	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 5,954</b>	<b>\$ 1,363</b>	<b>\$ 913</b>	<b>\$ 17</b>	<b>\$ 308</b>	<b>\$ 12,685</b>

**ASSETS**

Unexpended appropriations							
Cash equity with State Treasurer							
Cash and cash equivalents							
Intergovernmental receivables, net							
Other receivables, net							
Due from other Office funds							
Due from other State funds							
Inventories							
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 5,954</b>	<b>\$ 1,363</b>	<b>\$ 913</b>	<b>\$ 17</b>	<b>\$ 308</b>	<b>\$ 12,685</b>

**LIABILITIES**

Accounts payable and accrued liabilities							
Intergovernmental payables							
Due to other State fiduciary funds							
Due to other State funds							
Due to State of Illinois component units							
Unavailable revenue							
Deferred revenue							
<b>Total liabilities</b>	<b>-</b>	<b>287</b>	<b>3</b>	<b>733</b>	<b>-</b>	<b>16</b>	<b>283</b>

**FUND BALANCES (DEFICITS)**

Reserved for encumbrances							
Reserved for inventories							
Unreserved, undesignated							
<b>Total fund balances</b>	<b>-</b>	<b>5,667</b>	<b>1,360</b>	<b>180</b>	<b>17</b>	<b>292</b>	<b>12,383</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ -</b>	<b>\$ 5,954</b>	<b>\$ 1,363</b>	<b>\$ 913</b>	<b>\$ 17</b>	<b>\$ 308</b>	<b>\$ 12,685</b>



**State of Illinois**  
**Office of the Secretary of State -**  
**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2007 (Expressed in Thousands)

	Special Revenue						
	Department of Business Services Special Operations 0363	Secretary of State Evidence 0374	State College and University Trust 0417	University Grant 0418	Alternative Fuels 0422	Library Services 0470	State Library 0471
<b>ASSETS</b>							
Unexpended appropriations	-	-	-	-	93	-	-
Cash equity with State Treasurer	614	1	-	-	-	47	6
Cash and cash equivalents	-	-	-	-	-	-	-
Intergovernmental receivables, net	-	-	-	-	-	573	-
Other receivables, net	-	-	-	-	-	-	1
Due from other Office funds	299	-	28	-	554	-	-
Due from other State funds	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 913</b>	<b>\$ 1</b>	<b>\$ 28</b>	<b>\$ -</b>	<b>\$ 647</b>	<b>\$ 620</b>	<b>\$ 7</b>
<b>LIABILITIES</b>							
Accounts payable and accrued liabilities	178	-	-	-	-	10	-
Intergovernmental payables	8	-	-	-	25	571	-
Due to other State fiduciary funds	14	-	-	-	-	-	-
Due to other State funds	46	-	-	-	-	-	-
Due to State of Illinois component units	-	-	-	-	-	61	-
Unavailable revenue	-	-	-	-	-	88	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>246</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>25</b>	<b>730</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>							
Reserved for encumbrances	-	-	-	-	67	-	-
Reserved for inventories	-	-	-	-	-	-	-
Unreserved, undesignated	667	1	28	-	555	(110)	7
<b>Total fund balances</b>	<b>667</b>	<b>1</b>	<b>28</b>	<b>-</b>	<b>622</b>	<b>(110)</b>	<b>7</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 913</b>	<b>\$ 1</b>	<b>\$ 28</b>	<b>\$ -</b>	<b>\$ 647</b>	<b>\$ 620</b>	<b>\$ 7</b>

**State of Illinois**  
**Office of the Secretary of State**  
**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2007 (Expressed in Thousands)

	Special Revenue							
	Secretary of State Services 0483	Master Mason 0508	Illinois Fire Fighters' Memorial 0510	Illinois and Michigan Canal 0570	Off Highway Vehicle Trails 0574	Pan Hellenic Trust 0584	Park District Youth Program 0585	
<b>ASSETS</b>								
Unexpended appropriations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Cash equity with State Treasurer	10,595	33	-	52	-	36	9	
Cash and cash equivalents	-	-	-	-	-	-	-	
Intergovernmental receivables, net	-	-	-	-	-	-	-	
Other receivables, net	1,778	7	-	1	36	5	3	
Due from other State funds	22	-	-	-	-	-	-	
Inventories	-	-	-	-	-	-	-	
<b>Total assets</b>	<b>\$ 12,395</b>	<b>\$ 40</b>	<b>\$ -</b>	<b>\$ 53</b>	<b>\$ 36</b>	<b>\$ 41</b>	<b>\$ 12</b>	
<b>LIABILITIES</b>								
Accounts payable and accrued liabilities	\$ 3,845	\$ 25	\$ -	\$ -	\$ -	\$ 7	\$ 5	
Intergovernmental payables	812	-	-	-	-	-	-	
Due to other State fiduciary funds	17	-	-	-	-	-	-	
Due to other State funds	474	-	-	-	-	-	-	
Due to State of Illinois component units	-	-	-	-	-	-	-	
Unavailable revenue	-	-	-	-	-	-	-	
Deferred revenue	-	-	-	-	-	-	-	
<b>Total liabilities</b>	<b>5,148</b>	<b>25</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7</b>	<b>5</b>	
<b>FUND BALANCES (DEFICITS)</b>								
Reserved for encumbrances	-	-	-	-	-	-	3	
Reserved for inventories	-	-	-	-	-	-	-	
Unreserved, undesignated	7,247	15	-	53	36	31	7	
<b>Total fund balances</b>	<b>7,247</b>	<b>15</b>	<b>-</b>	<b>53</b>	<b>36</b>	<b>34</b>	<b>7</b>	
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 12,395</b>	<b>\$ 40</b>	<b>\$ -</b>	<b>\$ 53</b>	<b>\$ 36</b>	<b>\$ 41</b>	<b>\$ 12</b>	

**State of Illinois**  
**Office of the Secretary of State**  
**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2007 (Expressed in Thousands)

	Special Revenue						
	Illinois Route 66 Heritage Project 0594	Police Memorial Committee 0598	Mammogram 0599	Motor Vehicle License Plate 0622	Organ Donor Awareness 0716	Secretary of State DUI Administration 0732	
<b>ASSETS</b>							
Unexpended appropriations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Cash equity with State Treasurer	40	48	52	12,446	47	1,061	
Cash and cash equivalents	-	-	-	-	-	-	
Intergovernmental receivables, net	-	-	-	-	-	-	
Other receivables, net	-	-	-	-	-	-	
Due from other Office funds	8	10	13	1,075	16	131	
Due from other State funds	-	-	-	-	-	-	
Inventories	-	-	-	3,165	-	-	
<b>Total assets</b>	<b>\$ 48</b>	<b>\$ 58</b>	<b>\$ 65</b>	<b>\$ 16,686</b>	<b>\$ 63</b>	<b>\$ 1,192</b>	
<b>LIABILITIES</b>							
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 50	\$ 3,217	\$ 15	\$ 83	
Intergovernmental payables	-	-	-	810	-	1	
Due to other State fiduciary funds	-	-	-	7	-	1	
Due to other State funds	-	-	-	28	-	10	
Due to State of Illinois component units	-	-	-	-	-	-	
Unavailable revenue	-	-	-	-	-	-	
Deferred revenue	-	-	-	-	-	-	
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>50</b>	<b>4,062</b>	<b>15</b>	<b>95</b>	
<b>FUND BALANCES (DEFICITS)</b>							
Reserved for encumbrances	-	-	-	621	-	3	
Reserved for inventories	-	-	-	3,165	-	-	
Unreserved, undesignated	48	58	15	8,838	48	1,094	
<b>Total fund balances</b>	<b>48</b>	<b>58</b>	<b>15</b>	<b>12,624</b>	<b>48</b>	<b>1,097</b>	
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 48</b>	<b>\$ 58</b>	<b>\$ 65</b>	<b>\$ 16,686</b>	<b>\$ 63</b>	<b>\$ 1,192</b>	

**State of Illinois**  
**Office of the Secretary of State**  
**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2007 (Expressed in Thousands)

	Chicago and Northeast Illinois District Council of Carpenters 0756	Secretary of State DUI 0758	Secretary of State Police Services 0759	Marine Corps Scholarship 0760	Pet Overpopulation Control 0764
<b>ASSETS</b>					
Unexpended appropriations	-	-	-	-	-
Cash equity with State Treasurer	-	47	8	27	-
Cash and cash equivalents	-	-	-	-	-
Intergovernmental receivables, net	-	-	-	-	-
Other receivables, net	-	-	-	-	-
Due from other Office funds	-	1	4	6	-
Due from other State funds	-	-	-	-	-
Inventories	-	-	-	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 48</b>	<b>\$ 12</b>	<b>\$ 33</b>	<b>\$ -</b>
<b>LIABILITIES</b>					
Accounts payable and accrued liabilities	-	-	1	-	-
Intergovernmental payables	-	-	-	-	-
Due to other State fiduciary funds	-	-	-	-	-
Due to other State funds	-	-	-	-	-
Due to State of Illinois component units	-	-	-	-	-
Unavailable revenue	-	-	-	-	-
Deferred revenue	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>					
Reserved for encumbrances	-	-	1	-	-
Reserved for inventories	-	-	-	-	-
Unreserved, undesignated	-	48	10	33	-
<b>Total fund balances</b>	<b>-</b>	<b>48</b>	<b>11</b>	<b>33</b>	<b>-</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ -</b>	<b>\$ 48</b>	<b>\$ 12</b>	<b>\$ 33</b>	<b>\$ -</b>

**State of Illinois**  
**Office of the Secretary of State**  
**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2007 (Expressed in Thousands)

		Special Revenue				
		State Parking Facility Maintenance 0782	Cycle Rider Safety Training 0863	Secretary of State Grant 0948	Vehicle Inspection 0963	Secretary of State Antique Vehicle Show 1390
<b>ASSETS</b>						
Unexpended appropriations	\$	-	-	-	-	-
Cash equity with State Treasurer				548	127	-
Cash and cash equivalents						12
Intergovernmental receivables, net						
Other receivables, net		18				
Due from other Office funds			431			
Due from other State funds						
Inventories						
<b>Total assets</b>	<b>\$</b>	<b>18</b>	<b>\$ 431</b>	<b>\$ 548</b>	<b>\$ 127</b>	<b>\$ 12</b>
<b>LIABILITIES</b>						
Accounts payable and accrued liabilities	\$	-	-	-	-	-
Intergovernmental payables					93	-
Due to other State fiduciary funds					5	-
Due to other State funds					8	-
Due to State of Illinois component units					22	-
Unavailable revenue						
Deferred revenue				43		
<b>Total liabilities</b>				<b>43</b>	<b>128</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>						
Reserved for encumbrances						
Reserved for inventories						
Unreserved, undesignated		18	431	505	(1)	12
<b>Total fund balances</b>	<b>\$</b>	<b>18</b>	<b>\$ 431</b>	<b>\$ 548</b>	<b>\$ (1)</b>	<b>\$ 12</b>
<b>Total liabilities and fund balances (deficits)</b>				<b>\$ 548</b>	<b>\$ 127</b>	<b>\$ 12</b>

**State of Illinois**  
**Office of the Secretary of State**  
**Combining Balance Sheet -**  
**Non-major Governmental Funds**  
 June 30, 2007 (Expressed in Thousands)

	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Total</u>
	<u>0141</u>	<u>General</u>	
		<u>Obligation</u>	
		<u>Bond</u>	
		<u>Retirement</u>	
		<u>and Interest</u>	
		<u>0101</u>	
<b>ASSETS</b>			
Unexpended appropriations	\$ 485	\$ -	\$ 705
Cash equity with State Treasurer	-	-	44,728
Cash and cash equivalents	-	-	12
Intergovernmental receivables, net	-	-	894
Other receivables, net	-	-	88
Due from other Office funds	-	-	6,286
Due from other State funds	-	-	29
Inventories	-	-	5,867
<b>Total assets</b>	<b>\$ 485</b>	<b>\$ -</b>	<b>\$ 58,609</b>
<b>LIABILITIES</b>			
Accounts payable and accrued liabilities	\$ 393	\$ -	\$ 8,682
Intergovernmental payables	-	-	2,251
Due to other State fiduciary funds	-	-	79
Due to other State funds	-	-	1,196
Due to State of Illinois component units	-	-	61
Unavailable revenue	-	-	409
Deferred revenue	-	-	111
<b>Total liabilities</b>	<b>393</b>	<b>-</b>	<b>12,789</b>
<b>FUND BALANCES (DEFICITS)</b>			
Reserved for encumbrances	92	-	1,272
Reserved for inventories	-	-	5,867
Unreserved, undesignated	-	-	38,681
<b>Total fund balances</b>	<b>92</b>	<b>-</b>	<b>45,820</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 485</b>	<b>\$ -</b>	<b>\$ 58,609</b>

State of Illinois  
Office of the Secretary of State

Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds

For the Year Ended June 30, 2007 (Expressed in Thousands)

	Special Revenue										
	Drivers Education 0031	Lobbyist Registration Administration 0044	Accessible Electronic Information Services 0106	CDJIS/ AAMVA Net Trust 0109	General Assembly Computer Equipment Revolving 0155	Registered Limited Liability Partnership 0167	Secretary of State Federal Projects 0176				
<b>REVENUES</b>											
Federal government license and fees	\$ -	\$ -	\$ -	\$ 120	\$ -	\$ -	\$ -				45
Interest and other investment income	11,861	613	-	710	-	425	-				38
Other charges for services	-	-	-	-	-	-	-				-
Other revenues	-	31	-	-	-	-	-				-
Other operating grants	-	-	-	-	-	-	-				-
Total revenues	11,861	644	-	830	-	425	-				83
<b>EXPENDITURES</b>											
General government	-	462	30	512	-	114	-				87
Debt service - principal	-	-	-	-	-	-	-				-
Capital outlays	-	-	-	111	-	-	-				-
Total expenditures	-	462	30	623	-	114	-				87
Excess (deficiency) of revenues over (under) expenditures	11,861	182	(30)	207	-	311	(4)				
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>											
Appropriations from State resources	-	-	-	-	-	-	-				-
Reappropriation to future year(s)	-	-	-	-	-	-	-				-
Lapsed appropriations	(11,826)	-	-	-	-	-	-				-
Receipts collected and transmitted to State Treasury	-	-	40	-	-	-	-				-
Transfers-in	-	(151)	-	(86)	-	(555)	-				-
Transfers-out	-	-	-	-	(4)	-	-				-
Transfers of administration of funds to other State agencies	-	-	-	-	-	-	-				-
Net other sources (uses) of financial resources	(11,826)	(151)	40	(86)	(4)	(555)	-				-
Net change in fund balances	35	31	10	121	(4)	(244)	(4)				
Fund balances (deficits), July 1, 2006	1,105	437	40	399	4	303	23				
Increase (decrease) for changes in inventories	-	-	-	-	-	-	-				-
<b>FUND BALANCES (DEFICITS), JUNE 30, 2007</b>	\$ 1,140	\$ 468	\$ 50	\$ 520	\$ -	\$ 59	\$ 19				

**State of Illinois**  
**Office of the Secretary of State**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Non-major Governmental Funds**  
For the Year Ended June 30, 2007 (Expressed in Thousands)

	Violence Prevention 0184	Secretary of State License Plate 0185	Securities Investors Education 0292	Intergency Grant 0295	Family Financial Responsibility 0322	Motor Vehicle Review Board 0323	Securities Audit and Enforcement 0362
<b>REVENUES</b>							
Federal government	-	-	-	4	-	-	-
License and fees	-	5,211	1,371	-	1	317	13,042
Interest and other investment income	-	-	-	-	-	-	510
Other charges for services	-	-	-	-	-	-	-
Other revenues	-	-	-	269	-	-	-
Other operating grants	-	-	-	-	-	-	-
<b>Total revenues</b>	-	<b>5,211</b>	<b>1,371</b>	<b>273</b>	<b>1</b>	<b>317</b>	<b>13,552</b>
<b>EXPENDITURES</b>							
General government	-	6,399	209	42	-	430	6,700
Debt service - principal	-	-	-	-	-	-	8
Capital outlays	-	-	-	24	-	-	150
<b>Total expenditures</b>	-	<b>6,399</b>	<b>209</b>	<b>66</b>	-	<b>430</b>	<b>6,858</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	<b>(1,188)</b>	<b>1,162</b>	<b>207</b>	<b>1</b>	<b>(113)</b>	<b>6,694</b>
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>							
Appropriations from State resources	-	-	-	-	-	-	-
Reappropriation to future year(s)	-	-	-	-	-	-	-
Lapsed appropriations	-	-	-	-	-	-	-
Receipts collected and transmitted to State Treasury	-	-	-	-	-	-	-
Transfers-in	-	-	-	-	-	-	-
Transfers-out	(60)	-	(176)	-	-	(101)	(2,023)
Transfers of administration of funds to other State agencies	-	-	-	-	-	-	-
<b>Net other sources (uses) of financial resources</b>	<b>(60)</b>	<b>-</b>	<b>(176)</b>	<b>-</b>	<b>-</b>	<b>(101)</b>	<b>(2,023)</b>
<b>Net change in fund balances</b>	<b>(60)</b>	<b>(1,188)</b>	<b>986</b>	<b>207</b>	<b>1</b>	<b>(214)</b>	<b>4,671</b>
Fund balances (deficits), July 1, 2006	60	5,221	374	(27)	16	506	7,731
Increase (decrease) for changes in inventories	-	1,634	-	-	-	-	-
<b>FUND BALANCES (DEFICITS), JUNE 30, 2007</b>	<b>\$ -</b>	<b>\$ 5,667</b>	<b>\$ 1,360</b>	<b>\$ 180</b>	<b>\$ 17</b>	<b>\$ 292</b>	<b>\$ 12,402</b>



State of Illinois

Office of the Secretary of State

Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds

For the Year Ended June 30, 2007 (Expressed in Thousands)

	Special Revenue						
	Department of Business Services Special Operations 0363	Secretary of State Evidence 0374	State College and University Trust 0417	University Grant 0418	Alternative Fuels 0422	Library Services 0470	State Library 0471
<b>REVENUES</b>							
Federal government	-	-	-	-	-	-	-
License and fees	7,868	-	231	-	1,771	-	-
Interest and other investment income	-	-	-	-	-	-	-
Other charges for services	-	-	-	-	-	-	-
Other revenues	-	2	-	-	-	-	2
Other operating grants	-	-	-	-	-	-	6
Total revenues	7,868	2	231	-	1,771	5,710	8
<b>EXPENDITURES</b>							
General government	3,739	-	-	-	154	5,714	-
Debt service - principal	-	-	-	-	-	-	-
Capital outlays	14	-	-	-	-	96	12
Total expenditures	3,753	-	-	-	154	5,810	12
Excess (deficiency) of revenues over (under) expenditures	4,115	(5)	231	-	1,617	(100)	(4)
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>							
Appropriations from State resources	-	-	-	-	225	-	-
Reappropriation to future year(s)	-	-	-	-	-	-	-
Lapsed appropriations	-	-	-	-	(3)	-	-
Receipts collected and transmitted to State Treasury	-	-	(230)	-	(1,699)	-	-
Transfers-in	-	-	-	-	-	-	-
Transfers-out	(8,890)	-	-	-	-	-	-
Transfers of administration of funds to other State agencies	-	-	-	(6)	-	-	-
Net other sources (uses) of financial resources	(8,890)	-	(230)	(6)	(1,477)	-	-
Net change in fund balances	(4,775)	(5)	1	(6)	140	(100)	(4)
Fund balances (deficits), July 1, 2006	5,442	6	27	6	482	(10)	11
Increase (decrease) for changes in inventories	-	-	-	-	-	-	-
<b>FUND BALANCES (DEFICITS), JUNE 30, 2007</b>	\$ 667	\$ 1	\$ 28	\$ -	\$ 622	\$ (110)	\$ 7

State of Illinois  
Office of the Secretary of State

Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds

For the Year Ended June 30, 2007 (Expressed in Thousands)

	Special Revenue						
	Secretary of State Special Services 0483	Master Mason 0508	Illinois Fire Fighters' Memorial 0510	Illinois and Michigan Canal 0570	Off Highway Vehicle Trails 0574	Pan Hellenic Trust 0584	Park District Youth Program 0585
<b>REVENUES</b>							
Federal government license and fees	\$ 143	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest and other investment income	23,754	44	-	9	438	24	21
Other charges for services	-	-	-	-	-	-	-
Other revenues	-	-	-	-	-	-	-
Other operating grants	-	-	-	-	-	-	-
Total revenues	23,897	44	-	9	438	24	21
<b>EXPENDITURES</b>							
General government	25,582	50	-	-	-	7	18
Debt service - principal	-	-	-	-	-	-	-
Capital outlays	19	-	-	-	-	-	-
Total expenditures	25,601	50	-	-	-	7	18
Excess (deficiency) of revenues over (under) expenditures	(1,704)	(6)	-	9	438	17	3
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>							
Appropriations from State resources	-	-	-	-	-	-	-
Reappropriation to future year(s)	-	-	-	-	-	-	-
Lapsed appropriations	-	-	-	-	(441)	-	-
Receipts collected and transmitted to State Treasury	-	-	-	-	-	-	-
Transfers-in	-	-	-	-	-	-	-
Transfers-out	-	-	(45)	-	-	-	-
Transfers of administration of funds to other State agencies	-	-	-	-	-	-	-
Net other sources (uses) of financial resources	-	-	(45)	-	(441)	-	-
Net change in fund balances	(1,704)	(6)	(45)	9	(3)	17	3
Fund balances (deficits), July 1, 2006	8,951	21	45	44	39	17	4
Increase (decrease) for changes in inventories	-	-	-	-	-	-	-
<b>FUND BALANCES (DEFICITS), JUNE 30, 2007</b>	\$ 7,247	\$ 15	\$ -	\$ 53	\$ 36	\$ 34	\$ 7

State of Illinois  
Office of the Secretary of State

Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds

For the Year Ended June 30, 2007 (Expressed in Thousands)

	Special Revenue						
	Illinois Route 66 Heritage Project 0594	Police Memorial Committee 0598	Mammogram 0599	Motor Vehicle License Plate 0622	Organ Donor Awareness 0716	Secretary of State DUI Administration 0732	
<b>REVENUES</b>							
Federal government License and fees	\$ 64	\$ 89	\$ 113	\$ 11,585	\$ 140	\$ 1,375	
Interest and other investment income	-	-	-	-	-	-	
Other charges for services	-	-	-	-	-	-	
Other revenues	-	-	-	-	-	-	
Other operating grants	-	-	-	-	-	-	
Total revenues	64	89	113	11,585	140	1,375	
<b>EXPENDITURES</b>							
General government	30	75	110	11,084	125	1,424	
Debt service - principal	-	-	-	-	-	-	
Capital outlays	-	-	-	24	-	-	
Total expenditures	30	75	110	11,108	125	1,424	
Excess (deficiency) of revenues over (under) expenditures	34	14	3	477	15	(49)	
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>							
Appropriations from State resources	-	-	-	-	-	-	
Reappropriation to future year(s)	-	-	-	-	-	-	
Lapsed appropriations	-	-	-	-	-	-	
Receipts collected and transmitted to State Treasury	-	-	-	-	-	-	
Transfers-in	-	-	-	-	-	-	
Transfers-out	-	-	-	-	-	-	
Transfers of administration of funds to other State agencies	-	-	-	-	-	-	
Net other sources (uses) of financial resources	-	-	-	-	-	-	
Net change in fund balances	34	14	3	477	15	(49)	
Fund balances (deficits), July 1, 2006	14	44	12	10,046	33	1,146	
Increase (decrease) for changes in inventories	-	-	-	2,101	-	-	
<b>FUND BALANCES (DEFICITS), JUNE 30, 2007</b>	\$ 48 \$	58 \$	15 \$	12,624 \$	48 \$	1,097	

State of Illinois  
Office of the Secretary of State  
**Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds**  
For the Year Ended June 30, 2007 (Expressed in Thousands)

	Chicago and Northeast Illinois District Council of Carpenters 0756	Secretary of State DUI 0758	Secretary of State Police Services 0759	Marine Corps Scholarship 0760	Pet Overpopulation Control 0764
<b>REVENUES</b>					
Federal government	-	-	-	-	-
License and fees	-	-	55	45	-
Interest and other investment income	-	-	-	-	-
Other charges for services	-	17	-	-	-
Other revenues	-	-	-	-	-
Other operating grants	-	-	-	-	-
Total revenues	-	17	55	45	-
<b>EXPENDITURES</b>					
General government	-	-	68	30	-
Debt service - principal	-	-	-	-	-
Capital outlays	-	-	-	-	-
Total expenditures	-	3	68	30	-
Excess (deficiency) of revenues over (under) expenditures	-	14	(13)	15	-
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>					
Appropriations from State resources	-	-	-	-	-
Reappropriation to future year(s)	-	-	-	-	-
Lapsed appropriations	-	-	-	-	-
Receipts collected and transmitted to State Treasury	-	-	-	-	-
Transfers-in	-	-	-	-	-
Transfers-out	-	-	-	-	-
Transfers of administration of funds to other State agencies	(3)	-	-	-	(193)
Net other sources (uses) of financial resources	(3)	-	-	-	(193)
Net change in fund balances	(3)	14	(13)	15	(193)
Fund balances (deficits), July 1, 2006	3	-	24	18	193
Increase (decrease) for changes in inventories	-	-	-	-	-
<b>FUND BALANCES (DEFICITS), JUNE 30, 2007</b>	-	46	11	33	-

**State of Illinois**  
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**Combining Statement of Revenues,**  
**Expenditures and Changes in Fund Balance -**  
**Non-major Governmental Funds**  
For the Year Ended June 30, 2007 (Expressed in Thousands)

	Special Revenue				
	State Parking Facility Maintenance 0782	Cycle Rider Safety Training 0863	Secretary of State Grant 0948	Vehicle Inspection 0963	Secretary of State Antique Vehicle Show 1390
<b>REVENUES</b>					
Federal government					
License and fees	24	4,049			25
Interest and other investment income					
Other charges for services					
Other revenues					
Other operating grants			183		
<b>Total revenues</b>	<b>24</b>	<b>4,049</b>	<b>183</b>		<b>25</b>
<b>EXPENDITURES</b>					
General government			183	2,749	13
Debt service - principal					
Capital outlays					
<b>Total expenditures</b>			<b>183</b>	<b>2,749</b>	<b>13</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>24</b>	<b>4,049</b>		<b>(2,749)</b>	<b>12</b>
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>					
Appropriations from State resources	40			2,897	
Reappropriation to future year(s)	(40)			(148)	
Lapsed appropriations	(6)	(3,873)			
Receipts collected and transmitted to State Treasury					
Transfers-in					
Transfers-out					
Transfers of administration of funds to other State agencies					
<b>Net other sources (uses) of financial resources</b>	<b>(6)</b>	<b>(3,873)</b>		<b>2,749</b>	
<b>Net change in fund balances</b>	<b>18</b>	<b>176</b>			<b>12</b>
Fund balances (deficits), July 1, 2006		255	505	(1)	
Increase (decrease) for changes in inventories					
<b>FUND BALANCES (DEFICITS), JUNE 30, 2007</b>	<b>\$ 18</b>	<b>\$ 431</b>	<b>\$ 505</b>	<b>\$ (1)</b>	<b>\$ 12</b>

State of Illinois  
Office of the Secretary of State

Combining Statement of Revenues,  
Expenditures and Changes in Fund Balance -  
Non-major Governmental Funds

For the Year Ended June 30, 2007 (Expressed in Thousands)

	Capital Projects 0141	Debt Service General Obligation Bond Retirement and Interest 0101	Total
<b>REVENUES</b>			
Federal government	-	\$ -	\$ 6,022
License and fees	-	17	85,330
Interest and other investment income	-	-	510
Other charges for services	-	-	19
Other revenues	-	-	308
Other operating grants	-	-	183
Total revenues	-	17	92,372
<b>EXPENDITURES</b>			
General government	652	-	66,802
Debt service - principal	-	-	8
Capital outlays	235	-	685
Total expenditures	887	-	67,495
Excess (deficiency) of revenues over (under) expenditures	(887)	17	24,877
<b>OTHER SOURCES (USES) OF FINANCIAL RESOURCES</b>			
Appropriations from State resources	1,100	-	4,262
Reappropriation to future year(s)	(99)	-	(99)
Lapsed appropriations	(18)	-	(208)
Receipts collected and transmitted to State Treasury	-	(23)	(18,098)
Transfers-in	-	-	40
Transfers-out	-	-	(11,982)
Transfers of administration of funds to other State agencies	-	-	(311)
Net other sources (uses) of financial resources	983	(23)	(26,397)
Net change in fund balances	96	(6)	(1,520)
Fund balances (deficits), July 1, 2006	(4)	6	43,605
Increase (decrease) for changes in inventories	-	-	3,735
<b>FUND BALANCES (DEFICITS), JUNE 30, 2007</b>	\$ 92	\$ -	\$ 45,820

**State of Illinois**  
**Office of the Secretary of State**

**Combining Statement of Fiduciary Net Assets -  
Agency Funds**

June 30, 2007 (Expressed in Thousands)

	Safety Responsibility 0436	International Registration Plan 0890	Go-Back 1110	Safekeeping 1344	Total
<b>ASSETS</b>					
Cash equity with State Treasurer	\$ 1,631	\$ 1,324	\$ -	\$ -	\$ 2,955
Cash and cash equivalents	-	-	-	147	147
Investments	-	-	-	2,079	2,079
Other receivables, net	-	20	-	-	20
Due from other Office funds	45	1,177	-	-	1,222
<b>Total assets</b>	<b>\$ 1,676</b>	<b>\$ 2,521</b>	<b>\$ -</b>	<b>\$ 2,226</b>	<b>\$ 6,423</b>
<b>LIABILITIES</b>					
Other liabilities	\$ 1,676	\$ 2,521	\$ -	\$ 2,226	\$ 6,423
<b>Total liabilities</b>	<b>\$ 1,676</b>	<b>\$ 2,521</b>	<b>\$ -</b>	<b>\$ 2,226</b>	<b>\$ 6,423</b>

State of Illinois  
Office of the Secretary of State

**Combining Statement of Changes in Assets and Liabilities -  
Agency Funds**

For the Year Ended June 30, 2007 (Expressed in Thousands)

	Balance at June 30, 2006	Additions	Deletions	Balance at June 30, 2007
<b>Safety Responsibility (0436)</b>				
<b>ASSETS</b>				
Cash equity with State Treasurer	\$ 1,868	\$ 728	\$ 965	\$ 1,631
Due from other Office funds	80	45	80	45
<b>Total assets</b>	<b>\$ 1,948</b>	<b>\$ 773</b>	<b>\$ 1,045</b>	<b>\$ 1,676</b>
<b>LIABILITIES</b>				
Other liabilities	\$ 1,948	\$ 773	\$ 1,045	\$ 1,676
<b>Total liabilities</b>	<b>\$ 1,948</b>	<b>\$ 773</b>	<b>\$ 1,045</b>	<b>\$ 1,676</b>
<b>International Registration Plan (0890)</b>				
<b>ASSETS</b>				
Cash equity with State Treasurer	\$ 5,741	\$ 163,385	\$ 167,802	\$ 1,324
Other receivables, net	21	20	21	20
Due from other Office funds	1,118	1,177	1,118	1,177
<b>Total assets</b>	<b>\$ 6,880</b>	<b>\$ 164,582</b>	<b>\$ 168,941</b>	<b>\$ 2,521</b>
<b>LIABILITIES</b>				
Other liabilities	\$ 6,880	\$ 164,582	\$ 168,941	\$ 2,521
<b>Total liabilities</b>	<b>\$ 6,880</b>	<b>\$ 164,582</b>	<b>\$ 168,941</b>	<b>\$ 2,521</b>
<b>Go-Back (1110)</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ 162	\$ 162	\$ -
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 162</b>	<b>\$ 162</b>	<b>\$ -</b>
<b>LIABILITIES</b>				
Other liabilities	\$ -	\$ 162	\$ 162	\$ -
<b>Total liabilities</b>	<b>\$ -</b>	<b>\$ 162</b>	<b>\$ 162</b>	<b>\$ -</b>
<b>Safekeeping (1344)</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 257	\$ 7	\$ 117	\$ 147
Investments	2,321	2,026	2,268	2,079
<b>Total assets</b>	<b>\$ 2,578</b>	<b>\$ 2,033</b>	<b>\$ 2,385</b>	<b>\$ 2,226</b>
<b>LIABILITIES</b>				
Other liabilities	\$ 2,578	\$ 2,033	\$ 2,385	\$ 2,226
<b>Total liabilities</b>	<b>\$ 2,578</b>	<b>\$ 2,033</b>	<b>\$ 2,385</b>	<b>\$ 2,226</b>
<b>Total - All Agency Funds</b>				
<b>ASSETS</b>				
Cash equity with State Treasurer	\$ 7,609	\$ 164,113	\$ 168,767	\$ 2,955
Cash and cash equivalents	257	169	279	147
Investments	2,321	2,026	2,268	2,079
Other receivables, net	21	20	21	20
Due from other Office funds	1,198	1,222	1,198	1,222
<b>Total assets</b>	<b>\$ 11,406</b>	<b>\$ 167,550</b>	<b>\$ 172,533</b>	<b>\$ 6,423</b>
<b>LIABILITIES</b>				
Other liabilities	\$ 11,406	\$ 167,550	\$ 172,533	\$ 6,423
<b>Total liabilities</b>	<b>\$ 11,406</b>	<b>\$ 167,550</b>	<b>\$ 172,533</b>	<b>\$ 6,423</b>



STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

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 Expenditures of Federal Awards

- Year Ended June 30, 2007

- Year Ended June 30, 2006

- Notes to Schedule of Expenditures of Federal Awards

- Schedule of Appropriations, Expenditures and Lapsed Balances –

- Operating Group by Fund

- Fiscal Year 2007

- Fiscal Year 2006

- Schedule of Appropriations, Expenditures and Lapsed Balances –

- Total by Fund

- Fiscal Year 2007

- Fiscal Year 2006

- Comparative Schedule of Net Appropriations, Expenditures and Lapsed Balances

- Schedule of Expenditures by Major Object Code

- Comparative Schedule of Receipts, Disbursements, and Fund Balances (Cash Basis) - Locally

- Held Funds

- Schedule of Changes in State Property

- Year Ended June 30, 2007

- Year Ended June 30, 2006

- Comparative Schedule of Cash Receipts - By Department and Source

- Reconciliation Schedule of Cash Receipts by Department, Source and Fund to Deposits Remitted to the State Comptroller

- Year Ended June 30, 2007

- Year Ended June 30, 2006

- Analysis of Significant Variations in Expenditures

- Analysis of Significant Variations in Receipts

- Analysis of Significant Lapse Period Spending

- Year Ended June 30, 2007

- Year Ended June 30, 2006

- Analysis of Cash Receipts (Unaudited)

- Analysis of Accounts Receivable

- Analysis of Operations:

- Agency Functions and Planning Program

- Analysis of Personal Services

- Accounting Revenue Sales Analysis as Reported by Vehicle Services and Drivers Services  
(Unaudited)

- Emergency Purchases

- Year Ended June 30, 2007

- Year Ended June 30, 2006

- Illinois First Projects

- Service Efforts and Accomplishments (Unaudited)

- Statistical Highlights

The auditors' report that covers the Supplementary Information for State Compliance Purposes presented in the Compliance Report Section states that it has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in the auditors' opinion, except for that portion marked "unaudited," on which they express no opinion, it is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2007  
(Expressed in Thousands)

<u>Federal Grantor/Pass-Through Grantor /Program Title</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>	<u>Amount Provided to Subrecipients</u>
Elections Assistance Commission:			
Pass-Through the Illinois State Board of Elections:			
Help America Vote Act Requirements Payments	90.401	\$ -	\$ -
U.S. Department of Homeland Security:			
Pass-Through the IL Emergency Management Agency:			
Law Enforcement Terrorism Prevention Program	97.074	147	-
U.S. Department of Transportation:			
Direct Program:			
Motor Carrier Safety (Social Sec. Online Verification)	20.217	1	-
Commercial Drive License State Program (CDL Testing, Off-site Testing)	20.232	485	
Institute of Museum and Library Services:			
Direct Program:			
Grants to States (State Library Program)	45.310	5,492	4,055
National Leadership Grants	45.312	295	263
Total Expenditure of Federal Awards		\$ <u>6,420</u>	\$ <u>4,318</u>

See accompanying notes to this schedule.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2006  
(Expressed in Thousands)

<u>Federal Grantor/Pass-Through Grantor /Program Title</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>	<u>Amount Provided to Subrecipients</u>
Elections Assistance Commission:			
Pass-Through the Illinois State Board of Elections:			
Help America Vote Act Requirements Payment	90.401	\$ 109	\$ -
U.S. Department of Homeland Security:			
Pass-Through the IL Emergency Management Agency:			
State Domestic Preparedness Equipment Support Program (I-CLEAR; Capitol Security)	97.004	330	-
U.S. Department of Transportation:			
Direct Program:			
Motor Carrier Safety (Social Sec. Online Verification)	20.217	44	-
Institute of Museum and Library Services:			
Direct Program:			
Grants to States (State Library Program)	45.310	6,421	4,863
National Leadership	45.312	125	81
National Endowment of the Humanities:			
Direct Program:			
Promotion of the Humanities Public Programs (Hamilton, Lewis & Clark)	45.164	3	-
Library of Congress:			
Direct Program:			
Books for the Blind & Physically Handicapped	42.001	1	-

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2006  
(Expressed in Thousands)

<u>Federal Grantor/Pass-Through Grantor /Program Title</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>	<u>Amount Provided to Subrecipients</u>
U.S. Department of Justice:			
Pass-Through the Criminal Justice Information Authority:			
Edward Byrne Memorial Formula Grant Program			
(Livescan Equipment)	16.579	\$ 18	\$ -
<b>Total Expenditures of Federal Awards</b>		<b>\$ 7,051</b>	<b>\$ 4,944</b>

See accompanying notes to this schedule.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

NOTES TO EXPENDITURES OF FEDERAL AWARDS

Years Ended June 30, 2007 and 2006

1. GENERAL

The accompanying Schedules of Expenditures of Federal Awards presents the Federal award programs of the Office of the Secretary of State. The reporting entity for the Office is defined in Note 2 of the notes to the Office's financial statements. The Schedules of Expenditures of Federal Awards include the expenditure of awards received directly from Federal agencies and awards passed through other State and local agencies.

The Schedules of Expenditures of Federal Awards were prepared for State compliance purposes only. A separate single audit of the Office of the Secretary of State was not conducted. A separate single audit of the entire State of Illinois (which includes the Office of the Secretary of State) was performed and released under separate cover.

2. BASIS OF ACCOUNTING

The Schedules of Expenditures of Federal Awards have been prepared in accordance with accounting principles generally accepted in the United States of America on the modified accrual basis of accounting as prescribed in pronouncements issued by the Governmental Accounting Standards Board.

3. INDIRECT COSTS

The Office does not claim indirect cost reimbursements for any of its federal award programs. Consequently, the Office does not have an indirect cost rate established for allocating indirect costs to federal award programs.

4. DESCRIPTION OF SIGNIFICANT FEDERAL AWARD PROGRAMS

The following is a brief description of the significant programs included in the Schedules of Expenditures of Federal Awards:

A. Election Assistance Commission:

Help America Vote Act Requirements CFDA #90.401 – This grant was received by the Office as a pass-through from the Illinois State Board of Elections. The primary purpose of this grant to the State is to assist the State in complying with the Uniform and Nondiscriminatory Election Technology and Administration Requirements in Title III of the Help America Vote Act (voting systems standards, provisional voting and voting information requirements, computerized statewide voter registration list requirements and requirements for voters who register by mail, etc.). Under this program, the Office's responsibility is to link voter registration databases to drivers' license databases, and to enable the Office to register voters at Driver Services facilities throughout the State.

B. U.S. Department of Homeland Security

State Domestic Preparedness Equipment Support Program CFDA #97.004 - This grant was received by the Office as a pass-through from the Illinois Emergency Management Agency. The program's purpose is to enhance the capacity of State and local first responders to respond to terrorism incidents involving chemical, biological, nuclear, radiological, incendiary, and explosive devices. The program was re-named as the State Homeland Security Grant Program (SHSGP) (97.073). SHSGP is one of the six (6) component programs which have been merged or consolidated into the Homeland Security Grant Program (97.067). The Office received funds from this program to increase security in and around the State Capitol Complex in Springfield, and also to enable electronic portrait images of driver's license and identification card photos to be transmitted directly and instantly to Illinois criminal justice agencies.

Law Enforcement Terrorism Prevention Program CFDA #97.074-

The purpose of this program is to provide State and local law enforcement communities with funds to support the following prevention activities: information sharing to preempt terrorist attacks; target hardening to reduce vulnerability of selected high value targets; recognition and mapping of potential or developing threats; interoperable communications; and, interdiction of terrorists before they can execute a threat or intervention activities that prevent terrorists from executing a threat. The Office received funds from this program to provide funding to the improvised explosive device response team from the Department of Homeland Security. Funds were also received to provide funding to deliver Secretary of State Driver's Licence/Identification portrait images through LEADS to Illinois criminal justice agencies.

C. U.S. Department of Transportation

Motor Carrier Safety CFDA #20.217 - The objective of this program is to protect the public from risks inherent in commercial vehicle operations on the public highways, and to minimize risks involved in moving hazardous materials over public highways. The Office is using this grant to enable instant verification with the Social Security Administration of a driver's social security number before issuing or renewing a driver's license.

Commercial Driver License State Program CFDA #20.232 - The purpose of this program is to help or prevent truck and bus accidents, fatalities, and injuries by requiring drivers to have a single commercial motor vehicle license and by disqualifying drivers who operate commercial motor vehicles in an unsafe manner. The Office uses this grant to purchase, install and maintain automated testing machines for commercial driver license applicants.

D. Institute of Museums and Library Services

Grants to States (State Library Program) CFDA #45.310 - This program primarily provides funding for the purpose of consolidating Federal library services programs. Funding is designed to promote access to learning and information resources in all types of libraries for individuals of all ages; to promote library services that provide all users access to information through State, regional, and international electronic networks; to provide linkages among and between libraries; to promote targeted library services to people of diverse geographic, cultural and socioeconomic backgrounds, to individuals with disabilities, and to people with limited functional literacy or information skills.

National Leadership Grant Program CFDA #45.312 – The purpose of this program is to enhance the quality of library and museum services nationwide and to provide coordination between libraries and museums. The Office has received several grants under this program in FY 2006 and FY 2007, which have been used to support various projects consistent with the program's purpose.

E. National Endowment of the Humanities

Promotion of the Humanities Public Programs CFDA #45.164 – The purpose of these programs is to provide opportunities for the American public to explore human history and culture through humanities programs in museums, historical organizations, libraries, community centers, and other gathering places, as well as on public television and radio. The Office received a grant to promote the bicentennial of the Lewis and Clark expedition west to the Pacific Ocean.

Books for the Blind and Physically Handicapped CFDA #42.001 – The purpose of this program is to provide library service to the blind and physically handicapped residents of the United States and its Territories, and to American citizens living abroad.

F. U.S. Department of Justice

Edward Byrne Memorial Formula Grant Program CFDA #16.579 – This Grant was received by the Office as a pass-through for the Criminal Justice Information Authority. The purpose of the program is to reduce and prevent illegal drug activity, crime, and violence and to improve the functioning of the criminal justice system. The funds are used for the purchase of Live Scan Equipment to improve the fingerprinting process.



STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
APPROPRIATIONS FOR FISCAL YEAR 2007 - OPERATING GROUP BY FUND  
FOURTEEN MONTHS ENDED AUGUST 31, 2007

	Appropriations (Net after Transfers)	Expenditures Through 6/30/2007	Lapse Period Expenditures 7/01 - 8/31/07	Total Expenditures	Reappropriated Balances	Lapsed Balances
<u>Public Act 094-0798</u>						
<u>APPROPRIATED FUNDS</u>						
Executive Group						
General Revenue Fund - 001	\$ 8,452,710	\$ 7,723,013	\$ 523,334	\$ 8,246,347	\$ -	\$ 206,363
Road Fund - 011	2,273,300	2,158,502	81,717	2,240,219	-	33,081
Total Executive Group	10,726,010	9,881,515	605,051	10,486,566	-	239,444
General Administrative Group						
General Revenue Fund - 001	73,493,458	67,906,272	5,379,042	73,285,314	-	208,144
Road Fund - 011	3,422,475	2,586,040	777,132	3,363,172	-	59,303
Motor Fuel Tax Fund - 012	1,000,000	1,000,000	-	1,000,000	-	-
Lobbyist Registration Fund - 044	500,000	443,607	19,393	463,000	-	37,000
Registered Limited Liability Partnership Fund - 167	122,300	113,651	7	113,658	-	8,642
Securities Audit & Enforcement Fund - 362	8,339,900	6,518,912	301,565	6,820,477	-	1,519,423
Department of Business Services Special Operations Fund -363	3,920,300	3,506,083	245,067	3,751,150	-	169,150
Secretary of State Special Services Fund - 483	9,000,000	6,099,005	2,249,340	8,348,345	-	651,655
Total General Administrative Group	99,798,433	88,173,570	8,971,546	97,145,116	-	2,653,317

(CONTINUED)

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
APPROPRIATIONS FOR FISCAL YEAR 2007 - OPERATING GROUP BY FUND - CONTINUED  
FOURTEEN MONTHS ENDED AUGUST 31, 2007

	Appropriations (Net after Transfers)	Expenditures Through 6/30/2007	Lapse Period Expenditures 7/01 - 8/31/07	Total Expenditures	Reappropriated Balances	Lapsed Balances
<b>Motor Vehicle Group</b>						
General Revenue Fund - 001	\$ 18,383,532	\$ 29,103,762	\$ (10,877,760)	\$ 18,226,002	\$ -	\$ 157,530
Road Fund - 011	122,992,925	116,147,014	6,634,125	122,781,139	-	211,786
CDLIS/AAMVAnet Trust Fund - 109	1,063,800	546,686	514,341	1,061,027	-	2,773
Secretary of State Special License Plate Fund - 185	6,608,300	6,064,233	299,628	6,363,861	-	244,439
Motor Vehicle Review Board Fund - 323	537,700	413,961	15,803	429,764	-	107,936
Vehicle Inspection Fund - 963	2,897,100	2,621,643	127,351	2,748,994	-	148,106
<b>Total Motor Vehicle Group</b>	<b>152,483,357</b>	<b>154,897,299</b>	<b>(3,286,512)</b>	<b>151,610,787</b>	<b>-</b>	<b>872,570</b>
<b>Other Groups</b>						
General Revenue Fund - 001	31,035,500	30,221,860	565,967	30,787,827	-	247,673
Other Appropriated Funds	66,601,300	48,766,868	10,681,867	59,448,735	100,000	7,052,565
<b>Total Other Groups</b>	<b>97,636,800</b>	<b>78,988,728</b>	<b>11,247,834</b>	<b>90,236,562</b>	<b>100,000</b>	<b>7,300,238</b>
<b>TOTAL APPROPRIATED FUNDS</b>	<b>\$ 360,644,600</b>	<b>331,941,112</b>	<b>17,537,919</b>	<b>349,479,031</b>	<b>\$ 100,000</b>	<b>\$ 11,065,569</b>

(CONTINUED)

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
APPROPRIATIONS FOR FISCAL YEAR 2007 - OPERATING GROUP BY FUND - CONTINUED  
FOURTEEN MONTHS ENDED AUGUST 31, 2007

	Appropriations (Net after Transfers)	Expenditures Through 6/30/2007	Lapse Period Expenditures 7/01 - 8/31/07	Total Expenditures	Reappropriated Balances	Lapsed Balances
<b>NON-APPROPRIATED FUNDS</b>						
General Administration Group						
Interagency Grant Fund - 295	\$ 343,242	\$ -	\$ -	343,242		
Corporate Franchise Tax Refund - 380		537,750	-	537,750		
<b>Total General Administration Group</b>	<b>880,992</b>	<b>-</b>	<b>-</b>	<b>880,992</b>		
<b>Motor Vehicle Group</b>						
SOS Federal Projects Fund - 176		41,344	-	41,344		
Interagency Grant Fund - 295		1,218,665	258,481	1,477,146		
Safety Responsibility Fund - 436		738,526	23,352	761,878		
Secretary of State International Registration Plan Fund - 890		165,426,482	2,289,090	167,715,572		
<b>Total Motor Vehicle Group</b>		<b>167,425,017</b>	<b>2,570,923</b>	<b>169,995,940</b>		
<b>TOTAL NON-APPROPRIATED FUNDS</b>		<b>168,306,009</b>	<b>2,570,923</b>	<b>170,876,932</b>		
<b>GRAND TOTAL ALL FUNDS</b>	<b>\$ 500,247,121</b>	<b>\$ 20,108,842</b>	<b>\$ 520,355,963</b>			

Note: The above information was taken directly from the records of the State Comptroller, which have been reconciled to those of the Secretary of State.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
APPROPRIATIONS FOR FISCAL YEAR 2006 - OPERATING GROUP BY FUND  
FOURTEEN MONTHS ENDED AUGUST 31, 2006

	Appropriations (Net after Transfers)	Expenditures Through 06/30/06	Lapse Period Expenditures 7/01 - 8/31/06	Total Expenditures	Reappropriated Balances	Lapsed Balances
<u>Public Act 094-0015</u>						
<u>APPROPRIATED FUNDS</u>						
Executive Group						
General Revenue Fund - 001	\$ 9,338,200	\$ 8,298,152	\$ 466,152	\$ 8,764,304	\$ -	\$ 573,896
Road Fund - 011	3,392,400	3,107,060	142,742	3,249,802	-	142,598
Total Executive Group	12,730,600	11,405,212	608,894	12,014,106	-	716,494
General Administrative Group						
General Revenue Fund - 001	72,693,263	64,885,634	4,691,472	69,577,106	-	3,116,157
Road Fund - 011	4,410,700	3,197,876	1,150,723	4,348,599	-	62,101
Motor Fuel Tax Fund - 012	800,000	800,000	-	800,000	-	-
Lobbyist Registration Fund - 044	520,100	360,190	10,156	370,346	-	149,754
Registered Limited Liability Partnership Fund - 167	117,100	105,605	5,339	110,944	-	6,156
Securities Audit & Enforcement Fund - 362	9,000,000	5,640,414	1,131,037	6,771,451	-	2,228,549
Department of Business Services Special Operations Fund - 363	3,920,300	3,288,713	286,054	3,574,767	-	345,533
Secretary of State Special Services Fund - 483	9,000,000	6,379,244	819,305	7,198,549	-	1,801,451
Total General Administrative Group	100,461,463	84,657,676	8,094,086	92,751,762	-	7,709,701

(CONTINUED)

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
APPROPRIATIONS FOR FISCAL YEAR 2006 - OPERATING GROUP BY FUND - CONTINUED  
FOURTEEN MONTHS ENDED AUGUST 31, 2006

	Appropriations (Net after Transfers)	Expenditures Through 06/30/06	Lapse Period Expenditures 7/01 - 8/31/06	Total Expenditures	Reappropriated Balances	Lapsed Balances
<b>Motor Vehicle Group</b>						
General Revenue Fund - 001	\$ 17,083,237	\$ 15,181,347	\$ 756,510	\$ 15,937,857	\$ -	\$ 1,145,380
Road Fund - 011	120,885,600	107,943,811	6,968,877	114,912,688	-	5,972,912
CDLIS/AAMVAnet Trust Fund - 109	1,063,800	510,472	188,181	698,653	-	365,147
Secretary of State Special License Plate Fund - 185	6,608,300	3,752,726	529,928	4,282,654	-	2,325,646
Motor Vehicle Review Board Fund - 323	487,100	383,920	20,427	404,347	-	82,753
Vehicle Inspection Fund - 963	2,736,400	2,352,953	117,124	2,470,077	-	266,323
<b>Total Motor Vehicle Group</b>	<b>148,864,437</b>	<b>130,125,229</b>	<b>8,581,047</b>	<b>138,706,276</b>	<b>-</b>	<b>10,158,161</b>
<b>Other Groups</b>						
General Revenue Fund - 001	32,250,500	29,909,718	1,022,059	30,931,777	-	1,318,723
Other Appropriated Funds	66,267,600	45,896,719	5,602,417	51,499,136	100,000	14,668,464
<b>Total Other Groups</b>	<b>98,518,100</b>	<b>75,806,437</b>	<b>6,624,476</b>	<b>82,430,913</b>	<b>100,000</b>	<b>15,987,187</b>
<b>TOTAL APPROPRIATED FUNDS</b>	<b>\$ 360,574,600</b>	<b>301,994,554</b>	<b>23,908,503</b>	<b>325,903,057</b>	<b>\$ 100,000</b>	<b>\$ 34,571,543</b>

(CONTINUED)

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
APPROPRIATIONS FOR FISCAL YEAR 2006 - OPERATING GROUP BY FUND - CONTINUED  
FOURTEEN MONTHS ENDED AUGUST 31, 2006

	Appropriations (Net after Transfers)	Expenditures Through 06/30/06	Lapse Period Expenditures 7/01 - 8/31/06	Total Expenditures	Reappropriated Balances	Lapsed Balances
<b>NON-APPROPRIATED FUNDS</b>						
General Administration Group						
Interagency Grant Fund - 295	\$ 1,374,044	\$	84,776	\$ 1,458,820		
Corporate Franchise Tax Refund - 380	313,289	-		313,289		
<b>Total General Administration Group</b>	<b>1,687,333</b>		<b>84,776</b>	<b>1,772,109</b>		
Motor Vehicle Group						
SOS Federal Projects Fund - 176	441,286		89,182	530,468		
Interagency Grant Fund - 295	173,629		9,815	183,444		
Safety Responsibility Fund - 436	763,743		10,645	774,388		
Secretary of State International Registration Plan Fund - 890	151,172,667		2,375,425	153,548,092		
<b>Total Motor Vehicle Group</b>	<b>152,551,325</b>		<b>2,485,067</b>	<b>155,036,392</b>		
<b>TOTAL NON-APPROPRIATED FUNDS</b>	<b>154,238,658</b>		<b>2,569,843</b>	<b>156,808,501</b>		
<b>GRAND TOTAL ALL FUNDS</b>	<b>\$ 456,233,212</b>		<b>\$ 26,478,346</b>	<b>\$ 482,711,558</b>		

Note: The above information was taken directly from the records of the State Comptroller, which have been reconciled to those of the Secretary of State.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
APPROPRIATIONS FOR FISCAL YEAR 2007 - TOTAL BY FUND  
FOURTEEN MONTHS ENDED AUGUST 31, 2007

	Appropriations (Net after Transfers)	Expenditures Through 06/30/07	Lapse Period Expenditures 7/01 - 8/31/07	Total Expenditures	Reappropriated Balances	Lapsed Balances
<b>APPROPRIATED FUNDS</b>						
General Revenue Fund - 001	\$ 131,365,200	\$ 134,954,907	(4,409,417)	\$ 130,545,490	\$ -	\$ 819,710
Road Fund - 011	128,688,700	120,891,556	7,492,974	128,384,530	-	304,170
Motor Fuel Tax Fund - 012	1,000,000	1,000,000	-	1,000,000	-	-
Live & Learn Fund - 026	21,244,000	19,220,882	1,718,333	20,939,215	-	304,785
Lobbyist Registration Fund - 044	500,000	443,607	19,393	463,000	-	37,000
Accessible Electronic Information Service Fund - 106	40,000	30,000	10,000	40,000	-	-
CDLIS/AAMVAnet Trust Fund - 109	1,063,800	546,686	514,341	1,061,027	-	2,773
Capital Development Fund - 141	1,100,000	496,906	484,897	981,803	100,000	18,197
Registered Limited Liability Partnership Fund - 167	122,300	113,651	7	113,658	-	8,642
SOS Federal Projects Fund - 176	546,000	34,434	10,161	44,595	-	501,405
Secretary of State Special License Plate Fund - 185	6,658,300	6,114,233	299,628	6,413,861	-	244,439
Securities Investor Education Fund - 292	333,500	203,010	8,002	211,012	-	122,488
Motor Vehicle Review Board Fund - 323	537,700	413,961	15,803	429,764	-	107,936
Securities Audit & Enforcement Fund - 362	8,339,900	6,518,912	301,565	6,820,477	-	1,519,423
Department of Business Services Special Operations Fund - 363	3,920,300	3,506,083	245,067	3,751,150	-	169,150
Secretary of State Evidence Fund - 374	50,000	6,699	165	6,864	-	43,136
Alternative Fuels Fund - 422	225,000	129,125	92,500	221,625	-	3,375
Library Services Fund - 470	8,454,500	5,248,620	570,694	5,819,314	-	2,635,186
State Library Fund - 471	12,000	11,690	237	11,927	-	73

(CONTINUED)

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
APPROPRIATIONS FOR FISCAL YEAR 2007 - TOTAL BY FUND - CONTINUED  
FOURTEEN MONTHS ENDED AUGUST 31, 2007

	Appropriations (Net after Transfers)	Expenditures Through 06/30/07	Lapse Period Expenditures 7/01 - 8/31/07	Total Expenditures	Reappropriated Balances	Lapsed Balances
Secretary of State Special Services Fund - 483	\$ 26,275,800	\$ 20,457,705	\$ 5,147,971	\$ 25,605,676	\$ -	\$ 670,124
Master Mason Fund - 508	50,000	25,000		50,000	-	-
Illinois Pan Hellenic Trust Fund - 584	10,000		10,000	10,000	-	-
Park District Youth Program Fund - 585	15,000	10,000	5,000	15,000	-	-
Illinois Route 66 Heritage Project Fund - 594	30,000	30,000		30,000	-	-
Police Memorial Committee Fund - 598	75,000	75,000		75,000	-	-
Mammogram Fund - 599	110,000	60,000	50,000	110,000	-	-
Motor Vehicle License Plate Fund - 622	13,875,000	7,055,645	4,683,207	11,738,852	-	2,136,148
Organ Donor Awareness Fund - 716	125,000	110,000	15,000	125,000	-	-
Secretary of State DUI Administration Fund - 732	2,090,000	1,329,100	97,876	1,426,976	-	663,024
Chicago and Northeast Illinois District Council Of Carpenters Fund - 756	500					500
Secretary of State Police DUI Fund - 758	50,000	2,322	381	2,703	-	47,297
Secretary of State Police Services Fund - 759	70,000	66,858	1,783	68,641	-	1,359
U.S. Marine Corps Scholarship Fund - 760	30,000	30,000		30,000	-	-
State Parking Facility Maintenance Fund - 782	40,000					40,000
Secretary of State Grant Fund - 948	700,000	182,877		182,877	-	517,123
Vehicle Inspection Fund - 963	2,897,100	2,621,643	127,351	2,748,994	-	148,106
<b>TOTAL APPROPRIATED FUNDS</b>	<b>\$ 360,644,600</b>	<b>331,941,112</b>	<b>17,537,919</b>	<b>349,479,031</b>	<b>\$ 100,000</b>	<b>\$ 11,065,569</b>

(CONTINUED)



STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
APPROPRIATIONS FOR FISCAL YEAR 2007 - TOTAL BY FUND - CONTINUED  
FOURTEEN MONTHS ENDED AUGUST 31, 2007

	Appropriations (Net after Transfers)	Expenditures Through 06/30/07	Lapse Period Expenditures 7/01 - 8/31/07	Total Expenditures	Reappropriated	Lapsed
					Balances	Balances
<b>NON-APPROPRIATED FUNDS</b>						
SOS Federal Projects Fund - 176	\$ 41,344	\$ -	\$ -	41,344		
Interagency Grant Fund - 295	1,561,907	258,481		1,820,388		
Corporate Franchise Tax Refund - 380	537,750	-		537,750		
Safety Responsibility Fund - 436	738,526	23,352		761,878		
Secretary of State International Registration Plan Fund - 890	165,426,482	2,289,090		167,715,572		
	<u>168,306,009</u>	<u>2,570,923</u>		<u>170,876,932</u>		
<b>TOTAL NON-APPROPRIATED FUNDS</b>						
	\$ <u>500,247,121</u>	\$ <u>20,108,842</u>		\$ <u>520,355,963</u>		
<b>GRAND TOTAL</b>						

Note: The above information was taken directly from the records of the State Comptroller, which have been reconciled to those of the Secretary of State.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
APPROPRIATIONS FOR FISCAL YEAR 2006 - TOTAL BY FUND  
FOURTEEN MONTHS ENDED AUGUST 31, 2006

	Appropriations (Net after Transfers)	Expenditures Through 06/30/06	Lapse Period		Total Expenditures	Reappropriated Balances	Lapsed Balances
			Expenditures 7/01 - 8/31/06	Expenditures			
<b>APPROPRIATED FUNDS</b>							
General Revenue Fund - 001	\$ 131,365,200	\$ 118,274,851	\$ 6,936,193	\$ 125,211,044	\$ -	\$ 6,154,156	
Road Fund - 011	128,688,700	114,248,747	8,262,342	122,511,089	-	6,177,611	
Motor Fuel Tax Fund - 012	800,000	800,000	-	800,000	-	-	
Live & Learn Fund - 026	20,924,000	18,727,209	1,854,293	20,581,502	-	342,498	
Lobbyist Registration Fund - 044	520,100	360,190	10,156	370,346	-	149,754	
Accessible Electronic Information Service Fund - 106	40,000	-	-	-	-	40,000	
CDLIS/AAMVAnet Trust Fund - 109	1,063,800	510,472	188,181	698,653	-	365,147	
Capital Development Fund - 141	1,225,000	486,635	632,649	1,119,284	100,000	5,716	
Registered Limited Liability Partnership Fund - 167	117,100	105,605	5,339	110,944	-	6,156	
SOS Federal Projects Fund - 176	125,000	39,646	5,326	44,972	-	80,028	
Secretary of State Special License Plate Fund - 185	6,658,300	3,802,726	529,928	4,332,654	-	2,325,646	
Securities Investor Education Fund - 292	657,100	404,478	205,681	610,159	-	46,941	
Motor Vehicle Review Board Fund - 323	487,100	383,920	20,427	404,347	-	82,753	
Securities Audit & Enforcement Fund - 362	9,000,000	5,640,414	1,131,037	6,771,451	-	2,228,549	
Department of Business Services Special Operations Fund - 363	3,920,300	3,288,713	286,054	3,574,767	-	345,533	
Secretary of State Evidence Fund - 374	100,000	25,983	1,512	27,495	-	72,505	
Alternative Fuels Fund - 422	225,000	120,974	36,157	157,131	-	67,869	
Library Services Fund - 470	8,454,500	5,691,833	914,324	6,606,157	-	1,848,343	
State Library Fund - 471	20,000	4,542	-	4,542	-	15,458	

(CONTINUED)

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
APPROPRIATIONS FOR FISCAL YEAR 2006 - TOTAL BY FUND - CONTINUED  
FOURTEEN MONTHS ENDED AUGUST 31, 2006

	Appropriations (Net after Transfers)	Expenditures Through 06/30/06	Lapse Period Expenditures 7/01 - 8/31/06	Total Expenditures	Reappropriated Balances	Lapsed Balances
Secretary of State Special Services Fund - 483	\$ 26,126,000	\$ 18,493,554	\$ 1,311,382	\$ 19,804,936	\$ -	\$ 6,321,064
Master Mason Fund - 508	75,000	75,000	-	75,000	-	-
Illinois Pan Hellenic Trust Fund - 584	500	-	-	-	-	500
Park District Youth Program Fund - 585	30,000	26,740	3,260	30,000	-	-
Illinois Route 66 Heritage Project Fund - 594	45,000	45,000	-	45,000	-	-
Police Memorial Committee Fund - 598	80,000	80,000	-	80,000	-	-
Mammogram Fund - 599	160,000	138,068	18,126	156,194	-	3,806
Motor Vehicle License Plate Fund - 622	13,875,000	6,242,089	1,427,277	7,669,366	-	6,205,634
Organ Donor Awareness Fund - 716	200,000	198,560	1,440	200,000	-	-
Secretary of State DUI Administration Fund - 732	2,090,000	1,066,105	844	1,066,949	-	1,023,051
Chicago and Northeast Illinois District Council Of Carpenters Fund - 756	500	-	-	-	-	500
Secretary of State Police DUI Fund - 758	75,000	1,448	6,280	7,728	-	67,272
Secretary of State Police Services Fund - 759	100,000	47,548	2,871	50,419	-	49,581
U.S. Marine Corps Scholarship Fund - 760	30,000	30,000	-	30,000	-	-
Pet Population Control Fund - 764	110,000	-	-	-	-	110,000
State Parking Facility Maintenance Fund - 782	150,000	32,481	-	32,481	-	117,519
Secretary of State Grant Fund - 948	300,000	248,070	300	248,370	-	51,630
Vehicle Inspection Fund - 963	2,736,400	2,352,953	117,124	2,470,077	-	266,323
<b>TOTAL APPROPRIATED FUNDS</b>	<b>\$ 360,574,600</b>	<b>301,994,554</b>	<b>23,908,503</b>	<b>325,903,057</b>	<b>\$ 100,000</b>	<b>\$ 34,571,543</b>

(CONTINUED)

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES  
APPROPRIATIONS FOR FISCAL YEAR 2006 - TOTAL BY FUND - CONTINUED  
FOURTEEN MONTHS ENDED AUGUST 31, 2006

	Appropriations (Net after Transfers)	Expenditures Through 06/30/06	Lapse Period Expenditures 7/01 - 8/31/06	Total Expenditures	Reappropriated Balances	Lapsed Balances
<b>NON-APPROPRIATED FUNDS</b>						
SOS Federal Projects Fund - 176	\$ 441,286	\$ 89,182	\$ 530,468			
Interagency Grant Fund - 295	1,547,673	94,591	1,642,264			
Corporate Franchise Tax Refund - 380	313,289	-	313,289			
Safety Responsibility Fund - 436	763,743	10,645	774,388			
Secretary of State International Registration Plan Fund - 890	151,172,667	2,375,425	153,548,092			
<b>TOTAL NON-APPROPRIATED FUNDS</b>	<b>154,238,658</b>	<b>2,569,843</b>	<b>156,808,501</b>			
<b>GRAND TOTAL</b>	<b>\$ 456,233,212</b>	<b>\$ 26,478,346</b>	<b>\$ 482,711,558</b>			

Note: The above information was taken directly from the records of the State Comptroller, which have been reconciled to those of the Secretary of State.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES

	Fiscal Year		
	2007	2006	2005
	P.A. 94-0798	P.A. 94-0015	P.A. 93-0842
<b>EXECUTIVE GROUP:</b>			
General Revenue Fund - 001:			
Appropriations (Net After Transfers)	\$ 8,452,710	\$ 9,338,200	\$ 8,960,600
Expenditures:			
Personal Services:			
Regular Positions	4,898,485	4,876,714	4,502,961
Employee Retirement Contributions	1,598,863	2,447,662	2,375,556
Extra Help	22,781	31,499	27,704
State Retirement Fund Contributions	567,724	382,788	730,451
Social Security Contributions	354,777	357,792	328,173
Contractual Services	595,582	494,102	333,215
Travel	56,908	61,763	63,247
Printing	33,736	12,525	13,768
Commodities	8,962	20,546	30,944
Equipment	15,068	21,534	13,394
Telecommunications	93,461	57,379	115,659
Total Expenditures	8,246,347	8,764,304	8,535,072
Lapsed Balances	\$ 206,363	\$ 573,896	\$ 425,528
Road Fund - 011:			
Appropriations (Net After Transfers)	\$ 2,273,300	\$ 3,392,400	\$ 3,345,400
Expenditures:			
Employee Retirement Contributions	2,240,219	3,249,802	3,175,534
Lapsed Balances	\$ 33,081	\$ 142,598	\$ 169,866

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007	2006	2005
	<u>P.A. 94-0798</u>	<u>P.A. 94-0015</u>	<u>P.A. 93-0842</u>
<b>Securities Audit and Enforcement Fund - 362:</b>			
Appropriations (Net After Transfers)	\$ -	\$ -	\$ 393,200
Expenditures:			
Personal Services:			
Regular Positions	-	-	267,718
Employee Retirement Contributions	-	-	10,714
Group Insurance Contributions	-	-	47,574
State Retirement Fund Contributions	-	-	43,144
Social Security Contributions	-	-	18,948
Total Expenditures	-	-	388,098
Lapsed Balances	\$ -	\$ -	\$ 5,102
<b>Vehicle Inspection Fund - 963:</b>			
Appropriations (Net After Transfers)	\$ -	\$ -	\$ 47,700
Expenditures:			
Employee Retirement Contributions	-	-	47,373
Lapsed Balances	\$ -	\$ -	\$ 327
<b>EXECUTIVE GROUP TOTALS:</b>			
Appropriations (Net After Transfers)	\$ 10,726,010	12,730,600	\$ 12,746,900
Total Expenditures	10,486,566	12,014,106	12,146,077
Lapsed Balances	\$ 239,444	\$ 716,494	\$ 600,823

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007	2006	2005
	<u>P.A. 94-0798</u>	<u>P.A. 94-0015</u>	<u>P.A. 93-0842</u>
<b>GENERAL ADMINISTRATIVE GROUP:</b>			
General Revenue Fund - 001:			
Appropriations (Net After Transfers)	\$ 73,493,458	\$ 72,693,263	\$ 73,385,601
Expenditures:			
Personal Services:			
Regular Positions	48,192,333	45,658,877	45,257,152
Extra Help	894,041	827,834	710,159
State Retirement Fund Contributions	5,662,406	3,625,515	7,427,498
Social Security Contributions	3,685,629	3,469,312	3,427,463
Contractual Services	11,873,815	12,258,973	11,938,221
Travel	275,158	233,552	225,769
Commodities	975,889	1,011,341	906,816
Printing	660,543	303,478	450,806
Equipment	281,135	1,093,120	1,456,870
Electronic Data Processing	-	244,200	-
Telecommunications	388,582	372,752	390,080
Operation of Auto Equipment	388,051	464,743	412,278
Refund of Fees and Taxes	7,732	13,409	11,671
Total Expenditures	<u>73,285,314</u>	<u>69,577,106</u>	<u>72,614,783</u>
Lapsed Balances	<u>\$ 208,144</u>	<u>\$ 3,116,157</u>	<u>\$ 770,818</u>
Road Fund - 011:			
Appropriations (Net After Transfers)	\$ 3,422,475	\$ 4,410,700	\$ 3,914,400
Expenditures:			
Contractual Services	1,148,275	1,140,200	1,240,200
Electronic Data Processing	-	938,286	-
Refund of Fees and Taxes	2,214,897	2,270,113	2,381,863
Total Expenditures	<u>3,363,172</u>	<u>4,348,599</u>	<u>3,622,063</u>
Lapsed Balances	<u>\$ 59,303</u>	<u>\$ 62,101</u>	<u>\$ 292,337</u>

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007	2006	2005
	<u>P.A. 94-0798</u>	<u>P.A. 94-0015</u>	<u>P.A. 93-0842</u>
<b>Motor Fuel Tax Fund - 012:</b>			
Appropriations (Net After Transfers)	\$ 1,000,000	\$ 800,000	\$ 440,000
Expenditures:			
Contractual Services	1,000,000	800,000	440,000
Lapsed Balances	\$ -	\$ -	\$ -
<b>Lobbyist Registration Administration Fund - 044:</b>			
Appropriations (Net After Transfers)	\$ 500,000	\$ 520,100	\$ 475,100
Expenditures:			
Personal Services:			
Regular Positions	252,766	184,730	244,196
Employee Retirement Contributions	6,363	7,389	9,768
Group Insurance	61,218	45,450	62,962
State Retirement Fund Contributions	29,132	14,394	39,333
Social Security Contributions	20,224	15,068	21,846
Contractual Services	80,330	93,997	48,838
Travel	3,049	4,400	938
Commodities	1,944	342	895
Printing	226	-	917
Equipment	4,129	1,428	3,319
Telecommunications	3,619	3,148	952
Total Expenditures	463,000	370,346	433,964
Lapsed Balances	\$ 37,000	\$ 149,754	\$ 41,136



STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007	2006	2005
	<u>P.A. 94-0798</u>	<u>P.A. 94-0015</u>	<u>P.A. 93-0842</u>
Registered Limited Liability Partnership Fund - 167:			
Appropriations (Net After Transfers)	\$ 122,300	\$ 117,100	\$ 106,300
Expenditures:			
Personal Services:			
Regular Positions	74,713	70,150	60,120
Employee Retirement Contributions	1,865	2,806	2,405
Group Insurance	22,217	26,304	22,201
State Retirement Fund Contributions	8,616	5,468	9,684
Social Security Contributions	5,545	5,115	4,372
Contractual Services	27	45	24
Commodities	613	390	443
Equipment	-	644	-
Telecommunications	62	22	6
Total Expenditures	<u>113,658</u>	<u>110,944</u>	<u>99,255</u>
Lapsed Balances	<u>\$ 8,642</u>	<u>\$ 6,156</u>	<u>\$ 7,045</u>

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007	2006	2005
	<u>P.A. 94-0798</u>	<u>P.A. 94-0015</u>	<u>P.A. 93-0842</u>
Securities Audit and Enforcement Fund - 362:			
Appropriations (Net After Transfers)	\$ 8,339,900	\$ 9,000,000	\$ 5,922,900
Expenditures:			
Personal Services:			
Regular Positions	3,652,805	3,152,597	2,936,210
Employee Retirement Contributions	91,398	123,486	117,913
Extra Help	16,052	10,163	5,349
Group Insurance	809,338	739,247	649,867
State Retirement Fund Contributions	423,113	246,668	474,626
Social Security Contributions	265,160	228,687	204,208
Contractual Services	1,255,004	1,730,818	721,857
Travel	19,420	23,269	30,819
Commodities	14,860	11,099	16,579
Printing	6,720	8,699	6,530
Equipment	70,479	326,793	104,515
Telecommunications	96,196	132,599	79,587
Operation of Auto Equipment	99,932	37,326	16,395
Total Expenditures	<u>6,820,477</u>	<u>6,771,451</u>	<u>5,364,455</u>
Lapsed Balances	<u>\$ 1,519,423</u>	<u>\$ 2,228,549</u>	<u>\$ 558,445</u>

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007	2006	2005
	<u>P.A. 94-0798</u>	<u>P.A. 94-0015</u>	<u>P.A. 93-0842</u>
Department of Business Services			
Special Operations Fund - 363:			
Appropriations (Net After Transfers)	\$ 3,920,300	\$ 3,920,300	\$ 3,100,300
Expenditures:			
Personal Services:			
Regular Positions	1,864,313	1,713,143	1,192,938
Employee Retirement Contributions	46,575	69,143	50,050
Extra Help	78,814	80,024	69,409
Group Insurance	507,889	503,986	350,794
State Retirement Fund Contributions	223,997	139,749	193,262
Social Security Contributions	143,810	132,676	93,162
Contractual Services	625,453	655,599	252,626
Travel	9,336	14,820	7,007
Commodities	19,176	17,294	44,545
Printing	24,908	18,660	43,896
Equipment	47,341	81,604	35,401
Telecommunications	84,826	103,868	83,484
Operation of Auto Equipment	74,712	44,201	45,099
Total Expenditures	<u>3,751,150</u>	<u>3,574,767</u>	<u>2,461,673</u>
Lapsed Balances	<u>\$ 169,150</u>	<u>\$ 345,533</u>	<u>\$ 638,627</u>
Secretary of State Special Services Fund - 483:			
Appropriations (Net After Transfers)	\$ 9,000,000	\$ 9,000,000	\$ 21,120,000
Expenditures:			
Electronic Data Processing	8,348,345	7,198,549	7,705,733
Office Automation and Technology	-	-	9,321,387
Annual Library Technology	-	-	1,572,363
Expansion of Literacy Program	-	-	1,299,009
Total Expenditures	<u>8,348,345</u>	<u>7,198,549</u>	<u>19,898,492</u>
Lapsed Balances	<u>\$ 651,655</u>	<u>\$ 1,801,451</u>	<u>\$ 1,221,508</u>

STATE OF ILLINOIS  
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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007	2006	2005
	<u>P.A. 94-0798</u>	<u>P.A. 94-0015</u>	<u>P.A. 93-0842</u>
<b>GENERAL ADMINISTRATIVE</b>			
<b>GROUP TOTALS:</b>			
Appropriations (Net After Transfers)	\$ 99,798,433	\$ 100,461,463	\$ 108,464,601
Expenditures	<u>97,145,116</u>	<u>92,751,762</u>	<u>104,934,685</u>
Lapsed Balances	<u>\$ 2,653,317</u>	<u>\$ 7,709,701</u>	<u>\$ 3,529,916</u>
<b>MOTOR VEHICLE GROUP:</b>			
<b>General Revenue Fund - 001:</b>			
Appropriations (Net After Transfers)	\$ <u>18,383,532</u>	\$ <u>17,083,237</u>	\$ <u>21,558,474</u>
Expenditures:			
Personal Services:			
Regular Positions	12,237,059	11,159,636	10,013,300
Extra Help	34,000	89,874	71,926
State Retirement Fund Contributions	1,414,580	877,186	1,625,027
Social Security Contributions	901,175	825,807	739,928
Contractual Services	2,816,062	2,457,909	2,214,364
Travel	37,172	32,025	57,937
Commodities	49,268	49,976	548,473
Printing	598,913	337,379	336,126
Equipment	65,407	35,707	21,731
Telecommunications	53,269	43,591	67,738
Operation of Auto Equipment	19,097	28,767	-
Security Measures Capitol	-	-	1,952,155
Total Expenditures	<u>18,226,002</u>	<u>15,937,857</u>	<u>17,648,705</u>
Lapsed Balances	<u>\$ 157,530</u>	<u>\$ 1,145,380</u>	<u>\$ 3,909,769</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007	2006	2005
	<u>P.A. 94-0798</u>	<u>P.A. 94-0015</u>	<u>P.A. 93-0842</u>
<b>Road Fund - 011:</b>			
Appropriations (Net After Transfers)	\$ 122,992,925	\$ 120,885,600	\$ 121,428,900
Expenditures:			
Personal Services:			
Regular Positions	84,427,347	77,415,074	75,380,782
Extra Help	6,059,314	5,027,162	4,692,321
State Retirement Fund Contributions	10,436,272	6,430,765	12,914,584
Social Security Contributions	6,297,621	5,774,364	5,585,510
Contractual Services	10,697,007	12,631,499	12,835,213
Travel	423,156	394,396	302,501
Commodities	265,987	1,849,317	2,614,029
Printing	861,441	2,494,531	2,249,477
Equipment	1,387,967	784,218	1,050,136
Telecommunications	1,411,234	1,620,850	1,603,513
Operation of Auto Equipment	513,793	490,512	459,567
Total Expenditures	<u>122,781,139</u>	<u>114,912,688</u>	<u>119,687,633</u>
Lapsed Balances	<u>\$ 211,786</u>	<u>\$ 5,972,912</u>	<u>\$ 1,741,267</u>
<b>CDLIS/AAMVA Net Trust Fund - 109:</b>			
Appropriations (Net After Transfers)	\$ 1,063,800	\$ 1,063,800	\$ 1,063,800
Expenditures:			
Contractual Services	620,000	580,843	573,929
Equipment	441,027	117,810	467,343
Total Expenditures	<u>1,061,027</u>	<u>698,653</u>	<u>1,041,272</u>
Lapsed Balances	<u>\$ 2,773</u>	<u>\$ 365,147</u>	<u>\$ 22,528</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007	2006	2005
	<u>P.A. 94-0798</u>	<u>P.A. 94-0015</u>	<u>P.A. 93-0842</u>
Secretary of State Special			
License Plate Fund - 185:			
Appropriations (Net After Transfers)	\$ 6,608,300	\$ 6,608,300	\$ 1,318,700
Expenditures:			
Personal Services			
Regular Positions	468,988	450,204	431,839
Employee Retirement Contributions	11,548	17,978	17,059
Group Insurance	160,749	160,045	156,364
State Retirement Fund Contributions	54,054	35,081	69,643
Social Security Contributions	34,634	33,314	31,972
Contractual Services	698,154	500,000	50,100
Travel	2,507	-	-
Commodities	2,500,000	1,003,208	399,857
Printing	2,074,212	1,988,447	50,000
Equipment	55,573	19,712	-
Telecommunications	303,442	74,665	83,296
Total Expenditures	<u>6,363,861</u>	<u>4,282,654</u>	<u>1,290,130</u>
Lapsed Balances	<u>\$ 244,439</u>	<u>\$ 2,325,646</u>	<u>\$ 28,570</u>

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	Fiscal Year		
	2007	2006	2005
	<u>P.A. 94-0798</u>	<u>P.A. 94-0015</u>	<u>P.A. 93-0842</u>
Motor Vehicle Review Board Fund - 323:			
Appropriations (Net After Transfers)	\$ 537,700	\$ 487,100	\$ 312,900
Expenditures:			
Personal Services:			
Regular Positions	272,037	245,743	174,531
Employee Retirement Contributions	6,801	9,836	6,781
Group Insurance	22,509	20,256	11,021
State Retirement Fund Contributions	31,386	19,163	28,113
Social Security Contributions	20,560	18,500	13,279
Contractual Services	75,993	88,623	51,662
Travel	-	73	86
Equipment	-	235	-
Telecommunications	478	1,918	1,265
Total Expenditures	<u>429,764</u>	<u>404,347</u>	<u>286,738</u>
Lapsed Balances	<u>\$ 107,936</u>	<u>\$ 82,753</u>	<u>\$ 26,162</u>

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COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007 P.A. 94-0798	2006 P.A. 94-0015	2005 P.A. 93-0842
<b>Vehicle Inspection Fund - 963:</b>			
Appropriations (Net After Transfers)	\$ 2,897,100	\$ 2,736,400	\$ 2,688,700
Expenditures:			
Personal Services:			
Regular Positions	1,301,405	1,159,434	1,170,650
Employee Retirement Contributions	32,256	46,387	-
Extra Help	14,813	19,389	17,707
Group Insurance	397,855	382,955	379,808
State Retirement Fund Contributions	151,721	91,879	191,458
Social Security Contributions	102,726	94,150	91,378
Contractual Services	679,720	613,922	580,834
Commodities	25,633	32,745	26,454
Printing	41,160	27,683	61,981
Equipment	598	-	1,493
Telecommunications	1,107	1,533	3,733
<b>Total Expenditures</b>	<u>2,748,994</u>	<u>2,470,077</u>	<u>2,525,496</u>
Lapsed Balances	<u>\$ 148,106</u>	<u>\$ 266,323</u>	<u>\$ 163,204</u>
<b>MOTOR VEHICLE GROUP TOTALS:</b>			
Appropriations (Net After Transfers)	\$ 152,483,357	\$ 148,864,437	\$ 148,371,474
Expenditures	<u>151,610,787</u>	<u>138,706,276</u>	<u>142,479,974</u>
Lapsed Balances	<u>\$ 872,570</u>	<u>\$ 10,158,161</u>	<u>\$ 5,891,500</u>
<b>OTHER GROUPS:</b>			
<b>General Revenue Fund - 001:</b>			
Establishment grants, annual per capita and area grants, and equalization grants pursuant to Section 8 of the Illinois Library System Act:			
Appropriations (Net After Transfers)	\$ 16,668,400	\$ 16,668,400	\$ 16,668,400
Expenditures	<u>16,663,801</u>	<u>16,666,988</u>	<u>16,668,386</u>
Lapsed Balances	<u>\$ 4,599</u>	<u>\$ 1,412</u>	<u>\$ 14</u>



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AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007	2006	2005
	P.A. 94-0798	P.A. 94-0015	P.A. 93-0842
<b>Annual library technology:</b>			
Appropriations (Net After Transfers)	\$ 644,900	\$ 644,900	\$ 644,900
Expenditures	644,900	642,941	643,069
Lapsed Balances	\$ -	\$ 1,959	\$ 1,831
<b>Library services for the blind and physically handicapped:</b>			
Appropriations (Net After Transfers)	\$ 2,427,200	\$ 2,427,200	\$ 2,427,200
Expenditures	2,408,954	2,415,359	2,412,405
Lapsed Balances	\$ 18,246	\$ 11,841	\$ 14,795
<b>Tuition and fees for Illinois Regional Archival Depository system interns:</b>			
Appropriations (Net After Transfers)	\$ 45,000	\$ 45,000	\$ 45,000
Expenditures	36,800	38,511	37,616
Lapsed Balances	\$ 8,200	\$ 6,489	\$ 7,384
<b>Literacy:</b>			
Appropriations (Net After Transfers)	\$ 4,650,000	\$ 4,650,000	\$ 4,650,000
Expenditures	4,648,848	4,648,935	4,645,853
Lapsed Balances	\$ 1,152	\$ 1,065	\$ 4,147
<b>Annual per capita - school district:</b>			
Appropriations (Net After Transfers)	\$ 375,000	\$ 375,000	\$ 375,000
Expenditures	374,985	374,282	374,702
Lapsed Balances	\$ 15	\$ 718	\$ 298
<b>Miscellaneous permanent improvements - buildings:</b>			
Appropriations (Net After Transfers)	\$ 450,000	\$ 450,000	\$ 450,000
Expenditures	448,650	367,750	425,613
Lapsed Balances	\$ 1,350	\$ 82,250	\$ 24,387

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	Fiscal Year		
	2007	2006	2005
	P.A. 94-0798	P.A. 94-0015	P.A. 93-0842
<b>Chicago Public Library:</b>			
Appropriations (Net After Transfers)	\$ 1,700,000	\$ 1,700,000	\$ 1,700,000
Expenditures	1,700,000	1,700,000	1,700,000
Lapsed Balances	\$ -	\$ -	\$ -
<b>Severns Summer Family Literacy:</b>			
Appropriations (Net After Transfers)	\$ 250,000	\$ 250,000	\$ 250,000
Expenditures	248,653	249,265	249,565
Lapsed Balances	\$ 1,347	\$ 735	\$ 435
<b>Operations/alterations:</b>			
Appropriations (Net After Transfers)	\$ 3,500,000	\$ 4,715,000	\$ -
Expenditures	3,287,236	3,502,746	-
Lapsed Balances	\$ 212,764	\$ 1,212,254	\$ -
<b>Project Next Generation Program:</b>			
Appropriations (Net After Transfers)	\$ 325,000	\$ 325,000	\$ 250,000
Expenditures	325,000	325,000	250,000
Lapsed Balances	\$ -	\$ -	\$ -
<b>General Revenue Fund - 001 Totals:</b>			
Appropriations (Net After Transfers)	\$ 31,035,500	\$ 32,250,500	\$ 27,460,500
Expenditures	30,787,827	30,931,777	27,407,209
Lapsed Balances	\$ 247,673	\$ 1,318,723	\$ 53,291
<b>Live and Learn Fund - 026:</b>			
Annual per capita grants to school:			
Appropriations (Net After Transfers)	\$ 1,025,000	\$ 1,025,000	\$ 1,025,000
Expenditures	1,024,210	1,024,973	1,024,984
Lapsed Balances	\$ 790	\$ 27	\$ 16

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	Fiscal Year		
	2007 P.A. 94-0798	2006 P.A. 94-0015	2005 P.A. 93-0842
<b>Local library per capita:</b>			
Appropriations (Net After Transfers)	\$ 16,004,200	\$ 16,004,200	\$ 16,004,200
Expenditures	16,004,162	16,004,138	16,003,950
Lapsed Balances	\$ 38	\$ 62	\$ 250
<b>System automation grants:</b>			
Appropriations (Net After Transfers)	\$ 274,000	\$ 274,000	\$ 500,000
Expenditures	268,817	274,000	295,501
Lapsed Balances	\$ 5,183	\$ -	\$ 204,499
<b>Research and reference:</b>			
Appropriations (Net After Transfers)	\$ 700,000	\$ 700,000	\$ 700,000
Expenditures	700,000	700,000	131,991
Lapsed Balances	\$ -	\$ -	\$ 568,009
<b>Chicago Public Library, South:</b>			
Appropriations (Net After Transfers)	\$ 10,000	\$ -	\$ -
Expenditures	-	-	-
Lapsed Balances	\$ 10,000	\$ -	\$ -
<b>Chicago Public Library, Black:</b>			
Appropriations (Net After Transfers)	\$ 10,000	\$ -	\$ -
Expenditures	-	-	-
Lapsed Balances	\$ 10,000	\$ -	\$ -
<b>Chicago Public Library, Brainerd:</b>			
Appropriations (Net After Transfers)	\$ 50,000	\$ -	\$ -
Expenditures	-	-	-
Lapsed Balances	\$ 50,000	\$ -	\$ -
<b>Blind and physically handicapped:</b>			
Appropriations (Net After Transfers)	\$ 300,000	\$ 300,000	\$ 300,000
Expenditures	295,342	294,900	283,427
Lapsed Balances	\$ 4,658	\$ 5,100	\$ 16,573

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	Fiscal Year		
	2007	2006	2005
	P.A. 94-0798	P.A. 94-0015	P.A. 93-0842
<b>Library construction:</b>			
Appropriations (Net After Transfers)	\$ -	\$ -	\$ 1,316,339
Expenditures	-	-	1,045,405
Lapsed Balances	\$ -	\$ -	\$ 270,934
<b>Construction:</b>			
Appropriations (Net After Transfers)	\$ 620,800	\$ 370,800	\$ 370,800
Expenditures	620,800	369,886	250,000
Lapsed Balances	\$ -	\$ 914	\$ 120,800
<b>Family literacy:</b>			
Appropriations (Net After Transfers)	\$ 500,000	\$ 500,000	\$ 500,000
Expenditures	500,000	500,000	499,023
Lapsed Balances	\$ -	\$ -	\$ 977
<b>Organ donor:</b>			
Appropriations (Net After Transfers)	\$ 1,750,000	\$ 1,750,000	\$ 2,000,000
Expenditures	1,525,884	1,413,604	1,442,520
Lapsed Balances	\$ 224,116	\$ 336,396	\$ 557,480
<b>Live and Learn Fund - 026 Totals:</b>			
Appropriations (Net After Transfers)	\$ 21,244,000	\$ 20,924,000	\$ 22,716,339
Expenditures	20,939,215	20,581,501	20,976,801
Lapsed Balances	\$ 304,785	\$ 342,499	\$ 1,739,538
<b>Accessible Electronic Information Service Fund - 106</b>			
<b>Service Fund - 106:</b>			
Appropriations (Net After Transfers)	\$ 40,000	\$ 40,000	\$ -
Expenditures	40,000	-	-
Lapsed Balances	\$ -	\$ 40,000	\$ -

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	Fiscal Year		
	2007 P.A. 94-0798	2006 P.A. 94-0015	2005 P.A. 93-0842
<b>Capital Development Fund - 141:</b>			
Rehabilitation of Capitol:			
Appropriations (Net After Transfers)	\$ -	\$ 125,000	\$ 589,000
Expenditures	-	125,000	410,274
Reappropriations	-	-	125,000
Lapsed Balances	\$ -	\$ -	\$ 53,726
Rehabilitation of various facilities:			
Appropriations (Net After Transfers)	\$ 1,000,000	\$ 1,000,000	\$ -
Expenditures	981,803	994,284	-
Lapsed Balances	\$ 18,197	\$ 5,716	\$ -
Chicago Public Library - Grand Crossing:			
Appropriations (Net After Transfers)	\$ 100,000	\$ 100,000	\$ 100,000
Expenditures	-	-	-
Reappropriations	100,000	100,000	100,000
Lapsed Balances	\$ -	\$ -	\$ -
<b>Capital Development Fund - 141 Totals:</b>			
Appropriations (Net After Transfers)	\$ 1,100,000	\$ 1,225,000	\$ 689,000
Expenditures	981,803	1,119,284	410,274
Reappropriations	100,000	100,000	225,000
Lapsed Balances	\$ 18,197	\$ 5,716	\$ 53,726
<b>Secretary of State Federal Projects Fund - 176:</b>			
Appropriations (Net After Transfers)	\$ 546,000	\$ 125,000	\$ 945,000
Expenditures	44,595	44,972	40,204
Lapsed Balances	\$ 501,405	\$ 80,028	\$ 904,796

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	Fiscal Year		
	2007 P.A. 94-0798	2006 P.A. 94-0015	2005 P.A. 93-0842
Secretary of State Special			
License Plate Fund - 185:			
Illinois Veterans Home Libraries:			
Appropriations (Net After Transfers)	\$ 50,000	\$ 50,000	\$ 50,000
Expenditures	50,000	50,000	50,000
Lapsed Balances	\$ -	\$ -	\$ -
Securities Investors' Education Fund - 292:			
Appropriations (Net After Transfers)	\$ 333,500	\$ 657,100	\$ 273,500
Expenditures	211,012	610,160	258,465
Lapsed Balances	\$ 122,488	\$ 46,940	\$ 15,035
Secretary of State Evidence Fund - 374:			
Appropriations (Net After Transfers)	\$ 50,000	\$ 100,000	\$ 92,500
Expenditures	6,864	27,495	34,179
Lapsed Balances	\$ 43,136	\$ 72,505	\$ 58,321
Alternate Fuels Fund - 422:			
Administering Alternate Fuels Act:			
Appropriations (Net After Transfers)	\$ 225,000	\$ 225,000	\$ 185,000
Expenditures	221,625	157,131	179,400
Lapsed Balances	\$ 3,375	\$ 67,869	\$ 5,600
Library Services Fund - 470:			
Secretary of State for library services pursuant to the Federal Library Services and Construction Act, P.L. 84-597, as amended, Title I:			
Appropriations (Net After Transfers)	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Expenditures	-	-	-
Lapsed Balances	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000

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	Fiscal Year		
	2007 P.A. 94-0798	2006 P.A. 94-0015	2005 P.A. 93-0842
Secretary of State for library services pursuant to the Federal Library Services and Construction Act, P.L. 84-594 and P.L. 104-208, as amended, Title IA-0000:			
Appropriations (Net After Transfers)	\$ 7,454,500	\$ 7,454,500	\$ 8,454,500
Expenditures	5,819,314	6,606,158	6,954,420
Lapsed Balances	\$ 1,635,186	\$ 848,342	\$ 1,500,080
Library Services Fund - 470 Totals:			
Appropriations (Net After Transfers)	\$ 8,454,500	\$ 8,454,500	\$ 9,454,500
Expenditures	5,819,314	6,606,158	6,954,420
Lapsed Balances	\$ 2,635,186	\$ 1,848,342	\$ 2,500,080
State Library Fund - 471:			
Appropriations (Net After Transfers)	\$ 12,000	\$ 20,000	\$ -
Expenditures	11,927	4,542	-
Lapsed Balances	\$ 73	\$ 15,458	\$ -
Secretary of State Special Services Fund - 483:			
Office automation and technology:			
Appropriations (Net After Transfers)	\$ 14,149,800	\$ 14,000,000	\$ -
Expenditures	14,134,493	9,519,277	-
Lapsed Balances	\$ 15,307	\$ 4,480,723	\$ -
Promote and improve interlibrary cooperation:			
Appropriations (Net After Transfers)	\$ 226,000	\$ 226,000	\$ -
Expenditures	222,950	225,999	-
Lapsed Balances	\$ 3,050	\$ 1	\$ -
Library technology:			
Appropriations (Net After Transfers)	\$ 1,600,000	\$ 1,600,000	\$ -
Expenditures	1,599,888	1,563,960	-
Lapsed Balances	\$ 112	\$ 36,040	\$ -

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	Fiscal Year		
	2007 P.A. 94-0798	2006 P.A. 94-0015	2005 P.A. 93-0842
<b>Support and expansion of family literacy:</b>			
Appropriations (Net After Transfers)	\$ 1,300,000	\$ 1,300,000	\$ -
Expenditures	1,300,000	1,297,150	-
Lapsed Balances	\$ -	\$ 2,850	\$ -
<b>Secretary of State Special Services Fund - 483 Totals:</b>			
Appropriations (Net After Transfers)	\$ 17,275,800	\$ 17,126,000	\$ -
Expenditures	17,257,331	12,606,386	-
Lapsed Balances	\$ 18,469	\$ 4,519,614	\$ -
<b>Master Mason Fund - 508:</b>			
<b>Masonic Foundation Grants:</b>			
Appropriations (Net After Transfers)	\$ 50,000	\$ 75,000	\$ 45,000
Expenditures	50,000	75,000	35,000
Lapsed Balances	\$ -	\$ -	\$ 10,000
<b>Police Memorial Committee Fund - 598:</b>			
Appropriations (Net After Transfers)	\$ 75,000	\$ 80,000	\$ 45,000
Expenditures	75,000	80,000	45,000
Lapsed Balances	\$ -	\$ -	\$ -
<b>Illinois Pan Hellenic Trust Fund - 584:</b>			
Appropriations (Net After Transfers)	\$ 10,000	\$ 500	\$ 10,000
Expenditures	10,000	-	-
Lapsed Balances	\$ -	\$ 500	\$ 10,000
<b>Park District Youth Program Fund - 585:</b>			
Appropriations (Net After Transfers)	\$ 15,000	\$ 30,000	\$ 20,000
Expenditures	15,000	30,000	20,000
Lapsed Balances	\$ -	\$ -	\$ -



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	Fiscal Year		
	2007 P.A. 94-0798	2006 P.A. 94-0015	2005 P.A. 93-0842
<b>Illinois Route 66 Heritage Project Fund - 594:</b>			
Appropriations (Net After Transfers)	\$ 30,000	\$ 45,000	\$ 20,000
Expenditures	30,000	45,000	20,000
Lapsed Balances	\$ -	\$ -	\$ -
<b>Mammogram Fund - 599:</b>			
Susan G. Komen Foundation:			
Appropriations (Net After Transfers)	\$ 110,000	\$ 160,000	\$ 160,000
Expenditures	110,000	156,194	160,000
Lapsed Balances	\$ -	\$ 3,806	\$ -
<b>Motor Vehicle License Plate Fund - 622:</b>			
New or replacement license plates:			
Appropriations (Net After Transfers)	\$ 13,875,000	\$ 13,875,000	\$ 13,875,000
Expenditures	11,738,852	7,669,366	10,909,848
Lapsed Balances	\$ 2,136,148	\$ 6,205,634	\$ 2,965,152
<b>Organ Donor Awareness Fund - 716:</b>			
Appropriations (Net After Transfers)	\$ 125,000	\$ 200,000	\$ 100,000
Expenditures	125,000	200,000	100,000
Lapsed Balances	\$ -	\$ -	\$ -
<b>Secretary of State DUI Administration Fund - 732:</b>			
Administrative hearings:			
Appropriations (Net After Transfers)	\$ 2,090,000	\$ 2,090,000	\$ 1,912,700
Expenditures	1,426,976	1,066,949	1,262,090
Lapsed Balances	\$ 663,024	\$ 1,023,051	\$ 650,610
<b>Chicago and Northeastern Illinois District Council Fund - 756:</b>			
Appropriations (Net After Transfers)	\$ 500	\$ 500	\$ 10,000
Expenditures	-	-	-
Lapsed Balances	\$ 500	\$ 500	\$ 10,000

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007	2006	2005
	P.A. 94-0798	P.A. 94-0015	P.A. 93-0842
<b>Secretary of State Police DUI Fund - 758:</b>			
Appropriations (Net After Transfers)	\$ 50,000	\$ 75,000	\$ 46,300
Expenditures	2,703	7,728	27,214
Lapsed Balances	<u>\$ 47,297</u>	<u>\$ 67,272</u>	<u>\$ 19,086</u>
<b>Secretary of State Police Services Fund - 759:</b>			
Appropriations (Net After Transfers)	\$ 70,000	\$ 100,000	\$ 250,000
Expenditures	68,641	50,419	54,416
Lapsed Balances	<u>\$ 1,359</u>	<u>\$ 49,581</u>	<u>\$ 195,584</u>
<b>U.S. Marine Corps Scholarship Fund - 760:</b>			
Appropriations (Net After Transfers)	\$ 30,000	\$ 30,000	\$ 10,000
Expenditures	30,000	30,000	10,000
Lapsed Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Pet Overpopulation Control Fund - 764:</b>			
Appropriations (Net After Transfers)	\$ -	\$ 110,000	\$ 50,000
Expenditures	-	-	50,000
Lapsed Balances	<u>\$ -</u>	<u>\$ 110,000</u>	<u>\$ -</u>
<b>State Park Facility Maintenance Fund - 782:</b>			
Appropriations (Net After Transfers)	\$ 40,000	\$ 150,000	\$ 208,100
Expenditures	-	32,481	147,744
Lapsed Balances	<u>\$ 40,000</u>	<u>\$ 117,519</u>	<u>\$ 60,356</u>
<b>Secretary of State Grant Fund - 948:</b>			
Appropriations (Net After Transfers)	\$ 700,000	\$ 300,000	\$ 231,300
Expenditures	182,877	248,370	223,559
Lapsed Balances	<u>\$ 517,123</u>	<u>\$ 51,630</u>	<u>\$ 7,741</u>
<b>Build Illinois Bond Fund - 971:</b>			
Appropriations (Net After Transfers)	\$ -	\$ -	\$ 20,400
Expenditures	-	-	20,400
Lapsed Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES - CONTINUED

	Fiscal Year		
	2007 <u>P.A. 94-0798</u>	2006 <u>P.A. 94-0015</u>	2005 <u>P.A. 93-0842</u>
<b>OTHER GROUPS TOTALS:</b>			
Appropriations (Net After Transfers)	\$ 97,636,800	\$ 98,518,100	\$ 78,880,139
Expenditures	90,236,562	82,430,913	69,396,223
Reappropriations	100,000	100,000	225,000
Lapsed balances	<u>\$ 7,300,238</u>	<u>\$ 15,987,187</u>	<u>\$ 9,258,916</u>
<b>GRAND TOTALS - ALL GROUPS:</b>			
Appropriations (Net After Transfers)	\$ 360,644,600	\$ 360,574,600	\$ 348,463,114
Expenditures	349,479,031	325,903,057	328,956,959
Reappropriations	100,000	100,000	225,000
Lapsed balances	<u>\$ 11,065,569</u>	<u>\$ 34,571,543</u>	<u>\$ 19,281,155</u>

Note: The comparative schedule of net appropriations, expenditures and lapsed balanced does not include the Secretary of State's salary. The Secretary of State's salary is paid by the Comptroller's Office and, for the fiscal years 2006 and 2005, totaled \$132,963 each year. The Secretary of State's salary paid by the Comptroller's Office during fiscal year 2007 totaled \$139,337.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF EXPENDITURES BY MAJOR OBJECT CODE

	Year ended June 30,			Difference	
	2007	2006	2005	2007 - 2006	Percent
Operations:					
Personal services:					
Regular positions	\$ 157,642,251	\$ 146,086,301	\$ 141,632,397	\$ 11,555,950	7.91 %
Extra help	7,119,815	6,085,945	5,594,575	1,033,870	16.99 %
Employee retirement contributions	4,035,888	5,974,488	5,813,153	(1,938,600)	(32.45) %
Group insurance	1,981,774	1,878,244	1,680,591	103,530	5.51 %
State retirement fund contributions	19,003,001	11,868,656	23,746,823	7,134,345	60.11 %
Social security contributions	11,831,861	10,954,784	10,560,239	877,077	8.01 %
Contractual services	32,165,422	34,046,531	31,281,083	(1,881,109)	(5.53) %
Travel	826,705	764,297	688,304	62,408	8.17 %
Printing	4,277,084	5,191,403	3,213,501	(914,319)	(17.61) %
Commodities	3,887,107	3,996,257	4,589,035	(109,150)	(2.73) %
Equipment	2,368,726	2,482,804	3,154,202	(114,078)	(4.59) %
Electronic data processing	8,348,345	8,381,036	7,705,733	(32,691)	(0.39) %
Telecommunications	2,436,276	2,412,326	2,429,313	23,950	0.99 %
Operation of automotive equipment	1,095,586	1,065,549	933,339	30,037	2.82 %
Interagency grant fund - non appropriated	1,820,388	1,642,263	2,554,479	178,125	10.85 %
Secretary of State grant fund	182,877	248,370	223,559	(65,493)	(26.37) %
Securities investors' education fund	211,012	610,159	258,465	(399,147)	(65.42) %
Alternate fuels fund	221,625	157,131	179,400	64,494	41.04 %
Secretary of State evidence fund	6,864	27,495	34,179	(20,631)	(75.04) %
Motor vehicle license plate fund	11,738,852	7,669,366	10,909,848	4,069,486	53.06 %
Online computer library center - non appropriated	-	-	953,180	N/A	N/A %
Secretary of State DUI administration fund	1,426,976	1,066,949	1,262,090	360,027	33.74 %
Secretary of State police DUI fund	2,703	7,728	27,214	(5,025)	(65.02) %
Secretary of State police services fund	68,641	50,419	54,416	18,222	36.14 %
Social Security on-line verification/d.l. security	44,595	44,972	40,204	(377)	(0.84) %
Homeland security TSA hazmat- non appropriated	41,344	530,468	100,980	(489,124)	(92.21) %
State library fund	11,927	4,541	-	7,386	162.65 %
Secretary of State special services fund	14,134,493	9,519,277	9,321,387	4,615,216	48.48 %
	286,932,137	262,767,759	268,941,689	24,164,378	- 9.20 %
				(6,173,930)	(2.30) %

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF EXPENDITURES BY MAJOR OBJECT CODE

	Year ended June 30,			Difference		Difference	
	2007	2006	2005	2007 - 2006	Percent	2006 - 2005	Percent
<b>Awards and Grants:</b>							
Awards and grants	29,471,291	30,356,448	30,259,530	(885,157)	(2.92) %	96,918	0.32 %
Live and learn fund	20,939,216	20,581,501	20,976,801	357,715	1.74 %	(395,300)	(1.88) %
Literacy program	4,648,848	4,648,935	4,645,853	(87)	(0.00) %	3,082	0.07 %
Library service to blind	2,408,954	2,415,359	2,412,405	(6,405)	(0.27) %	2,954	0.12 %
Lump sums and other purposes:							
International registration	167,715,573	153,548,093	153,024,079	14,167,480	9.23 %	524,014	0.34 %
	225,183,882	211,550,336	211,318,668	13,633,546	6.44 %	231,668	0.11 %
<b>Permanent Improvements:</b>							
Permanent improvements	981,803	1,151,765	558,018	(169,962)	(14.76) %	593,747	106.40 %
Lump sums and other purposes:							
Alterations and repairs	3,735,886	3,870,497	2,377,768	(134,611)	(3.48) %	1,492,729	62.78 %
	4,717,689	5,022,262	2,935,786	(304,573)	(6.06) %	2,086,476	71.07 %
<b>Refunds:</b>							
Refunds	2,222,628	2,283,524	2,393,534	(60,896)	(2.67) %	(110,010)	(4.60) %
Corporate franchise tax refund fund	537,750	313,289	515,769	224,461	71.65 %	(202,480)	(39.26) %
Lump sums and other purposes:							
Safety responsibility	761,877	774,388	750,827	(12,511)	(1.62) %	23,561	3.14 %
	3,522,255	3,371,201	3,660,130	151,054	4.48 %	(288,929)	(7.89) %
<b>Total</b>	<b>\$ 520,355,963</b>	<b>\$ 482,711,558</b>	<b>\$ 486,856,273</b>	<b>\$ 37,644,405</b>	<b>7.80 %</b>	<b>\$ (4,144,715)</b>	<b>(0.85) %</b>

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
AND FUND BALANCES (CASH BASIS) - LOCALLY HELD FUNDS

Years Ended June 30, 2007 and 2006  
(Expressed in thousands)

	<u>2007</u>	<u>2006</u>
<u>Go-Back Fund - #1110</u>		
Balance, beginning of year	\$ -	\$ -
Receipts and additions		
License, Fees or Registration	162	228
Disbursements and deletions		
Refunds	<u>162</u>	<u>228</u>
Balance, end of year	<u>\$ -</u>	<u>\$ -</u>

The Go-Back Fund consists of an account maintained at Bank One.

Special Advance Fund - #1198

Balance, beginning of year	\$ 13	\$ 9
Receipts and additions		
Operating transfers in	10	12
Disbursements and deletions		
General government	<u>11</u>	<u>8</u>
Balance, end of year	<u>\$ 12</u>	<u>\$ 13</u>

The Special Advance Fund consists of funds on deposit with six banks throughout the State of Illinois.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
AND FUND BALANCES (CASH BASIS) - LOCALLY HELD FUNDS

Years Ended June 30, 2007 and 2006  
(Expressed in thousands)

	<u>2007</u>	<u>2006</u>
<u>Safe-Keeping Fund - 1344</u>		
Balance, beginning of year	\$ 2,578	\$ 1,748
Receipts and additions		
License, Fees or Registrations	2,033	2,952
Disbursements and deletions		
Refunds	<u>2,385</u>	<u>2,122</u>
Balance, end of year	<u>\$ 2,226</u>	<u>\$ 2,578</u>

The Safe-Keeping Fund consists of surety bonds and certificates of deposit held by the State Treasurer.

Antique Vehicle Show - 1390

Balance, beginning of year	\$ 9	\$ 4
Receipts and additions		
License, Fees or Registrations	16	5
Disbursements and deletions		
General government	<u>13</u>	<u>-</u>
Balance, end of year	<u>\$ 12</u>	<u>\$ 9</u>

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF CHANGES IN STATE PROPERTY

Year Ended June 30, 2007

	Land and Land Improvements	Buildings and Building Improvements	Equipment	Capital Leases	Total
PROPERTY AND EQUIPMENT, July 1, 2006	\$ 7,076,987	\$ 363,264,762	\$ 67,906,360	\$ 102,027	\$ 438,350,136
ADDITIONS					
Purchases	-	1,431,991	3,485,830	-	4,917,821
Library books	-	-	250,824	-	250,824
Previously omitted from inventory	-	-	176,926	102,027	278,953
Transfer from Capital Development Board and other agencies	-	37,391,458	35,560	-	37,427,018
Adjustments	-	-	293,772	-	293,772
Other additions	-	-	1,561	-	1,561
Total additions	-	38,823,449	4,244,473	102,027	43,169,949

(Continued)



STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF CHANGES IN STATE PROPERTY - CONTINUED

Year Ended June 30, 2007

	Land and Land Improvements	Buildings and Building Improvements	Equipment	Capital Leases	Total
<b>DELETIONS</b>					
Cost of equipment traded-in	\$ -	\$ -	\$ 71,994	\$ -	\$ 71,994
Transfers to Department of Central Management Services	-	-	3,990,770	-	3,990,770
Transfers to other agencies	-	-	728,026	-	728,026
Scrapped items	-	-	140	-	140
Non-inventory items	-	-	1,561	-	1,561
Other deletions	-	328,635	153,617	-	482,252
Total deletions	-	328,635	4,946,108	-	5,274,743
<b>PROPERTY AND EQUIPMENT, June 30, 2007</b>	<b>\$ 7,076,987</b>	<b>\$ 401,759,576</b>	<b>\$ 67,204,725</b>	<b>\$ 204,054</b>	<b>\$ 476,245,342</b>

Note: This schedule was prepared from Secretary of State records and was reconciled to property reports submitted to the State Comptroller. This summary schedule was prepared using State property records required by the Illinois Administrative Code. The capitalization policy in the Code is different than the capitalization policy established by the Office of the Comptroller for financial reporting in accordance with generally accepted accounting principles.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF CHANGES IN STATE PROPERTY

Year Ended June 30, 2006

	Land and Land Improvements	Buildings and Building Improvements	Equipment	Capital Leases	Total
PROPERTY AND EQUIPMENT, July 1, 2005	\$ 7,076,987	\$ 350,590,386	\$ 65,286,416	\$ 102,027	\$ 423,055,816
ADDITIONS					
Purchases	-	949,109	5,628,079	-	6,577,188
Library books	-	-	384,789	-	384,789
Previously omitted from inventory	-	-	364,883	-	364,883
Transfer from Capital Development Board and other agencies	-	11,930,399	119,321	-	12,049,720
Adjustments	-	-	112,599	-	112,599
Other additions	-	-	24,422	-	24,422
Total additions	-	12,879,508	6,634,093	-	19,513,601

(Continued)

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

SCHEDULE OF CHANGES IN STATE PROPERTY - CONTINUED

Year Ended June 30, 2006

	Land and Improvements	Buildings and Building Improvements	Equipment	Capital Leases	Total
<b>DELETIONS</b>					
Cost of equipment traded-in	\$ -	\$ -	\$ 54,750	\$ -	\$ 54,750
Transfers to Department of Central Management Services	-	-	2,857,057	-	2,857,057
Transfers to other agencies	-	-	757,648	-	757,648
Scrapped items	-	-	10,272	-	10,272
Non-inventory items	-	-	24,422	-	24,422
Adjustments	-	-	-	-	-
Other deletions	-	205,132	310,000	-	515,132
<b>Total deletions</b>	<u>-</u>	<u>205,132</u>	<u>4,014,149</u>	<u>-</u>	<u>4,219,281</u>
<b>PROPERTY AND EQUIPMENT, June 30, 2006</b>	<u>\$ 7,076,987</u>	<u>\$ 363,264,762</u>	<u>\$ 67,906,360</u>	<u>\$ 102,027</u>	<u>\$ 438,350,136</u>

Note: This schedule was prepared from Secretary of State records and was reconciled to property reports submitted to the State Comptroller. This summary schedule was prepared using State property records required by the Illinois Administrative Code. The capitalization policy in the Code is different than the capitalization policy established by the Office of the Comptroller for financial reporting in accordance with generally accepted accounting principles.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF CASH RECEIPTS - BY DEPARTMENT AND SOURCE

<u>Department and Source</u>	<u>2007</u>		<u>2006</u>		<u>2005</u>
<b>Business services</b>					
Corporation taxes and fees	\$ 209,355,337		\$ 197,515,924		\$ 200,245,227
Uniform Limited Partnership	1,631,120		1,683,247		1,839,477
Uniform Commercial Code	3,284,694		3,224,568		3,182,249
Limited Liability Co. Act	43,086,816		39,402,672		34,877,073
Limited Liability Partnership	421,350		378,905		351,425
<b>Securities</b>					
License fees or registration	50,533,427	(1)	42,477,526		41,059,767
<b>Library</b>					
Copy fees and book dues	7,768		10,691		5,575
Federal government	5,920,187		5,937,633	(2)	7,661,791
User library charges	-		-	(3)	568,154
<b>Archives</b>					
Copy and recording fees	11,344		24,638		24,006
<b>Index</b>					
License fees or registration	1,286,230		1,462,760		1,311,988
Subscriptions of publication sales	32,365		39,076		35,695
Lobbyist registration	608,550		593,550		605,350
Lobbyist registration fines	30,600		19,850		14,550
<b>Information Technology</b>					
IL Emergency Management	120,764	(4)	-		-
<b>Physical services</b>					
Parking fees	29,090		9,430		7,750
<b>All departments</b>					
Miscellaneous	70,684	(5)	41,965		57,886
Employee reimbursements	10,660		7,613		15,380
Check Write Off/Go Back	9,180		9,170		11,819
Commissions/Concessions	5,234		4,994		6,695
Historic Preservation	-		-		-
State Board of Education	-		-		-
State Board of Elections	-		-	(6)	1,238,000
Statistical Services Revolving	-		-		-
Illinois Emergency Management Agency	-	(7)	503,549		527,399

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF CASH RECEIPTS - BY DEPARTMENT AND SOURCE

<u>Department and Source</u>	<u>2007</u>		<u>2006</u>		<u>2005</u>
Department of Transportation	\$ 76,253	(8)	\$ 26,303	(8)	\$ 85,289
SSOLV					
Federal Motor Carrier Safety Administration	119,680	(9)	373,874	(9)	311,313
Private organizations or individuals	-		-		-
Oklahoma Dept. of motor vehicles	268,607	(10)	-		-
Unclaimed assets	175,986	(11)	-	(11)	46,899
Repayment to State and return of petty cash	867		288		2,052
<b>Driver Services</b>					
Operators' license and related fees	69,093,840		67,969,620	(12)	86,874,518
Sale of individual driving record	33,830,790		33,411,912		34,204,296
Automotive dealer fees	4,909,152		4,998,298		5,155,586
Reinstate operators license	11,407,770		10,857,550		9,662,240
Sale of vehicle or driver data	632,180	(13)	446,937	(13)	304,567
Standard Illinois identification card	11,273,088		10,780,200	(14)	4,177,944
Federal Transportation Safety Administration - Hazardous Materials	82,892	(15)	528,020	(15)	82,042
Private organizations or individuals	828,431	(16)	1,618,299		1,607,702
National traffic safety Administration - Federal	-		-		-
<b>Vehicle Services</b>					
Indirect cost reimbursement	-		-		-
Commercial distribution fee	50,657,433	(17)	72,016,586	(17)	120,283,199
Short Term Trip Permits	1,006,468		942,052		1,031,456
Personalized license plates	9,233,327		9,917,554		11,217,351
Certificate of Title	137,645,474		141,924,974	(18)	209,957,975
Delinquent vehicle registration renewal	7,564,000		8,528,220	(19)	1,170,600
IRP audit fees	1,162		3,982		8,778
License fees or registration	1,376,579,183		1,376,680,449		1,226,215,718

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

COMPARATIVE SCHEDULE OF CASH RECEIPTS - BY DEPARTMENT AND SOURCE

<u>Department and Source</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>SOS Police</b>			
License fees or registration	\$ 341,678	\$ 360,908 (20)	\$ 625,946
Criminal Justice trust fund	-	18,591	-
Local Illinois government units	-	-	-
Motor Vehicle Theft Prevention Council	1,380,000 (21)	1,127,000	1,022,000
Vehicle inspection	393,000 (22)	-	-
Circuit Clerk fines	18,427	14,334	14,363
SOS Police Service Fees	54,196	50,924	54,217
Fines, penalties or violations	1,931	19,840	33,152
Other Illinois State agencies and prior period adjustments	<u>76,529</u>	<u>68,963 (23)</u>	<u>11,865</u>
Total cash receipts per Comptroller	<u>\$ 2,034,107,744</u>	<u>\$ 2,036,033,439</u>	<u>\$ 2,007,808,324</u>

Note: The Secretary of State's explanations for significant variance in cash receipts are documented in the Analysis of Significant Variations in Receipts later in this report.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

RECONCILIATION SCHEDULE OF CASH RECEIPTS BY DEPARTMENT, SOURCE AND FUND TO DEPOSITS REMITTED TO THE STATE COMPTROLLER

Year Ended June 30, 2007

Department and Source	General Revenue Fund #0001	Road Fund #0011	Live and Learn Fund #0026	Drivers' Education Fund #0031	State Parks Fund #0040	Lobbyist Registration Administration Fund #0044	General Obligation Bond Retirement and Interest Fund #0101	CDLIS/AAMVA Not Trust Fund #0109	General Assembly Computer Equipment Receiving Fund #0155	Registered Limited Liability Partnership Fund #0167	Secretary of State Federal Projects Fund #0176	Violence Prevention Fund #0184
Business Services												
Corporation taxes and fees	\$ 193,289,774											\$
Uniform Limited Partnership	1,631,120											
Uniform Commercial Code	1,412,970											
Limited Liability Co. Act	43,086,816											
Limited Liability Partnership										421,350		
Securities												
License fees or registration	36,013,468											
Library												
Copy fees and book dues	550											
Federal government												
User library charges												
Archives												
Copy and recording fees	11,344											
Index												
License fees or registration	1,286,230											
Subscriptions of publication sales												
Lobbyist registration fees						638,550						
Lobbyist registration fines						30,680						
Physical Services												
Emergency Management												
Printing fees												
All departments												
Missouri	33,148	37,536										
Employment/Retirement	5,009	5,651										
Check Write OFFGO Back	0,180											
Check Write for students	5,234											
State Board of Elections												
State Board of Education												
State Board of Examiners												
Statistical Services Reporting												
Illinois Emergency Management Agency												
Department of Transportation SSOLV												
Food motor center safety seminar												
Private organizations or individuals												
Oklahoma Dept of motor vehicles												
Unclaimed assets	175,586											
Repayment to State and return of petty cash		867										
Driver Services												
Operator's license and related fees	33,830,790	35,061,459		11,825,832								
Sale of individual driving record	4,590,029											
Automotive dealer fees	9,497,260											
Renovate operators license	632,180											
Sale of vehicle or driver data	11,273,088											
Standard I.D. card												
Federal motor safety Admin - Hazmat												
Private organizations or individuals												
National traffic safety administration - Federal												
Vehicle Services												
Judicial Court Reimbursement	50,381,803											
Commercial distribution fee	1,005,468											
Short term trip permits	4,615,664											
Personalized license plates	31,948,510	87,829,558										
Certificate of title	7,564,000											
Delinquent vehicle register renewal	1,162											
IRP audit fees		711,114,403										531,450
License fees or registration		341,678										
SOS Police												
License fees or registration												
Criminal Justice Trust Fund												
Local Illinois government units												
Motor Vehicle Theft Prevention Council												
Vehicle Inspection												
Circuit Clerk fees												
SOS Police Service fees												
Fines, penalties or violations												
Other Illinois State agencies & prior period adjustments												
Total cash receipts per Comptroller	432,342,789	834,491,262	12,254	11,825,832	1,200,650	639,130	23,272	821,554	32,265	421,350	159,145	531,450
Receipts in transit to State Treasurer												
June 30, 2006	1,552,896	44,726,475										
June 30, 2007	(2,002,461)	(56,225,279)										
Receipts in transit to State Comptroller												
June 30, 2006	(9,734,744)	(152,707,622)										
June 30, 2007	12,626,867	166,852,050										
Prior period and other adjustments	(39,856)	(100,430)	(12,254)									
Total Agency Receipts, fiscal year 2007	\$ 434,745,491	\$ 837,035,556	\$	\$ 11,825,832	\$ 1,200,650	\$ 639,130	\$ 23,272	\$ 821,554	\$ 32,265	\$ 421,350	\$ 159,145	\$ 531,450

Note: The above information has been taken from State Comptroller records and reconciled to the Office's Accounting Revenue Ledger.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

RECONCILIATION SCHEDULE OF CASH RECEIPTS BY DEPARTMENT, SOURCE AND FUND TO DEPOSIT'S REMITTED TO THE STATE COMPTROLLER

	Year Ended June 30, 2007											
	Secretary of State License Plate Fund #0185	Drunk & Drugged Driving Prevention Fund #0276	Securities Investors Education Fund #0292	Inter-Agency Grant Fund #0295	Family Financial Responsibility Fund #0322	Motor Vehicle Review Board Fund #0323	Securities Audit and Enforcement Fund #0362	Department of Business Services Special Operations Fund #0363	Secretary of State Evidence Fund #0374	Corporate Franchise Tax Refund Fund #0380	Illinois Habitat Fund #0391	Prison Fund #0401
<b>Registration and Source</b>												
Business Services												
Corporation taxes and fees												
Uniform Limited Partnership												
Uniform Commercial Code												
Limited Liability Co. Act												
Limited Liability Partnership												
Securities												
Lienors fee or registration												
Library												
Copy fees and book dues												
Federal government												
User library charges												
Archives												
Copy and recording fees												
Index												
Licenses fees or registration												
Subscriptions of publication sales												
Lobbyist registration fees												
Lobbyist registration fines												
Physical Services												
IL Emergency Management												
Parking fees												
All departments												
Miscellaneous												
Employee reimbursements												
Check Write ODGO Back												
Commissions/concessions												
Historic Preservation												
State Board of Elections												
Statistical Services Revolving												
Illinois Emergency Management Agency												
Department of Transportation SSOLV												
Fuel motor carrier safety advice												
Private organizations or individuals												
Oklahoma Dept of motor vehicles												
Unclaimed assets												
Repayment to State and return of petty cash												
Driver Services												
Operator's license and related fees												
Sale of individual driving record												
Automotive dealer fees												
Reinstatement license												
Sale of vehicle or driver data												
Search IL.DD cost												
Federal motor safety Admin. - Hazard												
Private organizations or individuals												
National traffic safety administration - Federal												
Vehicle Services												
Indirect Cost Reimbursement												
Commercial distribution fee												
Short term trip permits												
Personalized license plates												
Certificate of title												
Delinquent vehicle register renewal												
IRP audit fees												
License fees or registration												
SOS Police												
License fees or registration												
Criminal justice trust fund												
Local Illinois government units												
Motor Vehicle Theft Prevention Council												
Vehicle inspection												
Circuit Clerk fees												
SOS Police Service fees												
Fines, penalties or violations												
Other Illinois State agencies & prior period adjustments												
Other Illinois State agencies per Comptroller												
Total cash receipts per Comptroller	5,892	1,908,970	1,370,752	2,041,607	1,440	319,123	13,153,434	7,901,182	1,931	3,062,020	257,830	364,181
Receipts in transit to State Treasurer												
June 30, 2006												
June 30, 2007												
Receipts in transit to State Comptroller												
June 30, 2006												
June 30, 2007												
Prior period and other adjustments	(5,892)						(4,257)					
Total Agency Receipts, fiscal year 2007	\$ 5,211,605	\$ 1,908,970	\$ 1,370,752	\$ 2,041,607	\$ 1,440	\$ 319,123	\$ 13,149,177	\$ 7,901,182	\$ 1,931	\$ 3,062,020	\$ 257,830	\$ 364,181

Note: The above information has been taken from State Comptroller records and reconciled to the Office's Accounting Revenue Ledger.





STATE OF ILLINOIS  
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RECONCILIATION SCHEDULE OF CASH RECEIPTS BY DEPARTMENT, SOURCE AND FUND TO DEPOSITS REMITTED TO THE STATE COMPTROLLER

Year Ended June 30, 2007

Department and Source	OT Highway Vehicle Fund #0374	Illinois Pan Ethnic Fund #0384	Park District Youth Fund #0383	Hempire Fund #0386	September 11th Heritage Project Fund #0394	Illinois Route 06 Fund #0398	Politics Memorial Committee Fund #0399	Management Fund #0399	Motor Vehicle License Fund #0402	Motor Carrier Safety Inspection Fund #0409	Organ Donor Awards Fund #0716	Secretary of State DOJ Administration Fund #0732	Illinois Future Teachers Corps Scholarship Fund #0733	Secretary of State Police DUI Fund #0738
Business Services														
Corporation taxes and fees														
Uniform Limited Partnership														
Uniform Commercial Code														
Limited Liability Co. Act														
Limited Liability Partnership														
Securities														
License fees or registration														
Library														
Copy fees and book dues														
Federal government														
User library charges														
Archives														
Copy and reprinting fees														
Index														
License fees or registration														
Subscriptions of publication sales														
Lobbyist registration fees														
Lobbyist registration fines														
Physical Services														
IL Emergency Management														
Parking fees														
All Departments														
Miscellaneous														
Employee reimbursements														
Chuck White ODGO Back														
Commissions/commissars														
Historic Preservation														
State Board of Education														
State Board of Elections														
Statistical Services Revolving														
Illinois Emergency Management Agency														
Department of Transportation SSOLV														
Fid motor carrier safety admin														
Private organizations or individuals														
Oklahoma Dept of motor vehicles														
Unclaimed assets														
Repayment to State and return of petty cash														
Driver Services														
Operators' license and related fees														
Sale of individual driving record														
Automotive dealer fees														
Reinstatement operators license														
Sale of vehicle or driver data														
Standard IL ID card														
Federal motor safety Admin - Hazmat														
Private organizations or individuals														
National traffic safety administration - Federal														
Vehicle Services														
Indirect Cost Reimbursement														
Commercial distribution fee														
Short term trip permits														
Personalized license plates														
Certificate of title	440,861								11,617,925					
Delinquent vehicle register renewal														
IRP audit fees														
License fees or registration		21,525	20,410	1,324	85,950	61,450	87,482	111,846			137,833			
SOS Police														
License fees or registration														
Criminal Justice Trust Fund														
Local Illinois government wells														
Motor Vehicle Theft Prevention Council														
Vehicle inspection														
Circuit Clerk fines														
SOS Police Service fees														
Fines, penalties or violations														
Other Illinois State agencies & prior period adjustments														
Total cash receipts per Comptroller	440,861	21,525	20,410	1,654	85,950	61,450	87,482	111,846	11,617,925	2,342,500	137,833	1,362,060	29,557	17,031
Receipts in transit to State Treasurer														
June 30, 2006														
June 30, 2007														
Receipts in transit to State Comptroller														
June 30, 2006														
June 30, 2007														
Prior period and other adjustments			40	(350)					(80)					
Total Agency Receipts, fiscal year 2007	\$ 440,861	\$ 21,525	\$ 20,410	\$ 1,324	\$ 85,950	\$ 61,450	\$ 87,482	\$ 111,846	\$ 11,617,925	\$ 2,342,500	\$ 137,833	\$ 1,362,060	\$ 29,557	\$ 17,031

Note: The above information has been taken from State Comptroller records and reconciled to the Office's Accounting Revenue Ledger.



STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

RECONCILIATION SCHEDULE OF CASH RECEIPTS BY DEPARTMENT, SOURCE AND FUND TO DEBITS REMITTED TO THE STATE COMPTROLLER

Year Ended: June 30, 2006

Department and Source	General Revenue Fund #0001	Road Fund #0011	Live and Learn Fund #0026	Drivers' Education Fund #0031	State Parks Fund #0040	Lobbyist Registration Administration Fund #0044	General Obligation and Interest Fund #0101	CDLIS/AA/MVA Motor Vehicle Fund #0109	General Assembly Computer Equipment Acquiring Fund #0155	Registered Liability Partnership Fund #0187	Secretary of State Federal Programs Fund #0176	Violence Prevention Fund #0184
Business Services	\$ 181,479,827											
Corporate taxes and fees	1,683,247											
Uniform Limited Partnership	1,411,224											
Uniform Commercial Code	39,403,672											
Limited Liability Co. Act												
Limited Liability Partnership												
Securities												
License fees or registration	34,031,988											
Library												
Copy fees and book dues	577											
Federal government												
Inter library charges												
Archives												
Copy and recording fees	24,638											
Index												
License fees or registration	1,462,760											
Subscriptions of publication sales												
Employer registration fees				593,580								
Employer registration fines				19,880								
Physical Services												
IL Emergency Management												
Parking fees							7,544					
All departments												
Miscellaneous	22,021	19,844										
Employee reimbursements	4,403	3,210										
Check White OTRGO Bank	9,170											
Commissions/concessions	4,594											
Historic Preservation												
State Board of Education												
State Board of Elections												
Satisfaction Services Revolving												
Illinois Emergency Management Agency												
Department of Transportation SSOLV												
Fed motor carrier safety admin												
Private organizations or individuals												
Unclaimed assets												
Repayment to State and return of petty cash												
Driver Services												
Operators' license and related fees												
Sale of individual driving record	35,411,912	34,203,124										
Automotive dealer fees	4,683,550											
Refundable operators license	9,056,669											
Sale of vehicle or driver data	466,937											
Standard IL ID card	10,780,200											
Federal motor safety Admin - Hazard												
Private organizations or individuals												
National traffic safety administration - Federal												
Vehicle Services												
Indirect Cost Reimbursement												
Commercial distribution fee	71,966,127											
Short term trip permits	942,052											
Personalized license plates	4,988,777											
Certificate of title	32,956,178	90,545,712										
Delinquent vehicle register renewal	8,528,220											
IRP audit fees	3,982											
License fees or registration												75,538,614
SOS Police												
License fees or registration												
Criminal justice trust fund												
Local Illinois government units												
Motor Vehicle Theft Prevention Council												
Beat Auto Theft Prevention Council												
Circuit Clerk fees												
SOS Police Service fees												
Fines, penalties or violations												
Other Illinois State agencies & prior period adjustments												
Total cash receipts per Comptroller	437,273,440	860,554,927		205	1,312,025	613,400	7,544	1,051,598	39,076	378,905	554,323	573,125
Receipts in transit to State Treasurer												
June 30, 2005	2,715,453	50,205,295										
June 30, 2006	(1,552,496)	(44,726,475)										
Receipts in transit to State Comptroller												
June 30, 2005	(8,802,405)	(162,726,963)										
June 30, 2006	9,794,744	152,707,622										
Prior period and other adjustments	(21,704)	(3,127)										
Total Agency Receipts, fiscal year 2006	\$ 439,346,632	\$ 856,011,279		\$ 205	\$ 1,312,025	\$ 613,400	\$ 7,544	\$ 1,051,598	\$ 39,076	\$ 378,905	\$ 554,323	\$ 573,125

Note: The above information has been taken from State Comptroller records and reconciled to the Office's Accounting Revenue Ledger.

STATE OF ILLINOIS  
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RECONCILIATION SCHEDULE OF CASH RECEIPTS BY DEPARTMENT, SOURCE AND FUND TO DEBITS REMITTED TO THE STATE COMPTROLLER

Year Ended June 30, 2006

	Secretary of State License Plate Fund #0185	Drunk & Drugged Driving Prevention Fund #0276	Scientific Services Investment Fund #0292	Inter-Agency Fund #0295	Family Financial Responsibility Fund #0222	Motor Vehicle Review Fund #0223	Securities Audit and Enforcement Fund #0182	Department of Business Services Special Operations Fund #0283	Secretary of State Evidence Fund #0374	Corporate Franchise Park Retail Fund #0380	Illinois Habitat Fund #0391	Traffic Fund #0401
Department and Source												
Business Services												
Competition fees and fees												
Uniform Limited Partnership												
Uniform Commercial Code												
James Leahy Co. Act												
Limited Liability Partnership												
Securities			127,652				8,318,266					
License fees or registration												
License fees and book dues												
Copy fees												
Federal government												
User library charges												
Archives												
Copy and recording fees												
Index												
License fees or registration												
Subscriptions or publication sales												
Lobbyist registration fees												
Lobbyist registration fees												
Physical Services												
IL Emergency Management												
Parking fees												
All departments												
Miscellaneous												
Employee reimbursements												
Check Write OIRGO Black												
Commission/commissions												
Historic Preservation												
State Board of Education												
State Board of Elections												
Statistical Services Revolving												
Illinois Emergency Management Agency												
Department of Transportation SSOLV												
Fed motor carrier safety admin												
Private organizations or individuals												
Unclaimed assets												
Repayment to State and return of petty cash												
Driver Services												
Operator's license and related fees												
Sale of individual driving record												
Automotive dealer fees												
Reinsure operators license		1,799,460										
Sale of vehicle or driver data												
Standard IL ID card												
Federal motor safety Admin - Hazmat												
Private organizations or individuals												
National traffic safety administration - Federal												
Vehicle Services												
Indirect Cost Reimbursement												
Commercial distribution fee												
Short term trip permits												
Personalized license plates												
Certificate of title			4,958,777									
Delinquent vehicle register renewal												
IRP audit fees												
License fees or registration												
SOS Police												
License fees or registration												
Criminal justice trust fund												
Local Illinois government units												
Motor Vehicle Theft Prevention Council												
Beat Auto Theft Prevention Council												
Circuit Clerk fees												
SCS Police Service fees												
Fines, penalties or violations												
Other Illinois State agencies & prior period adjustments												
Total cash receipts by Comptroller	13,790	1,799,460	127,652	1,649,140	1,220	314,948	8,318,266	8,306,764	19,840	2,853,177	268,100	131,955
Receipts in transit to State Treasurer	5,561,377											
June 30, 2006												
June 30, 2005												
Receipts in transit to State Comptroller												
June 30, 2006												
June 30, 2005												
Prior period and other adjustments	(13,790)											
Total Agency Receipts, fiscal year 2006	\$ 5,547,687	\$ 1,799,460	\$ 127,652	\$ 1,649,140	\$ 1,220	\$ 314,948	\$ 8,318,266	\$ 8,306,764	\$ 19,840	\$ 2,853,177	\$ 268,100	\$ 131,955

Note: The above information has been taken from State Comptroller records and reconciled to the Office's Accounting Revenue Ledger.

STATE OF ILLINOIS  
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RECONCILIATION SCHEDULE OF CASH RECEIPTS BY DEPARTMENT, SOURCE AND FUND TO DEPOSITS REMITTED TO THE STATE COMPTROLLER

Year Ended June 30, 2006

Department and Source	Common School Fund #0412	State College & University Trust Fund #0417	University Grant Fund #0418	Alternative Fuels Fund #0422	Safety Responsibility Fund #0456	Library Services Fund #0470	State Library Fund #0471	Secretary of State Special Services Fund #0483	Wildlife Prairie Park Fund #0504	Master Mason Fund #0508	Illinois Fire Fighters Memorial Fund #0510	Illinois & Michigan Canal Fund #0570
Business Services												
Corporation taxes and fees												
Uniform Unaffiliated Partnership												
Uniform Commercial Code												
Limited Liability Co. Act												
Limited Liability Partnership												
Securities												
License fees or registration												
Library												
Copy fees and book dues												
Federal government												
User library charges												
Archives												
Copy and recording fees												
Index												
License fees or registration												
Subscriptions of publication sales												
Lobbyist registration fees												
Lobbyist registration fines												
Physician Services												
IL Emergency Management												
Parking fees												
All departments												
Miscellaneous												
Employee reimbursements												
Check Write ODIGO Back												
Commissions/commissions												
Historic Preservation												
State Board of Elections												
Statistical Services Revolving												
Illinois Emergency Management Agency												
Department of Transportation SSOLY												
Fed motor carrier safety admin												
Private organizations or individuals												
Unclaimed assets												
Repayment to State and return of petty cash												
Driver Services												
Operations' license and related fees												
Sale of individual driving record												
Automotive dealer fees												
Reissue operators license												
Sale of vehicle or driver data												
Standard ID card												
Federal motor safety Admin - Hazmat												
Private organizations or individuals												
National traffic safety administration - Federal												
Vehicle Services												
Judicial Court Reimbursement												
Commercial distribution fee												
Short term trip permits												
Personalized license plates												
Certificate of title												
Delinquent vehicle register renewal												
TRP audit fees												
License fees or registration												
SOS Police												
License fees or registration												
Criminal Justice Trust Fund												
Local Illinois government units												
Motor Vehicle Theft Prevention Council												
Beat Auto Theft Prevention Council												
Circuit Clerk fees												
SOS Police Service fees												
Fines, penalties or violations												
Other Illinois State agencies & prior period adjustments												
Total cash receipts per Comptroller	372,384	232,825	53,325	1,547,000	1,103,321	5,937,686	10,114	23,313,960	23,125	44,434	367,410	8,300
Receipts in transit to State Treasurer												
June 30, 2005												
June 30, 2006												
Receipts in transit to State Comptroller												
June 30, 2005												
June 30, 2006												
Prior period and other adjustments												
Total Agency Receipts, fiscal year 2006	\$ 372,384	\$ 232,825	\$ 53,325	\$ 1,547,000	\$ 1,103,321	\$ 5,937,686	\$ 10,114	\$ 23,313,960	\$ 23,125	\$ 44,434	\$ 367,410	\$ 8,300

Note: The above information has been taken from State Comptroller records and reconciled to the Office's Accounting Revenue Ledger.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE  
RECONCILIATION SCHEDULE OF CASH RECEIPTS BY DEPARTMENT, SOURCE AND FUND TO DEPOSITS REMITTED TO THE STATE COMPTROLLER

Year Ended June 30, 2006

	Illinois Park District Youth Fund #0584	Park District Youth Fund #0585	September 11th Heritage Project Fund #0588	Illinois Route 66 Heritage Project Fund #0594	Police Memorial Committee Fund #0598	Mammogram Fund #0599	Motor Vehicle License Plate Fund #0622	Motor Carrier Safety Inspection Fund #0649	Organ Donor Awareness Fund #0716	Secretary of State DUJ Administration Fund #0732	Illinois Future Teachers Corps Scholarship Fund #0753	Secretary of State Police DUJ Fund #0758
<b>Department and Source</b>												
Business Services	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Corporation taxes and fees												
Uniform Limited Partnership												
Uniform Commercial Code												
Limited Liability Co. Act												
Limited Liability Partnership												
Securities												
License fees or registration												
Library												
Copy fees and book dues												
Federal government												
User library charges												
Archives												
Copy and recording fees												
Index												
License fees or registration												
Subscriptions of publication sales												
Lobbyist registration fees												
Lobbyist registration fines												
Physical Services												
IL Emergency Management												
Parking fees												
All departments												
Miscellaneous												
Employee reimbursements												
Check Write OIRGO Back												
Commissions/concessions												
Historic Preservation												
State Board of Elections												
Statistical Services Revolving												
Illinois Emergency Management Agency												
Department of Transportation SSOLY												
Pod motor carrier safety admin												
Private organizations or individuals												
Unclaimed assets												
Repayment to State and return of petty cash												
Driver Services												
Operators' license and related fees												
Sale of individual driving record												
Automotive dealer fees												
Reinsure premium license												
Sale of vehicle or driver data												
Standard I.D. card												
Refund motor safety Admin - Hazmat												
Private organizations or individuals												
Motor traffic safety administration - Federal												
Vehicle Services												
Indirect Cost Reimbursement												
Commercial distribution fee												
Short term trip permits												
Personalized license plates												
Certificate of title	477,804						11,976,784					
Derelict vehicle register renewal												
IRP audit fees												
License fees or registration	14,050	19,115	65,125	40,750	67,188	110,228			126,918		22,733	
SOS Police												
License fees or registration												
Criminal Justice Trust Fund												
Local Illinois government units												
Motor Vehicle Theft Prevention Council												
Best Auto Theft Prevention Council												
Circuit Clerk fees												
SOS Police Service fees												
Fines, penalties or violations												
Other Illinois State agencies & prior period adjustments												
Total cash receipts per Comptroller	477,804	19,115	65,125	40,750	67,188	110,228	11,976,784	2,334,920	126,918	1,332,942	22,733	14,334
Receipts in transit to State Treasurer												
June 30, 2005												
June 30, 2006												
Receipts in transit to State Comptroller												
June 30, 2005												
June 30, 2006												
Prior period and other adjustments												
Total Agency Receipts, fiscal year 2006	\$ 477,804	\$ 19,115	\$ 65,125	\$ 40,750	\$ 67,188	\$ 110,228	\$ 11,976,784	\$ 2,334,920	\$ 126,918	\$ 1,332,942	\$ 22,733	\$ 14,334

Note: The above information has been taken from State Comptroller records and reconciled to the Office's Accounting Revenue Ledger.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE  
RECONCILIATION SCHEDULE OF CASH RECEIPTS BY DEPARTMENT, SOURCE AND FUND TO DEPOSITS REMITTED TO THE STATE COMPTROLLER

Year Ended June 30, 2006

	Secretary of State Fund #0759	U.S. Marine Corps Scholarship Fund #0760	Overpopulation Fund #0764	Pet Maintenance Fund #0782	Cycle Rider Training Fund #0863	International Registration Plus Fund #0890	Library Trust Fund #0893	State Construction Account Fund #0902	Secretary of State Grant Fund #0948	Park and Conservation Fund #0952	Total
<b>Department and Source</b>											
Business Services											
Corporation taxes and fees											\$ 197,515,924
Uniform Limited Partnership											1,683,247
Uniform Commercial Code											3,274,568
Limited Liability Co. Act											39,402,672
Securities											378,905
License fees or registration											42,477,526
Library											
Copy fees and book dues											10,691
Federal government											5,937,633
User library charges											
Archives											
Copy and recording fees											24,638
Index											
License fees or registration											1,462,760
Subscriptions of publication sales											39,076
Lobbyist registration fees											593,550
Lobbyist registration fines											19,850
Physical Services											
IL Emergency Management											
Parking fees				1,886							9,430
All departments											
Miscellaneous											41,985
Employee reimbursements											7,613
Check Write (IRGO) Back											9,170
Commissions/concessions											4,994
Elicotic Preservation											
State Board of Education											
Statistical Services Revolving											
Illinois Emergency Management Agency											503,549
Department of Transportation SSO/IV											363,303
Fed motor carrier safety admin											373,874
Private organizations or individuals											
Unclaimed assets											
Repayment to State and return of petty cash											286
Driver Services											
Courtier's license and related fees					870,800						61,989,620
Sale of individual driving record											33,411,912
Automotive dealer fees											4,598,298
Renewal operating license											10,857,550
Sale of vehicle or driver data											446,937
Standard IL ID card											10,780,200
Federal motor safety Admin - Hiram											528,020
Private organizations or individuals									514,978		1,618,299
National traffic safety administration - Federal											
Vehicle Services											
Judicial Cost Reimbursement											
Commercial distribution fee											72,016,386
Short term trip permits											942,052
Personalized license plates											9,917,554
Certificate of title										5,988,396	141,924,974
Delinquent vehicle register renewal											8,528,220
IRP audit fees											5,982
License fees or registration					3,056,131	155,430,704					1,376,680,449
SOS Police											
License fees or registration											360,208
Criminal Justice Trust Fund											18,591
Local Illinois government units											1,127,000
Motor Vehicle Theft Prevention Council											14,334
Beet Auto Theft Prevention Council											50,924
Circuit Clerk fees											19,640
SOS Police Service fees											50,924
Fines, penalties or violations											
Other Illinois State agencies & prior period adjustments											
Total cash receipts per Comptroller	50,924	32,258	69,375	1,886	3,926,921	155,430,706	32	476,876,437	514,978	5,988,396	2,036,033,439
Receipts in transit to State Treasurer											
June 30, 2005											52,920,748
June 30, 2006											(46,279,371)
Receipts in transit to State Comptroller											
June 30, 2005											(171,529,568)
June 30, 2006											162,442,166
Prior period and other adjustments											(68,890)
Total Agency Receipts, fiscal year 2006	50,924	32,258	69,375	1,886	3,926,921	155,430,744	(32)	476,876,437	514,978	5,988,396	2,035,518,652

Note: The above information has been taken from State Comptroller records and reconciled to the Office's Accounting Revenue Ledger.



STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

EXPLANATION OF SIGNIFICANT VARIATIONS IN EXPENDITURES

For the Fiscal Years Ended June 30, 2007 and 2006

The State of Illinois, Office of the Secretary of State's explanations of variations in expenditures which exceed \$25,000 and 15% or more, as presented in the Schedule of Expenditures by Major Object Codes are detailed below:

Operations:

1. Extra Help Personal Services increased by \$1,033,870, or 16.99% between fiscal years 2006 and 2007. In FY 2007, 20 new facility positions were added in extra help, which accounted for the increase.
2. Employee retirement contributions decreased by \$1,938,600 or 32.45% between fiscal years 2006 and 2007. In fiscal year 2007, per union contract changes, employees were required to pick up 2% of the 4% employee retirement contribution, thus lowering the Secretary of State's contribution.
3. State Retirement Fund contributions increased by \$7,134,345, or 60.11% between fiscal years 2006 and 2007, and decreased by \$11,878,167, or 50.02% between fiscal years 2005 and 2006. The fluctuations are the result of a change in the State Retirement Fund contribution rates from 16.107% in FY 2005 to 7.792% in FY 2006 to 11.525% in FY 2007.
4. Printing expenditures increased by \$1,977,902, or 61.55% between fiscal years 2005 and 2006, and decreased by \$914,319, or 17.61% between fiscal years 2006 and 2007. Overall printing expenditures did increase between FY 2005 and FY 2006 mostly due to an increase in the purchase of temporary registration permits and validation stickers. Fiscal year 2006 was also the year for the printing of the Illinois Blue Book and the Rules of the Road, which is an every other year expense and caused expenditures to increase by \$289,483. The increase is also due to more printing expenditures being switched from the lump sum Motor Vehicle License Plate Fund to the Special License Plate Fund. The decrease in printing expenditures in fiscal year 2007 is mostly due to the Illinois Blue Book and the Rules of the Road not being printed, as well as a decrease in temporary registration permits.
5. Equipment expenditures decreased by \$671,398, or 21.29% between fiscal years 2005 and 2006. This is mostly due to the movement of the IBM Enterprise Server payments in FY 2006 to the Office Automation and Technology lump sum, as well as the purchase of CDL automated testing machines in FY 2005 that did not happen in FY 2006.

6. The Interagency Grant Fund expenditures decreased \$912,216, or 35.71% from fiscal years 2005 to 2006. Approximately \$360,000 of this decrease can be attributed to the spend down of two grants from the U.S. Department of Homeland Security received in FY 2005 by the Office as a pass-through grant from the Illinois Emergency Management Agency. One grant was to increase security at the Capitol Complex. The other was to enable driver license and identification card photos and information to be instantly accessible to law enforcement agencies throughout Illinois. The rest of the decrease is attributable to a grant from the U.S. Election Assistance Commission received by the Office as a pass-through grant from the Illinois State Board of Elections to link voter and driver databases and enable the Office to register voters at driver service facilities throughout the State. The majority of the expenditures for this project were paid in FY 2005 with a major decrease in spending in FY2006.
7. The SOS Grant Fund expenditures decreased \$65,493, or 26.37% from fiscal years 2006 to 2007. This fund depends on funding made available from non-governmental sources for specified programs. During FY 2004, the Illinois State Library received \$664,000 from the Bill and Melinda Gates Foundation to be sub-granted to local libraries for technology improvements over a three-year period. Thus, expenditures from the fund were much higher in fiscal years 2004 through 2006.
8. The Securities Investors' Education Fund program increased by \$351,694 or 136.07% between fiscal years 2005 and 2006, and decreased \$399,147 or 65.42% from fiscal years 2006 and 2007. The increase in FY 2006 was mostly due to a TV media buy to increase the public's awareness of securities fraud and an increase in postage expenditures to cover the costs of mailings related to increasing the public's awareness of securities fraud. The decrease in expenditures in FY 2007 was due to a decrease in postage expenditures as well as the absence of a media buy.
9. Alternate Fuels Fund expenditures increased \$64,494 or 41.04% from fiscal years 2006 to 2007. The increase was due to postage and equipment expenditures related to the alternate fuels program.
10. Motor Vehicle License Plate Fund expenditures decreased \$3,240,482, or 29.70% from fiscal years 2005 to 2006 and increased \$4,069,486, or 53.06% from fiscal years 2006 to 2007. The decrease in expenditures in FY 2006 was mostly due to FY 2005 being the final year of leasing on equipment tied to the replating program. The increase in expenditures in FY 2007 is due to more operational expenditures, mostly license plates, vehicles data entry and printing, being shifted from the Road Fund due to budgetary constraints.
11. Online Computer Library Center program expenditures decreased \$953,180, or 100.00% from fiscal years 2005 to 2006. This program, which was statutorily authorized but not required by the State Library Act, involved collecting user fees from local libraries and paying them to the contractors providing the service. In FY 2005, the collection aspect of this program was transferred from the Illinois State Library to the Lincoln Trails Library System. As such, the agency fund that collected and passed through the fees was liquidated early in FY 2005, resulting in no expenditures in FY 2006 and FY2007 since the fund was no longer in existence.

12. SOS DUI Administration Fund expenditures decreased \$195,141, or 15.46% between fiscal years 2005 and 2006 and increased \$360,027, or 33.74% between fiscal years 2006 and 2007. The variance in expenditures for all years is mostly due to legal fees for contractual hearing officers. These fees are split between the DUI Administration Fund and Road Fund. In 2006, more of these fees were paid from the Road Fund, thus decreasing the expenditures out of the DUI Administration Fund. In 2007, all of the legal fees were paid from the DUI Administration Fund, thus increasing those expenditures and decreasing the Road Fund expenditures.
13. Department of Homeland Security program expenditures increased by \$429,488, or 425.32% between fiscal years 2005 and 2006 and decreased \$489,124, or 92.21% between fiscal years 2006 and 2007. Beginning in FY 2005, the Office was required to collect a federal government fee for commercial driver license (CDL) applicants seeking a CDL endorsement to transport hazardous materials. The Office collected these fees and periodically forwarded payment to the U.S. Department of Homeland Security. In FY 2007 the Office did not collect the fees because the fees went directly to the U.S. Department of Homeland Security instead of passing through the Office.
14. SOS Special Services Fund expenditures increased \$4,615,216, or 48.48% between fiscal years 2006 and 2007. A large portion of the increase was due to some significant equipment purchases, including almost \$1.4 million for a new server and \$1.3 million for an upgrade to all the PC's in our facilities. Another \$1.65 million was spent on a consulting contract to improve SOS' business processes in preparation for the national REAL ID Act.

Permanent improvements:

15. Expenditures for permanent improvements increased by \$593,747, or 106.4% between fiscal years 2005 and 2006. This increase occurred because the Office did not receive an appropriation from the Capital Development Fund for rehabilitation and maintenance of various facilities in FY 2005, because the General Assembly did not pass a capital appropriation bill early in FY 2005. Funding was restored in FY 2006.
16. Alterations and repairs expenditures increased by \$1,492,729, or 62.78% between fiscal years 2005 and 2006. This increase was the direct result of spending to increase security at the Capitol Complex following the tragic murder of a Capitol security guard. The Capitol Security program began in FY 2005, but funding was received as a supplemental appropriation later in the fiscal year. FY 2006 was the first full year of spending for the program.

Refunds:

17. Corporate franchise tax refunds decreased by \$202,480, or 39.26% between fiscal years 2005 and 2006, and increased by \$224,461, or 71.65% between fiscal years 2006 and 2007. The Office issues refunds when corporations pay more franchise taxes than required. The fluctuation depends on the amount of refunds due to various corporations.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT VARIATIONS IN RECEIPTS

The State of Illinois, Office of the Secretary of State's explanations of variations in receipts that exceed \$25,000 and 15% or more as compared to the prior year are detailed below:

Securities

1. License fees or registrations: Receipts increased \$8,055,901, or 18.97%, from fiscal year 2006 to 2007. A large portion of the increase is due to two settlement awards with Deutsche Bank and Wachovia Bank. Additionally, part of the increase was due to the doubling of the fees pertaining to wire transfers, federally covered investment advisors, registration transfers, investment advisor representation, uniform limited offering exemptions, and securities audit and enforcement investment advisor re-registration.

Library

2. Federal government: Federal receipts decreased \$1,724,158, or 22.5%, from fiscal year 2005 to 2006. Because funds are reimbursed after being expended, the timing of expenses and reimbursements will vary year to year, especially if received during the month of July relating to expenditures occurring prior to July.
3. User library charges: In November 2004, the State Library ceased being the fiscal office for the Online Computer Library Center (OCLC) program. Prior to this date, the State Library would bill and collect receipts from other libraries participating in OCLC program. Lincoln Trail Library is now the fiscal office in charge of collecting receipts. As a result, receipts related to user library charges decreased \$568,154, or 100.0%, from fiscal year 2005 to 2006.

Department of Information Technology

4. IL Emergency Management Agency: The Department of Information Technology received \$120,764 in grant funds from the Department of Homeland Security, Law Enforcement Terrorism Prevention Program, passed through IEMA in FY2007. The Department was reimbursed for programming expenses to provide electronic photographs to law enforcement personnel.

All Departments

5. Miscellaneous: These revenues include such items as employee reimbursements, postal returns, copy charges, return of petty cash and stop payment fees. It is not uncommon for these revenues to fluctuate each year because the source and individual amount of these monies vary from year to year. Part of the increase in fiscal year 2007 was due to the receipt of \$18,000 as a class action litigation settlement from VISA credit card.
6. State Board of Elections: In fiscal year 2004, the Office received a grant under the Help America Vote Act. The grant ended in fiscal year 2005. As a result, receipts of this kind decreased \$1,238,000, or 100%, from fiscal year 2005 to 2006.

7. Illinois Emergency Management Agency (IEMA): In fiscal year 2006, grants originating from the Office of Homeland Security, and passed through IEMA, were awarded for the purchase of security equipment for the Capitol Complex and to provide electronic photographs to law enforcement personnel. These grants were not received in fiscal year 2007, thus the decrease of \$503,549.
8. Department of Transportation: The Office had a variation in reimbursements from Federal grants for fiscal years 2005 to 2007.
9. Federal Motor Carrier Safety Administration: In fiscal year 2006, a grant was awarded to purchase Commercial Driver License testing equipment and laptop computers.
10. Oklahoma Dept. of Motor Vehicles: In fiscal year 2007, the Office received \$268,607 in penalties and interest from the Oklahoma DMV due to Oklahoma not properly distributing fees due to Illinois through the International Registration Plan.
11. Unclaimed assets: These revenues are received from the Treasurer's office and vary widely from year to year.

#### Driver Services

12. Operators' license and related fees: Beginning in fiscal year 2006, the Office's Accounting Revenue department began to change the account codes for certain revenues that were deposited into the State Construction Account Fund. This explains the large decrease in fiscal year 2006.
13. Sale of vehicle or driver data: These revenues include bulk data statistic fees. With the Office's new electronic registration and title system, more data fees are being collected from outside entities. This explains the increase of \$142,370 in fiscal year 2006 and \$185,243 in fiscal year 2007.
14. Standard Illinois identification card: In fiscal year 2005, fees on standard ID cards were raised from \$4 to \$20, beginning January 1, 2005. The \$16 increase was deposited into the General Revenue Fund and generated \$4,177,944 of increased receipts. Fiscal year 2006 was the first full year of the fee increase, thus generating additional receipts of \$6,602,256.
15. Federal Transportation Safety Administration (FTSA) – Hazardous Materials: Beginning in fiscal year 2005, the FTSA required that all commercial drivers license drivers of hazardous material be fingerprinted and run through a criminal database before licensing. The Office collected fingerprinting fees and periodically forwarded payment to the U.S. Department of Homeland Security. In FY 2007 the Office did not collect the fees because the fees went directly to the U.S. Department of Homeland Security instead of passing through the Office.
16. Private organizations or individuals: In fiscal year 2005, the Bill and Melinda Gates Foundation awarded a grant in the amount of \$662,400 to the State Library and in fiscal year 2006, \$505,043 was received in restitution in the Scott Fawell and Citizens for George Ryan case. These were both one-time receipts, thus the decrease in receipts in fiscal year 2007.

#### Vehicles Services

17. Commercial distribution fee: In fiscal year 2004, the General Assembly added a surcharge equal to 36% to the existing cost to register flat weight and mileage vehicle plates. All of the fee revenue was deposited into the General Revenue Fund. Legislation (P.A. 93-1033) lowered this surcharge to

21.5% for fiscal year 2006 and 14.35% for fiscal year 2007 and beyond, thus decreasing the revenues by \$48,266,613 in fiscal year 2006 and \$21,359,153 in fiscal year 2007.

18. Certificate of Title: Beginning in fiscal year 2006, the Office's Accounting Revenue department began to change the account codes for certain revenues that were deposited into the State Construction Account Fund. This explains the large decrease in fiscal year 2006.
19. Delinquent vehicle registration renewal: Beginning in fiscal year 2005, a \$20 fee was assessed to owners of vehicles who failed to renew their license plates within 1 month after the expiration date. The change went into effect January 1, 2005 for plates that expired January 31. Fiscal year 2006 was the first full fiscal year of the new fee, which generated an additional \$7,357,620 in revenues over fiscal year 2005.

#### SOS Police

20. License fees or registration: Beginning in fiscal year 2006, the Office's Accounting Revenue department began to change the account codes for certain revenues that were deposited into the State Construction Account Fund. This explains the large decrease in fiscal year 2006.
21. Motor Vehicle Theft Prevention (MVTP) Council: The Office's Department of Police receives a yearly grant from the MVTP Council. The Department's Special Audit Team uses the grant to regulate the sale and distribution of auto parts as required by the Illinois Vehicle Code. The department is reimbursed by grant proceeds after funds have been expended. The timing of deposits will vary year to year, which explains the increase of \$253,000, from fiscal year 2006 to 2007.
22. Vehicle inspection: In fiscal year 2007, the Office received a one-time grant of \$393,000 from the Illinois Environmental Protection Agency to administer the Vehicle Emissions Inspection Law.
23. Other Illinois State agencies and prior period adjustments: Prior period adjustments are 1) the refund of an expended appropriation from a prior year and 2) the correction of revenues that were posted to the wrong fund in a prior year. The correction of revenues net effect for the current period will be zero because each adjustment will have a source and a destination fund. The remainder is prior year refunds.

The SOS has 30 operational appropriated funds and over \$360 million in annual appropriations. With the volume of vouchers processed and the large sum of funds expended each year it is not unreasonable for prior year refunds to fluctuate from a high of \$76,529 in fiscal year 2007 down to \$11,865 in fiscal year 2005.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2007

The State of Illinois, Office of the Secretary of State's explanations of lapse period expenditures which exceed \$10,000 and 20% of total fiscal year expenditures are detailed below:

	Lapse Period July 1 - August 31	Total Expenditures	Percent
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**GENERAL REVENUE FUND - 001**

EXECUTIVE GROUP

CONTRACTUAL SERVICES	185,177	595,582	31.09%
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Significant lapse period expenditures included labor and materials for carpet installation, which began late in the fiscal year and bills for professional legal services.

GENERAL ADMINISTRATIVE GROUP

PRINTING	385,099	660,543	58.30%
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Significant lapse period expenditures included Sec. Of State Highway maps, which were ordered in June, received and paid in lapse period. Printing of application for vehicle title, Session Laws, and Illinois Vehicle Code Book also make up a significant portion of the lapse period expenditures.

EQUIPMENT	87,864	281,136	31.25%
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Equipment items frequently have a long time period between the beginning of the approval process, actually ordering the equipment, and paying the bill after receipt. Significant lapse period expenditures included laptop computers and related equipment.

TELECOMMUNICATION	57,136	388,582	14.70%
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Due to extensive delays between CMS telecomm service and billing dates, two months of service payments were paid during the lapse period.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2007

	Lapse Period July 1 - August 31	Total Expenditures	Percent
OPERATION OF AUTO EQUIPMENT	113,142	388,052	29.16%

Automotive repairs are performed and paid when necessary. In FY07, several repairs were needed near the end of the fiscal year, with payments during lapse period.

MOTOR VEHICLE GROUP

EQUIPMENT	64,007	65,407	97.86%
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Equipment items frequently have a long time period between the beginning of the approval process, actually ordering the equipment, and paying the bill after receipt. Significant lapse period expenditures included 3 replacement vehicles for Inspector General Office.

**ROAD FUND - 011**

GENERAL ADMINISTRATIVE GROUP

CONTRACTUAL SERVICES	346,670	1,148,275	30.19%
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Electric level payment overage for fiscal year 2007.

MOTOR VEHICLE GROUP

COMMODITIES	59,040	265,988	22.20%
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Significant lapse period expenditures included office supplies for departments whose stock needed filled so that employees would have the resources necessary to perform their job duties. Items were ordered towards end of the fiscal year, so bills were received and paid during lapse period.



STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2007

	Lapse Period July 1 - August 31	Total Expenditures	Percent
PRINTING	183,763	861,441	21.33%

Significant lapse period expenditures included printing of Rules of the Road in Spanish/Polish, envelopes, pressure seal letter forms, and IL motorcycle operator manuals. These were purchased late in the fiscal year, so bills were paid during lapse.

EQUIPMENT	559,426	1,387,967	40.31%
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Equipment items frequently have a long time period between the beginning of the approval process, actually ordering the equipment, and paying the bill after receipt. Significant lapse period expenditures included Datacard Printers for digital driver's license.

**ACCESSIBLE ELECTRONIC INFORMATION SERVICE FUND - 106**

GENERAL ADMINISTRATIVE GROUP

AWARDS AND GRANTS	10,000	40,000	25.00%
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Accrual of money from Commerce Commission did not occur until late in the fiscal year, which caused expenditures to be paid in lapse period.

**CAPITAL DEVELOPMENT FUND - 141**

GENERAL ADMINISTRATIVE GROUP

FOR NEW CONSTRUCTION & REHABILITATION	484,897	981,803	49.39%
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Many projects are not completed until late in the fiscal year and some may even continue to the next fiscal year, causing expenditures in lapse period.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2007

	Lapse Period July 1 - August 31	Total Expenditures	Percent
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**DEPARTMENT OF BUSINESS SERVICES SPECIAL OPERATIONS FUND - 363**

GENERAL ADMINISTRATIVE GROUP

EQUIPMENT	46,528	47,341	98.28%
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Equipment items frequently have a long time period between the beginning of the approval process, actually ordering the equipment, and paying the bill after receipt. Significant lapse period expenditures included laptop computers and related equipment;

TELECOMMUNICATION	19,895	84,826	23.45%
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Due to extensive delays between CMS telecomm service and billing dates, two months of service payments were paid during the lapse period.

**SECRETARY OF STATE SPECIAL SERVICES FUND - 483**

GENERAL ADMINISTRATIVE GROUP

ELECTRONIC DATA PROCESSING	2,249,340	8,348,345	26.94%
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Equipment items frequently have a long time between the beginning of the approval process, actually ordering the equipment, and paying the bill after receipt. Significant lapse period expenditures included last payment for Digital Drivers License contract, EDP Equipment, maintenance, and supplies.

FOR OFFICE AUTOMATION AND TECHNOLOGY	2,895,674	14,134,493	20.49%
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Significant lapse period expenditures included consultation for last stage of implementation for Real ID program, software purchases made in the last part of the fiscal year, telecomm bill for last part of the fiscal year, and repair and maintenance for telecomm that occurred at the end of the fiscal year.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2007

	Lapse Period July 1 - August 31	Total Expenditures	Percent
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**MASTER MASON FUND - 508**

GENERAL ADMINISTRATIVE GROUP

PROVIDE MODEL STUDENT ASSISTANCE	25,000	50,000	50.00%
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Final grant payment had to be paid in lapse period due to revenue accrual not finalized until late in the fiscal year.

**ILLINOIS PAN HELLENIC TRUST FUND - 584**

GENERAL ADMINISTRATIVE GROUP

FOR CHARITABLE PURPOSES	10,000	10,000	100.00%
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Grant money is based on annual percentage distribution sold and resolution was not finalized until late in the fiscal year, which caused expenditures to be paid in lapse period.

**MAMMOGRAM FUND - 599**

GENERAL ADMINISTRATIVE GROUP

TO SUSAN G KOMEN FOUNDATION	50,000	110,000	45.45%
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Final grant payment had to be paid in lapse period due to revenue accrual not finalized until late in the fiscal year.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2007

	Lapse Period July 1 - August 31	Total Expenditures	Percent
<b>CDLIS/AAMVENT TRUST FUND - 109</b>			
<u>MOTOR VEHICLE GROUP</u>			
EQUIPMENT	441,027	441,027	100.00%
Automated commercial drivers license testing equipment for Driver Services facilities purchased in May and paid in August after receipt.			
<b>SECRETARY OF STATE FEDERAL PROJECTS FUND - 176</b>			
<u>MOTOR VEHICLE GROUP</u>			
ILLINOIS COMMERCIAL MOTOR VEHICLE	10,161	44,595	22.79%
Services of Contractual Programmer performed in April. Payment made to vendor in May, but check was never received. Check reissued to vendor in July and August.			
<b>SECRETARY OF STATE SPECIAL LICENSE PLATE FUND - 185</b>			
<u>MOTOR VEHICLE GROUP</u>			
EQUIPMENT	13,830	55,573	24.89%
Significant lapse period expenditures included a shredder, which was ordered in June, so bills were paid during lapse period. Security System also included in lapse period expenditures. It was purchased late in the fiscal year, so bill was not paid until lapse period when received.			
TELECOMMUNICATION	71,225	303,442	23.47%
Due to extensive delays between CMS telecomm service and billing dates, two months of service payments were paid during the lapse period.			

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2007

	Lapse Period July 1 - August 31	Total Expenditures	Percent
<b>INTERAGENCY GRANT FUND - 295</b>			
<u>MOTOR VEHICLE GROUP</u>			
IEPA CLEAN AIR ACT GRANT	196,310	274,304	71.57%

Grant money not received until June, so final payment could not be made until lapse period.

**ALTERNATIVE FUELS FUND - 422**

MOTOR VEHICLE GROUP

ALTERNATIVE FUELS ACT ADMINISTRATION	92,500	221,625	41.74%
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Significant lapse period expenditures included equipment purchased late in the fiscal year, which caused bill to be paid in lapse period when received.

**MOTOR VEHICLE LICENSE PLATE FUND - 622**

MOTOR VEHICLE GROUP

COST TO PROVIDE NEW/REPLACEMENT LICENSE PLATES	4,683,207	11,738,852	39.89%
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License plates received and paid in lapse period. More license plates are purchased later in the fiscal year because the remaining stock from the beginning of the year typically lasts several months before more plates are ordered. Validation stickers, temporary registration permits, and pressure-sealed renewal notices paid during lapse period.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2006

The State of Illinois, Office of the Secretary of State's explanations of lapse period expenditures which exceed \$10,000 and 20% of total fiscal year expenditures are detailed below:

	Lapse Period July 1 - August 31	Total Expenditures	Percent
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**GENERAL REVENUE FUND - 001**

EXECUTIVE GROUP

EQUIPMENT	19,973	21,534	92.75%
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Equipment items frequently have a long time period between the beginning of the approval process, actually ordering the equipment, and paying the bill after receipt. Significant lapse period expenditures included payment of Toby Tire Equipment, projectors, shredders, and chairs.

GENERAL ADMINISTRATIVE GROUP

PRINTING	140,031	303,478	46.14%
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Significant lapse period expenditures included publication of Laws of Illinois, which was ordered the end of April, received and paid for in lapse period. The printing of the Illinois Blue Book was received and billed during lapse period. Paper was also ordered end of fiscal year and paid for during lapse.

EQUIPMENT	705,709	1,093,120	64.56%
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Equipment items frequently have a long time period between the beginning of the approval process, actually ordering the equipment, and paying the bill after receipt. Significant lapse period expenditures included collating and book making press, books, and periodicals. Also included in lapse period expenditures was a scanner, workstations, chairs, desks, and EDP equipment.

OPERATIONS, ALTERATIONS, REHABILITATION	174,686	367,751	47.50%
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Many projects are not completed until late in the fiscal year and some may even continue to the next fiscal year, causing expenditures in lapse period. Significant lapse period expenditures included window repair, asbestos abatement, and replacement of fan coils.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2006

	Lapse Period July 1 - August 31	Total Expenditures	Percent
<b><u>MOTOR VEHICLE GROUP</u></b>			
PRINTING	114,450	337,379	33.92%
Significant lapse period expenditures included printing of application for vehicle title and registration, which was ordered towards end of fiscal year and billed during lapse period.			
EQUIPMENT	35,707	35,707	100.00%
Significant lapse period expenditures included mail sorter, which was ordered in May, bill was received and paid during lapse period.			
FOR OPERATIONS, ALTERATIONS	796,852	3,502,746	22.75%
Significant lapse period expenditures included carrying cases for mobile radios, armed guard services, mobile radios, and automobiles for the Department of Police, which were paid when bills were received during lapse period.			
<b>ROAD FUND - 011</b>			
<b><u>GENERAL ADMINISTRATIVE GROUP</u></b>			
ELECTRONIC DATA PROCESSING	930,660	938,286	99.19%
A Tiered Disk Storage Subsystem was purchased the end of June and received and billed during lapse period. Servers and scanners were also purchased end of the fiscal year and paid for during lapse period.			

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2006

	Lapse Period July 1 - August 31	Total Expenditures	Percent
<u>MOTOR VEHICLE GROUP</u>			
COMMODITIES	463,655	1,849,317	25.07%

License plates received and paid in lapse period. More license plates are purchased later in the fiscal year because the remaining stock from the beginning of the year typically lasts several months before more plates are ordered.

PRINTING	607,070	2,494,531	24.34%
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Pressure sealed renewal notices were ordered at the end of fiscal year and paid for during lapse period. Lapse period expenditures also included printing of Youth Safety Activity Books, which were ordered in May and paid for during lapse period.

EQUIPMENT	349,793	784,218	44.60%
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Equipment items frequently have a long time period between the beginning of the approval process, actually ordering the equipment, and paying the bill after receipt. Significant lapse period expenditures included stanchions, vision testing machines, scanner, printer, and workstations and lighting.

**LIVE & LEARN FUND - 026**

GENERAL ADMINISTRATIVE GROUP

GRANTS TO LIBRARY SYSTEMS	88,345	274,000	32.24%
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Grants were paid during lapse period due to delays with the programs at libraries. Projects began later in the fiscal year causing grant payments during lapse.



STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2006

	Lapse Period July 1 - August 31	Total Expenditures	Percent
<b>CAPITAL DEVELOPMENT FUND - 141</b>			
<u>GENERAL ADMINISTRATIVE GROUP</u>			
FOR NEW CONSTRUCTION & REHABILITATION	569,066	994,284	57.23%
Many projects are not completed until late in the fiscal year and some may even continue to the next fiscal year, causing expenditures in lapse period.			
FOR NEW CONSTRUCTION & REHABILITATION	63,582	125,000	50.87%
Many projects are not completed until late in the fiscal year and some may even continue to the next fiscal year, causing expenditures in lapse period. Significant lapse period expenditures included construction fees on renovation of pipes in Howlett.			
<b>SECURITIES INVESTOR EDUCATION FUND - 292</b>			
<u>GENERAL ADMINISTRATIVE GROUP</u>			
FOR EXPENSES TO PROMOTE PUBLIC AWARENESS	205,681	610,160	33.71%
Significant lapse period expenditures included media buy for TV securities department ads.			
<b>SECURITIES AUDIT &amp; ENFORCEMENT FUND - 362</b>			
<u>GENERAL ADMINISTRATIVE GROUP</u>			
CONTRACTUAL SERVICES	645,018	1,730,818	37.27%
Significant lapse period expenditures included media buy for TV securities department ads.			

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2006

	Lapse Period July 1 - August 31	Total Expenditures	Percent
EQUIPMENT	151,464	326,793	46.35%

Equipment items frequently have a long time period between the beginning of the approval process, actually ordering the equipment, and paying the bill after receipt. Significant lapse period expenditures included a minivan, computers, monitors, and laptops.

TELECOMMUNICATION	79,019	132,599	59.59%
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VOIP phone system equipment purchased late in the fiscal year, received and paid for in August.

OPERATION OF AUTO EQUIPMENT	37,326	37,326	100.00%
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Automotive repairs are performed and paid when necessary. Purchase of gas and oil, labor and parts for oil filters/lamps occurred in May, and payment was made in July.

**DEPARTMENT OF BUSINESS SERVICES SPECIAL OPERATIONS FUND - 363**

GENERAL ADMINISTRATIVE GROUP

EQUIPMENT	35,006	81,604	42.90%
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Equipment items frequently have a long time period between the beginning of the approval process, actually ordering the equipment, and paying the bill after receipt. Significant lapse period expenditures included printers, computers, scanners, and projectors.

TELECOMMUNICATION	37,890	103,868	36.48%
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Due to extensive delays between CMS telecomm service and billing dates, two months of service payments were paid during the lapse period.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2006

	Lapse Period July 1 - August 31	Total Expenditures	Percent
OPERATION OF AUTO EQUIPMENT	44,201	44,201	100.00%

Automotive repairs are performed and paid when necessary. Purchase of gas and oil occurred late in the fiscal year and were paid during lapse period.

**ALTERNATIVE FUELS FUND - 422**

GENERAL ADMINISTRATIVE GROUP

FOR ALTERNATIVE FUELS ACT ADMINISTRATION	36,157	157,131	23.01%
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Significant lapse period expenditures included chairs, printers, and envelopes that were purchased late in the fiscal year, therefore resulting in the bills being received and paid during lapse period.

**SECRETARY OF STATE SPECIAL SERVICES FUND - 483**

GENERAL ADMINISTRATIVE GROUP

GRANTS TO LIBRARY SYSTEMS	111,999	225,999	49.56%
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Grants were paid during lapse period due to delays with the programs at libraries. Projects began later in the fiscal year causing grant payments during lapse.

**CDLIS/AAMVANET TRUST FUND - 109**

MOTOR VEHICLE GROUP

EQUIPMENT	117,810	117,810	100.00%
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Equipment items frequently have a long time period between the beginning of the approval process, actually ordering the equipment, and paying the bill after receipt. Significant lapse period expenditures included laptops that were purchased in late May and paid for during lapse period.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING

For the Fiscal Year Ended June 30, 2006

	Lapse Period July 1 - August 31	Total Expenditures	Percent
<b>SECRETARY OF STATE SPECIAL LICENSE PLATE FUND - 185</b>			
<u>MOTOR VEHICLE GROUP</u>			
PRINTING	465,439	1,988,447	23.41%

Significant lapse period expenditures included the printing of Temporary Registration permits for Automobiles, which were paid during lapse period.

TELECOMMUNICATION	39,036	74,664	52.28%
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Due to extensive delays between CMS telecomm service and billing dates, two months of service payments were paid during the lapse period.

**VEHICLE INSPECTION FUND - 963**

MOTOR VEHICLE GROUP

COMMODITIES	29,985	32,745	91.57%
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Significant lapse period expenditures included office supplies for departments whose stock needed filled so that employees would have the resources necessary to perform their job duties. Items were ordered towards end of fiscal year, so bills were received and paid during lapse period.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ANALYSIS OF CASH RECEIPTS  
(UNAUDITED)

COMPARISON OF RECEIPTS

Vehicle Services and Driver Services Departments

Passenger vehicle and truck registrations accounted for \$1,503,729,708, or 74% and \$1,505,272,607, or 74% of total receipts per the Office's accounting revenue ledger during fiscal years 2007 and 2006, respectively.

The following information indicates the volume of transactions by fiscal year of sale:

	Year ended June 30,		
	2007	2006	2005
Passenger car plates	8,023,508	8,098,518	7,617,742
Taxi and livery, ambulance - hearse plates	20,625	19,632	19,072
Truck and bus plates	1,884,152	2,285,415	1,867,193
Trailer and semi-trailer plates	873,112	545,210	818,264
Motorcycle plates	307,357	281,197	63,721
Dealers and in-transit plates	85,380	83,666	85,939
Service fees on license transfers	762,804	802,349	830,071
Drivers' licenses	3,259,258	3,238,104	3,157,186
Drivers' histories	5,628,565	5,591,412	5,606,970
Duplicates and replacements - plates and drivers licenses	299,824	254,219	293,836
Titles and duplicates	3,325,333	3,363,588	3,510,113
Other	3,871,719	4,226,632	3,581,762
 Total	 <u>28,341,637</u>	 <u>28,789,942</u>	 <u>27,451,869</u>

Department of Business Services

The second largest cash collecting department in the Office of the Secretary of State is the Department of Business Services, whose primary responsibility is administration of the Business Corporation Act. A total of 374,096 domestic and foreign business corporations filed returns under the Act reporting information which permits the Department to calculate the franchise tax, the largest source of receipts for this Department.

Franchise taxes and licenses fees are collected annually from each corporation. In addition, franchise taxes are payable to the Office upon stock issuances and on increases in paid-in capital. As a result, franchise tax collections fluctuate from year to year.

Other collections by the Department of Business Services include filing fees required with applications for articles of incorporation, certificates of authority of foreign corporations, articles of amendments, articles of merger or consolidation, certificates of withdrawal, reservations of name and filing fees collected from approximately 80,295 not-for-profit corporations.

The following table indicates the collections in the General Revenue Fund by the Department of Business Services for corporation taxes and fees in each of the last five fiscal years and the number of business corporations registered in Illinois in each of the last five calendar years:

Year ended June 30	Receipts Amount	Number of Registered Corporations			
		Year ended December 31	Total	Domestic	Foreign
2007	\$ 193,289,774	2006	374,096	341,303	32,793
2006	181,479,827	2005	366,721	333,726	32,995
2005	181,126,038	2004	357,114	323,789	33,325
2004	163,267,903	2003	347,213	314,280	32,933
2003	142,364,670	2002	337,842	304,779	33,063

The Uniform Commercial Code Division of the Department of Business Services collects fees through its administration of records involving security interests and commercial transactions as directed by the Uniform Commercial Code. A summary of the collections in the General Revenue Fund for the last five years follows:

Year ended June 30	Amount
2007	\$ 1,412,970
2006	1,411,224
2005	1,256,621
2004	1,976,762
2003	1,582,269

#### Securities Department

The Securities Department administers the Illinois Securities Law of 1953 which relates to:

1. Registration of securities in the State of Illinois before public offering or sale.
2. Registration of security dealers and salesmen.
3. Registration of investment advisors.

Registration of securities for sale in the State and the related receipts fluctuate depending upon general economic and stock market conditions. A summary of collections in the General Revenue Fund during each of the five fiscal years ended June 30 and the value of debt and equity securities in each of the five years ended December 31 follows:

<u>Receipts</u>	
<u>Year ended</u>	
<u>June 30</u>	<u>Amount</u>
2007	\$ 36,013,498
2006	34,031,608
2005	32,164,035
2004	31,934,497
2003	13,409,708

<u>Equity Securities Registered</u>	
<u>Year ended</u>	
<u>December 31</u>	<u>Amount</u>
2007	\$ 103,563,477,035
2006	148,192,476,784
2005	135,036,788,756
2004	109,479,209,055
2003	142,246,140,328

**Index Department**

The Index Department collects fees for the registration of notaries public, issuance of certified copies, judges' fees, and photostats. A summary of receipts for the last five fiscal years follows:

<u>Year ended</u>	
<u>June 30</u>	<u>Amount</u>
2007	\$ 1,286,230
2006	1,462,761
2005	1,311,988
2004	1,496,086
2003	623,324

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE  
ANALYSIS OF ACCOUNTS RECEIVABLE

June 30, 2007 and 2006

The Office's receivable balances consist of amounts due from the federal government for grant programs, amounts due from various tax receipts, registration fees and amounts due from other state funds.

The following is a schedule of receivable balances (expressed in thousands) at June 30, 2007 and 2006. The other receivables at June 30, 2007 and 2006, were expected to be collected within one year and, therefore, classified as current.

	<u>2007</u>	<u>2006</u>
Tax receipts	\$ 4,612	\$ 4,853
Due from federal government	894	648
Other receivables	36,684	35,561
Due from other funds	<u>29</u>	<u>21</u>
	<u>\$42,219</u>	<u>\$41,083</u>
Receivables - Current	<u>\$36,684</u>	<u>\$35,561</u>



**STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE  
FUNCTIONS AND PLANNING PROGRAM**

**Years ended June 30, 2007 and 2006**

Jesse White, Illinois' 37th Secretary of State, assumed the office on January 11, 1999. The principal office of the Office is in the State Capitol, 213 Capitol Building, Springfield, Illinois 62756. The Secretary also maintains administrative offices in Chicago, as well as facilities throughout the State for drivers' licenses and motor vehicle related services.

The diverse responsibilities of this Office include the registering and titling of motor vehicles; issuing drivers' licenses; scheduling and conducting formal and informal hearings on driving privileges and registration matters; administering Safety and Financial Responsibility laws; maintaining a vast data processing system which also assists law enforcement with immediate driver and motor vehicle information; and maintaining a Department of Police to enforce compliance with the provisions of the Illinois Vehicle Code, investigate code violations and maintain security at the Capitol Complex area in Springfield.

Other responsibilities include issuing corporate charters and certificates; registering dealers, brokers, agents, solicitors and investment advisors for securities; regulating the issuance of securities and enforcement of the Illinois Securities Law; retaining Uniform Commercial Code filings reflecting security interests of creditors financing businesses on the basis of secured transactions and maintains the organ donation registry to match donors with recipient needs.

The Office is responsible for filing a significant number of legal and statutory documents, including Public Acts passed by the General Assembly, gubernatorial and amendatory vetoes, as well as registering trademarks, copyrights, notaries public and lobbyists. The Secretary serves as the Illinois State Librarian, State Archivist, and Ex-officio Clerk of the Court of Claims. The Office publishes the Rules of the Road, the Handbook of Illinois Government, the Illinois Blue Book, the Illinois Administrative Code, as well as other general educational materials for public distribution.

Twenty (20) departments administer the various functions and duties prescribed by law and carry out the aforementioned responsibilities. The diversity of these responsibilities necessitates a comprehensive planning program.

The Office has a planning program, in which individual department goals are developed and updated at least annually. Upper management oversees the individual departments and is ultimately responsible for establishing Office-wide goals that will be accomplished if the individual department goals are met. The Office's plans consider resources, alternative approaches, and the feasibility of implementing programs pursuant to the plan and time schedule. External considerations include the needs of people of Illinois, legislative mandates and coordination with goals and objectives of other agencies for providing similar services.

STATE OF ILLINOIS  
OFFICE OF SECRETARY OF STATE

ANALYSIS OF PERSONAL SERVICES

The following schedules show the average number of Illinois Office of the Secretary of State employees for the years ended June 30, 2007, 2006 and 2005, and the expenditures from the personal service accounts for those fiscal years. Extra help consists of student workers, intermittent employees and other temporary help.

	Average Number of Employees For the Year Ended June 30					
	2007		2006		2005	
	Regular Positions	Extra Help	Regular Positions	Extra Help	Regular Positions	Extra Help
Operating Groups:						
Executive group	76	2	79	2	79	3
General administrative group	989	54	981	53	1,119	49
Motor vehicle group	2,379	345	2,343	292	2,347	288
	<u>3,444</u>	<u>401</u>	<u>3,403</u>	<u>347</u>	<u>3,545</u>	<u>340</u>
Total average number of employees						

	Expenditures Year Ended June 30 (Including lapse period expenditures)		
	2007	2006	2005
Operating Groups:			
Executive group	\$ 4,921,266	\$ 4,908,213	\$ 4,798,383
General administrative group	55,025,837	51,697,517	50,475,533
Motor vehicle group	104,814,963	95,566,516	91,953,056
	<u>164,762,066</u>	<u>\$ 152,172,246</u>	<u>\$ 147,226,972</u>
Total expenditures			
Detail object code:			
Regular positions	\$ 157,642,251	\$ 146,086,301	\$ 141,632,397
Extra help	7,119,815	6,085,945	5,594,575
	<u>\$ 164,762,066</u>	<u>\$ 152,172,246</u>	<u>\$ 147,226,972</u>
Total expenditures			
Average salary per regular position	<u>\$ 45,773</u>	<u>\$ 42,929</u>	<u>\$ 39,953</u>

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ACCOUNTING REVENUE SALES ANALYSIS AS REPORTED  
BY VEHICLE SERVICES AND DRIVERS SERVICES  
(Unaudited)

	Year ended June 30,		
	2007	2006	2005
<b>Vehicle Services - vehicle registration and related fees</b>			
Passenger car licenses	\$ 609,582,957	\$ 614,400,562	\$ 586,272,154
Taxi and livery licenses	1,445,301	1,382,010	1,350,579
Motorcycle licenses	88,469	72,864	2,158,498
Dealers - license and certificates of authority	1,791,960	1,770,801	1,744,410
M and U plates	68,799	65,506	51,919
<b>Trucks</b>			
Flat rate licenses	203,753,976	203,449,337	193,605,280
Mileage licenses	8,169,488	8,074,370	8,443,234
Mileage tax - current and prior	861,116	793,069	799,946
Conservation licenses	166,408	172,264	179,584
Other (Truckster and Farm)	114,000	131,000	137,750
International reciprocity plates	232,110,094	217,709,313	226,524,011
<b>Trailers</b>			
Regular licenses	28,774,541	22,287,334	27,201,614
Mileage licenses	277,745	264,990	201,720
Farm licenses	913,688	1,123,777	864,683
<b>Installments</b>			
Flat rate licenses	8,384,597	5,082,271	7,782,257
Bus licenses	41,670	253,230	27,700
Recreational vehicle and trailer licenses	6,125,584	6,302,457	6,210,948
Transfers	11,132,348	11,722,720	12,125,359
IRP - Transfers	322,785	334,110	338,115
Farm trailers and trucks	20,288,737	19,194,087	20,530,057
Prorate Excess	-	-	427,277

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

ACCOUNTING REVENUE SALES ANALYSIS AS REPORTED  
BY VEHICLE SERVICES AND DRIVERS SERVICES  
(Unaudited)

	Year ended June 30,		
	2007	2006	2005
Reclass			
Regular and calendar	\$ 2,746,321	\$ 2,411,703	\$ 2,131,777
Titles	189,376,867	196,674,902	193,068,933
Other - misc. account, trip permits, etc.	<u>164,289,405</u>	<u>186,730,928</u>	<u>210,258,169</u>
Total motor vehicles sales	1,490,826,856	1,500,403,605	1,502,435,974
Total drivers' services - sales and related fees	<u>132,581,823</u>	<u>131,092,275</u>	<u>124,927,221</u>
Total vehicle, drivers' and related fees sales	<u>\$ 1,623,408,679</u>	<u>\$ 1,631,495,880</u>	<u>\$ 1,627,363,195</u>

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

EMERGENCY PURCHASES  
Year Ended June 30, 2007

<u>Location</u>	<u>Description</u>	<u>Amount</u>	<u>Actual/ Estimated</u>
Physical Services	Replace roof at east wing of Howlett Building	\$ <u>189,427</u>	Actual
		\$ <u>189,427</u>	

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

EMERGENCY PURCHASES  
Year Ended June 30, 2006

Location	Description	Amount	Actual/ Estimated
Physical Services	Repair of steam lines between State Capitol and Stratton Building	\$ 14,737	Actual
Information Technology	Purchase Identification Badge System needed for all New Orleans hurricane evacuees (Federal)	32,767	Actual
Physical Services	Replace roof at Chicago West and North Driver Services Facilities	<u>450,681</u>	Actual
		<u>\$ 498,185</u>	

**State of Illinois  
Office of the Secretary of State**

**Illinois First Projects  
For the Two Fiscal Years Ended June 30, 2007**

For the two years ended June 30, 2007, the Office of the Secretary of State did not have any Illinois First Projects.

**STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE**

**SERVICE EFFORTS AND ACCOMPLISHMENTS  
(UNAUDITED)**

The second largest constitutional office in the State of Illinois – the Office of the Secretary of State - is visited by more Illinois residents than any other State Government agency. The Office generates approximately \$2 billion each year, with about \$500 million a year for the state highway construction fund.

**Direct Access for Titles and Registrations**

Under the leadership of Secretary White, a pilot program was initiated that would allow some licensed automobile dealers to directly access the Secretary of State database and order new license plates and vehicle registrations for new automobile owners at the time of purchase. This project allows new vehicle owners to immediately purchase and display their Illinois license plates at the time they take possession of a vehicle rather than waiting the 30-60 days for paperwork to be completed and license plates mailed to them following the purchase. The Secretary of State's office received over ½ million applications during calendar year 2007 and has brought more than 1,400 currency exchanges, banks and retailers on-line to process more than 2 million vehicle registration renewals annually.

**Regional Commercial Driver's License Facilities**

The Secretary of State's office has expanded the regional commercial driver's license facilities throughout the State of Illinois from the initial 12 facilities to 19 facilities state-wide. This regional application process allows facilities to be better equipped to handle the special circumstances involved in the CDL application process, such as road testing and automated written testing. The regional facilities are located in Marion, Olney, Salem, East St. Louis, Effingham, Springfield Dirksen, Quincy, Tilton, Princeton, Peoria, Silvis, Morris, Dekalb, Bradley, Rantoul, Rockford, Elk Grove Village, South Holland and West Chicago.

**First-Person Consent Organ/Tissue Donor Registry**

Secretary of State Jesse White successfully spearheaded the new law that makes a person's decision to donate organs and tissue following death binding under state law. Previously an individual's organs and tissues could not be donated without the consent of the person's next of kin, even if he or she had joined the state's donor registry. According to Gift of Hope, an organ and tissue procurement organization, one in five families say no to organ and tissue donation when approached for permission. 19 percent of families say no to donation even when they are told that their loved one had joined the state's donor registry. It is estimated that this new law could save at least 100 additional lives each year. Illinois has the largest Organ and Tissue Donor Registry in the nation with over 6 million registered donors and this law is expected to expand the registry even more. It is anticipated that the number of individuals in the new organ donor registry will surpass 3 million by the start of calendar year 2008.

**Traffic Safety Outreach**

The Secretary of State is one of the leading advocates for Traffic Safety in the State of Illinois. In that effort, he has produced a Rules of the Road video, a teen DUI video, two bike safety videos and numerous public service announcements for use in the Traffic Safety Speakers Bureau. The majority of these productions have won some type of national award for excellence. In calendar year 2006, the Secretary of State's Speakers Bureau presented over 1100 speeches on a variety of topics including Bike and Pedestrian Safety, School Bus Safety, Child Passenger Safety, Teen DUI and Adult DUI. By June 30,



2007, the Speakers Bureau had presented over 700 speeches and it is anticipated the bureau would surpass their 2006 overall total by more than 200 speeches.

#### **Expansion of the Business Services Name Search Database**

Due to the overwhelming success of the on-line database that allowed prospective businesses to search incorporated business names for availability, in 2006 on-line services were expanded to allow for the following transactions: (1) Uniform Commercial Code filings, (2) Certificates of Good Standing for Corporations, Limited Liability Companies and Not For Profit Organizations, (3) Annual Report filings for Corporations, (4) Annual Report filings for Limited Liability Corporations, (5) filing of Articles of Incorporation to establish a corporation and (6) filing of Articles of Organization for Limited Liability Companies.

#### **State Library Outreach through Grants**

One of the primary statutory responsibilities of the State Library is to distribute monetary grants to libraries and literacy agencies for the continuing education, development and enhancement of library and literacy services to the people of Illinois. In FY 07, the State Library expended over \$ 55.2 million in library and literacy grants for a variety of purposes, including per capita grants to local and school libraries for general purposes. Some of the more specific grants included \$5.8 million in federal pass-thru grants for digital imaging projects, training for library staff, and enhancement of library collections. Other grants included \$6.7 million to over 200 local literacy programs serving 33,435 students. Secretary White's Project Next Generation mentoring program provided grants in FY07 to benefit students in 24 public library locations throughout the State.

#### **Website Fights Corruption**

In August of 2006, Secretary White unveiled a new website he has created for the public and his employees to report potential corruption. The new website is a continuation of his effort to restore integrity to an office he inherited under a cloud of corruption and controversy.

The new website, *ReportItNow.net*, will make it easier for the public or office employees to report any instances where they believe laws are broken or where they see suspicious behavior. The website allows the public to file complaints of illegal or unethical activities regarding the Secretary of State's office online. The complaints will be accessed solely by White's Inspector General, Jim Burns, and his staff. All reports are 100 percent confidential and can be sent anonymously.

#### **Identity Theft Prevention and Verification**

Secretary White, in an ongoing effort to prevent identity theft for Illinois driver's license and identification holders, has begun using Social Security On-Line Verification (SSOLV) and Systematic Alien Verification for Entitlements Program (SAVE) for Illinois drivers. At the time of issuance or renewal, applicants have their identities instantaneously verified, via computer, by the Social Security Administration or the US Citizenship and Immigration Service before a driver's license or identification card is issued to them.

#### **New Driver's License For Those Under Age 21**

In an effort to prevent under age drinking and fraud, Secretary White unveiled a new driver's license design for people under the age of 21 that will be more difficult to alter. The new design is used for all driver's licenses, identification cards, and commercial driver's licenses issued to those who are under the age of 21. With its dramatically different vertical layout the new design will be easier to identify and will be harder to manipulate.

### **Disability Placard Legislation**

Secretary of State Jesse White initiated legislation that increases fines for those caught improperly parking in a disability parking space. Since the inception, law enforcement "sting" operations have been conducted by the Secretary of State Police and local and state law enforcement personnel to catch those misusing the disability placard. The Secretary of State's office continues to work with these entities and "sting" operations continue to be conducted at highly attended events (i.e., professional sports games, NASCAR races, etc.) as well as targeting local shopping malls during the holiday season to catch those individuals abusing the disability placard.

### **Increased Capitol Complex Security**

Secretary of State Jesse White implemented several sweeping changes in an ongoing effort to upgrade the security level in the buildings located within the Capitol Complex. Electronic screening equipment including magnetometers and x-ray machines were installed in the Capitol, Stratton, Howlett, Archives, State Library and Appellate Court buildings. Additional security personnel have also been placed within each building as well as foot patrols added throughout the Complex. In 2006 the newly created Capitol Police added approximately 60 armed police officers throughout the Capitol Complex.

### **Protecting Investors**

In June 2006, Secretary of State Jesse White kicked-off a new public awareness campaign aimed at helping people research securities brokers, investment advisors and investments before they decide to invest. The new campaign called "Don't Get Scammed," included television ads that aired statewide as well as a website, [www.AvoidTheScam.net](http://www.AvoidTheScam.net), and a phone number to encourage people to research investments and brokers.

### **Parking Program for Persons with Disabilities- A Guide for Medical Professionals**

In an effort to reduce fraudulent use of parking placards and disability license plates, Secretary of State Jesse White unveiled a new guide for medical professionals. The new guide offered medical professionals information on the provisions of the program so they could ensure a person meets the eligibility requirements of the program before they approved a patient for a placard or disability license plates. The easy-to-read guide was divided into sections that cover important facts about the program including eligibility requirements, the application process, types of parking placards and disability license plates, privileges of the program and penalties for misuse of placards and disability license plates.

### **Teen Driver Safety Task Force**

In August of 2006, Secretary White established the Teen Driver Safety Task Force to address the very serious problem of automobile crashes and fatalities involving teen drivers. Sadly, traffic crashes are the leading cause of death among adolescents. The Task Force recommended nine legislative changes and several additional administrative changes to strengthen driving laws for drivers between the ages of 15-21. These recommendations were drafted into Senate Bill 172 that was passed by the Illinois General Assembly and will go into effect on January 1, 2008.

### **Pick A Plate Program**

In August of 2006, Secretary White launched the Pick A Plate Program designed to allow Illinois vehicle owners who wished to purchase a vanity or personalized license plate to check the availability of their choice on-line prior to submitting their request. It encompasses all types of license plates including all specialty plate categories. To date, over 3.5 million have used the program to search for a personalized or vanity plate.

**Parental Access to Teen Driver Records**

In 2007 Secretary White proposed legislation that would allow parents and legal guardians of drivers between the ages of 15-18 to have online access to their child's driving record via the Secretary of State's website. This access was an effort to keep parents better informed as to any convictions or violations that may have occurred by their child without their knowledge. The Illinois General Assembly passed the legislation in the spring of 2007. Following passage, Secretary White began developing a program to ensure security and privacy laws were enforced for those parents and guardians wishing access to this information. Parental Online Access will begin on January 1, 2008.

STATE OF ILLINOIS  
OFFICE OF THE SECRETARY OF STATE

STATISTICAL HIGHLIGHTS

Years Ended June 30, 2007, 2006 and 2005

RECEIPT / EXPENDITURE STATISTICS

	Fiscal Year 2007		Fiscal Year 2006		Fiscal Year 2005	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
<b>RECEIPTS</b>						
Total cash receipts (all funds)	\$ 2,039,119,437	100.0 %	\$ 2,033,518,851	100.0 %	\$ 2,024,903,118	100.0 %
<b>EXPENDITURES</b>						
Operations						
Personal services	\$ 168,797,954	32.4 %	\$ 158,146,734	32.8 %	\$ 153,040,125	31.4 %
Other payroll costs	32,816,636	6.3	24,701,684	5.1	35,987,653	7.4
Contractual services	32,165,422	6.2	34,046,531	7.1	31,281,083	6.4
Other operations expenditures	53,152,125	10.2	45,872,810	9.5	48,632,828	10.0
Awards and grants	286,932,137	55.1	262,767,759	54.5	268,941,689	55.2
Refunds and permanent improvements	225,183,882	43.3	211,550,336	43.8	211,318,668	43.4
Total expenditures (all funds)	\$ 8,239,944	1.6	\$ 8,393,463	1.7	\$ 6,595,916	1.4
Average number of employees	3,444		3,403		3,545	
Regular positions	401		347		340	
Extra help						
Cost of property and equipment	\$ 476,245,342	100.0 %	\$ 438,350,136	100.0 %	\$ 423,055,816	100.0 %
<b>SELECTED ACTIVITY MEASURES (UNAUDITED)</b>						
Passenger car plates	8,023,508		8,098,518		7,617,742	
Truck and bus plates	1,884,152		2,285,415		1,867,193	
Driver's licenses	3,259,258		3,238,104		3,157,186	
Driver's histories	5,628,565		5,591,412		5,606,970	
Registered corporations	374,096		366,721		357,114	
Equity securities registered (billions)	\$ 103.6		\$ 148.2		\$ 135.0	
<b>OFFICE HEAD</b>						
Honorable Jesse White						