



STATE OF ILLINOIS
OFFICE OF THE
AUDITOR GENERAL

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

DEPARTMENT OF CENTRAL MANAGEMENT SERVICES
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND

Financial Audit
For the Year Ended June 30, 2018

Release Date: April 25, 2019

FINDINGS THIS AUDIT:	0
FINDINGS LAST AUDIT:	1

INTRODUCTION

This digest covers our financial audit of the Community College Health Insurance Security Fund for the year ended June 30, 2018. At June 30, 2018 the Net Position reflected a deficit of \$64,540,000. Further, the Schedule of Changes in Net OPEB Liability reflects a Net OPEB Liability of \$1,820,711,764.

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

AUDITOR'S OPINION

The auditors stated the financial statements of the Department of Central Management Services, Community College Health Insurance Security Fund as of and for the year ended June 30, 2018, are fairly stated in all material respects.

This financial audit was conducted by Sikich, LLP.

SIGNED ORIGINAL ON FILE

JANE CLARK
Division Director

This report is transmitted in accordance with Section 3-14 of the Illinois State Auditing Act.

SIGNED ORIGINAL ON FILE

FRANK J. MAUTINO
Auditor General

FJM:skm

{Financial information is summarized on next page.}

**DEPARTMENT OF CENTRAL MANAGEMENT SERVICES
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND
FINANCIAL AUDIT**

For the Year Ended June 30, 2018

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION (expressed in thousands)	Fiscal Year 2018	Fiscal Year 2017
Additions		
Contributions		
Employer.....	\$ 4,463	\$ 4,367
State.....	4,367	4,309
Plan Members		
Actives.....	4,463	4,367
Federal Government Medicare Part D.....	207	185
Total Contributions.....	<u>13,500</u>	<u>13,228</u>
Interest Income.....	59	24
Total Additions.....	<u>13,559</u>	<u>13,252</u>
Deductions		
Benefit Payments and Refunds.....	23,225	22,918
General and Administrative.....	3,543	2,886
Total Deductions.....	<u>26,768</u>	<u>25,804</u>
Net Additions (Deductions).....	(13,209)	(12,552)
Unrestricted Net Position		
Beginning of Year, as restated.....	(51,331)	(38,266)
End of Year.....	<u>\$ (64,540)</u>	<u>\$ (50,818)</u>
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS (expressed in thousands) (Unaudited)	June 30, 2018	June 30, 2017
Total OPEB Liability- Beginning.....	\$ 1,772,819	\$ 1,781,688
Net Change in Total OPEB Liability.....	\$ 47,893	\$ (8,869)
Total OPEB Liability- Ending.....	\$ 1,820,712	\$ 1,772,819
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability.....	-3.54%	-2.87%
PARTICIPANT INFORMATION	Fiscal Year 2018	Fiscal Year 2017
Number of Retirees and Beneficiaries.....	6,324	6,031
Number of Inactive, Nonretired Members.....	5,682	5,679
Number of Active Members.....	20,407	20,319
Total.....	<u>32,413</u>	<u>32,029</u>
Number of participating employers.....	39	39
Number of nonemployer contributing entities.....	1	1
AGENCY DIRECTOR		
During Examination Period: Michael Hoffman, Acting (through 3/2/18), Tim McDevitt, Acting (3/3/18 - 1/4/19)		
Currently: Janel Forde, Acting		