

**STATE OF ILLINOIS
CHICAGO TECHNOLOGY PARK CORPORATION**

**FINANCIAL AUDIT AND
COMPLIANCE EXAMINATION
For the Year Ended June 30, 2009**

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

**State of Illinois
Chicago Technology Park Corporation
Financial Audit and Compliance Examination
For the Year Ended June 30, 2009**

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**State of Illinois
Chicago Technology Park Corporation
Financial Audit and Compliance Examination
For the Year Ended June 30, 2009**

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**State of Illinois
Chicago Technology Park Corporation**

Corporation Officials

President	Mr. Samuel Pruett
Vice-President	Mr. Mark Jamil
Secretary	Ms. Sandra Valentino
Treasurer	Mr. Thomas Custardo

Corporation office is located at:

2201 W. Campbell Park Drive, Suite 1
Chicago, Illinois 60612

Fiscal office is located at:

600 South Hoyne Avenue
Chicago, Illinois 60612

December 31, 2009

E. C. Ortiz & Co., LLP
333 S Des Plaines St, Suite 2-N
Chicago, Illinois 60661

Ladies and 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 Chicago Technology Park Corporation (Corporation). 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 Corporation's compliance with the following assertions during the year ended June 30, 2009. Based on this evaluation, we assert that during the year ended June 30, 2009, the Corporation has materially complied with the assertions below.

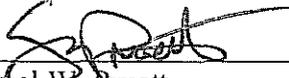
- A. The Corporation has obligated, expended, received and used public funds of the State in accordance with the purpose for which such funds have been appropriated or otherwise authorized by law.
- B. The Corporation has obligated, expended, received and used public funds of the State in accordance with any limitations, restrictions, conditions or mandatory directions imposed by law upon such obligation, expenditure, receipt or use.
- C. The Corporation 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 Corporation 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 Corporation on behalf of the State or held in trust by the Corporation have been properly and legally administered, and the accounting and recordkeeping relating thereto is proper, accurate and in accordance with law.

Please note that the Chicago Technology Park Corporation was voluntarily dissolved on June 26, 2009.

Yours very truly,

Chicago Technology Park Corporation



Samuel W. Pruett
Former President



Thomas Custardo
Former Treasurer



Mark Jamil
Former Vice President

**State of Illinois
Chicago Technology Park Corporation**

Compliance Report

Summary

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

Accountants' 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>Current</u>	<u>Prior</u>
	<u>Report</u>	<u>Report</u>
Findings	0	1
Repeated finding	0	1
Prior recommendations implemented or not repeated	1	1

Details of findings are presented in the separately tabbed report section of this report.

Schedule of Findings and Questioned Costs

<u>Item</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
<u>No.</u>			
		FINDINGS (<i>GOVERNMENT AUDITING STANDARDS</i>)	
		No matters were reported.	
		PRIOR FINDING NOT REPEATED	
A	11	Inaccurate Submission of Quarterly Financial Status Reports	

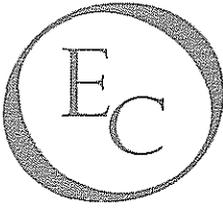
**State of Illinois
Chicago Technology Park Corporation**

Compliance Report

Summary, Continued

Exit Conference

Corporation management waived having an exit conference per correspondence dated December 11, 2009.



**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

and

The Board of Directors
Chicago Technology Park Corporation

Compliance

As Special Assistant Auditors for the Auditor General, we have examined Chicago Technology Park Corporation's (Corporation) 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 year ended June 30, 2009. The management of the Corporation is responsible for compliance with these requirements. Our responsibility is to express an opinion on the Corporation's compliance based on our examination.

- A. The Corporation 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 Corporation 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 Corporation 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 Corporation 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 Corporation on behalf of the State or held in trust by the Corporation 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 Corporation'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 Corporation's compliance with specified requirements.

In our opinion, the Corporation complied, in all material respects, with the requirements listed in the first paragraph of this report during the year ended June 30, 2009.

Internal Control

The management of the Corporation 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 Corporation's internal control over compliance with the requirements listed in the first paragraph of this report as a basis for designing 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 Corporation's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Corporation's internal control over compliance.

A *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 and correct noncompliance with the requirements listed in the first paragraph of this report on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a requirement listed in the first paragraph of this report will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over compliance with the requirements listed in the first paragraph of this report was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

There were no immaterial findings that have been excluded from this report.

Supplementary Information for State Compliance Purposes

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the business-type activities of the Corporation as of and for the year ended June 30, 2009, which collectively comprise the Corporation's basic financial statements, and have issued our report thereon dated December 31, 2009. 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 Corporation. The 2009 Supplementary Information for State Compliance Purposes, except for that portion marked "unaudited" on

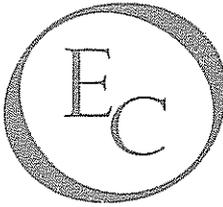
which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2009, taken as a whole.

We have also previously audited, in accordance with auditing standards generally accepted in the United States, the Corporation's basic financial statements for the year ended June 30, 2008. In our report dated April 30, 2009, we expressed unqualified opinions on the respective financial statements of the business-type activities. In our opinion, the 2008 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, 2008 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 Board of Directors and management of the Corporation, and is not intended to be and should not be used by anyone other than these specified parties.

E. C. Ortiz + Co., LLP

December 31, 2009



E.C. ORTIZ & CO., LLP
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' 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

and

The Board of Directors
Chicago Technology Park Corporation

As Special Assistant Auditors for the Auditor General, we have audited the basic financial statements of Chicago Technology Park Corporation (Corporation), as of and for the year ended June 30, 2009, and have issued our report thereon dated December 31, 2009. 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 Corporation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Corporation's internal control over financial reporting.

A *deficiency* in internal control 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 and correct misstatements on a timely basis.

A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Corporation'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*.

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

E. C. Ortiz + Co., LLP

December 31, 2009

**State of Illinois
Chicago Technology Park Corporation**

Prior Finding Not Repeated

For the Year Ended June 30, 2009

A. *Inaccurate Submission of Quarterly Financial Status Reports*

Federal Department: U.S. Department of Labor
CFDA Number: 17.261
Program Name: WIA Pilots, Demonstrations, and Research Projects
Award Number: AH-13683-04-60
Questioned Costs: None

The Chicago Technology Park Corporation (Corporation) filed inaccurate Financial Status Reports (SF 269) in 3 of 4 quarters with the U.S. Department of Labor for WIA Pilots, Demonstrations and Research Projects. The reports did not reconcile with the Corporation's accounting records. (Finding Code No. 08-1)

Status: Not Repeated

During the current engagement, the Corporation filed its final SF269 for the quarter ended September 30, 2008. The Corporation reconciled the financial information reported with their accounting records.

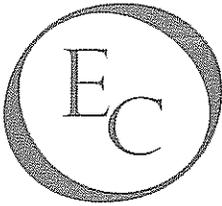
**State of Illinois
Chicago Technology Park Corporation**

Financial Statement Report

Summary

The audit of the accompanying basic financial statements of the Chicago Technology Park Corporation (Corporation) was performed by E.C. Ortiz and Co., LLP.

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



E.C. ORTIZ & CO., LLP
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

Honorable William G. Holland
Auditor General
State of Illinois

and

The Board of Directors
Chicago Technology Park Corporation

As Special Assistant Auditors for the Auditor General, we have audited the accompanying basic financial statements of the Chicago Technology Park Corporation (Corporation), a component unit of the Illinois Medical District Commission, as of and for the year ended June 30, 2009, as listed in the Table of Contents. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year partial comparative financial information has been derived from the Corporation's June 30, 2008 financial statements and, in our report dated April 30, 2009, we expressed an unqualified opinion on those financial statements.

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 opinion.

As discussed in Note 2, the Corporation was voluntarily dissolved on June 26, 2009. All remaining assets and liabilities were transferred to a liquidating trust as of that date.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of the Corporation as of June 30, 2009, and the respective changes in net assets and cash flows 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 our report dated December 31, 2009 on our consideration of the Corporation'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 Corporation has not presented a management's discussion and analysis 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 an opinion on the financial statements that collectively comprise the Corporation's basic financial statements. The accompanying supplementary information, as listed in the Table of Contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information, as listed in the Table of Contents, have been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, are fairly stated in all material respects in relation to the financial statements taken as a whole. The supplementary information, as listed in the Table of Contents, marked "unaudited" has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on it.

E. C. Ortiz + Co., LLP

December 31, 2009

**State of Illinois
Chicago Technology Park Corporation
Statement of Net Assets**

	June 30,	
		(Comparative Totals Only)
ASSETS	2009	2008
<i>Current assets:</i>		
Cash and cash equivalents	\$ -	\$ 7,343
Accounts receivable (Note 6)	-	105,192
Due from other state agencies (Note 6)	-	106,593
<i>Total current assets</i>	<u>-</u>	<u>219,128</u>
TOTAL ASSETS	<u>-</u>	<u>219,128</u>
LIABILITIES		
<i>Current liabilities:</i>		
Accounts payable and accrued expenses	-	97,156
TOTAL LIABILITIES	<u>-</u>	<u>97,156</u>
NET ASSETS		
<i>Restricted:</i>		
Expendable for grant activities	-	121,972
TOTAL NET ASSETS	<u>\$ -</u>	<u>\$ 121,972</u>

See accompanying notes to basic financial statements.

State of Illinois
Chicago Technology Park Corporation
Statement of Revenues, Expenses and Changes in Net Assets

	<u>For the Year Ended June 30,</u>	
		(Comparative Totals Only)
	<u>2009</u>	<u>2008</u>
OPERATING REVENUES		
Federal grants and contracts (Note 6)	\$ 355,533	\$ 655,578
State grants and contracts	-	100,000
Services	35,406	2,764,273
<i>Total operating revenues</i>	<u>390,939</u>	<u>3,519,851</u>
OPERATING EXPENSES		
Grant programs (Note 6)	512,911	3,346,280
Depreciation	-	2,748
Amortization	-	364,518
<i>Total operating expenses</i>	<u>512,911</u>	<u>3,713,546</u>
<i>Operating loss</i>	<u>(121,972)</u>	<u>(193,695)</u>
<i>Decrease in Net Assets</i>	(121,972)	(193,695)
NET ASSETS		
Net assets, beginning of year	121,972	315,667
Net assets, end of year	<u>\$ -</u>	<u>\$ 121,972</u>

See accompanying notes to basic financial statements.

**State of Illinois
Chicago Technology Park Corporation
Statement of Cash Flows**

	For the Year Ended June 30,	
		(Comparative Totals Only)
	2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES		
Grants and contracts	\$ 460,725	\$ 718,631
Payments for goods and services	(468,068)	(645,685)
Other receipts	-	300
Purchase of others assets	-	(80,000)
Net cash used in operating activities	<u>(7,343)</u>	<u>(6,754)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on investments	-	-
Net cash provided by investing activities	<u>-</u>	<u>-</u>
Net decrease in cash and cash equivalents	(7,343)	(6,754)
Cash and cash equivalents, beginning of year	7,343	14,097
Cash and cash equivalents, end of year	<u>\$ -</u>	<u>\$ 7,343</u>
Reconciliation of operating loss to net cash used in operating activities:		
Operating loss	\$ (121,972)	\$ (193,695)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation	-	2,748
Amortization	-	364,518
Changes in assets and liabilities		
Accounts receivable	105,192	35,711
Due from other state agencies	106,593	(179,251)
Other assets	-	(80,000)
Accounts payable and accrued expenses	(97,156)	43,215
Net cash used in operating activities	<u>\$ (7,343)</u>	<u>\$ (6,754)</u>

See accompanying notes to basic financial statements.

State of Illinois
Chicago Technology Park Corporation
Notes to Basic Financial Statements

1. Organization

The Chicago Technology Park Corporation (Corporation) was an IRC 501 c (4) organization, incorporated in the State of Illinois and registered as a not-for-profit scientific and research corporation. The mission of the Corporation was to encourage and facilitate a community of scientific research and development, promote and attract new industry, employment, economic development and establish a regional technology network.

The Corporation actively promoted the transfer of technology and research for the public interest by managing the Chicago Technology Park, by supporting technology transfer and commercialization, by attracting industry and funding including acquiring and managing grants, contracts and other means of fiscal support for technology transfer and development.

Two grant programs under the management of the Corporation which concluded during the year ended June 30, 2009 include:

BiTmaP: a program funded by the U.S. Department of Labor to train U.S. Citizens in bioinformatics. The program's goal is to bridge the gap between the surplus of unemployed and/or underemployed information technology (IT) professionals and the need for more qualified IT professionals in the fast-growing Midwest life science community.

bio-TIP: a program funded by the Department of Commerce and Economic Opportunity (DCEO) of the State of Illinois to augment BitmaP's successful curriculum development and student recruitment. The funding is mainly directed toward student internships as well as assistance in convening industry meetings, conducting market analysis and improving BitmaP program awareness in Illinois.

2. Significant Accounting Principals and Policies

The accompanying basic financial statements of the Corporation have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") as prescribed in pronouncements of the Governmental Accounting Standards Board ("GASB").

State of Illinois
Chicago Technology Park Corporation
Notes to Basic Financial Statements

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 officials of the primary government are financially accountable. Financial accountability is defined as:

- 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
- Fiscal dependency on the primary government.

Based upon the required criteria, the Chicago Technology Park Corporation is reported as a blended component unit of the Illinois Medical District Commission (Commission), which is a component unit of the State of Illinois' financial reporting entity. The financial balances and activities included in these basic financial statements are, therefore, also included in the Commission's basic financial statements as well as the State's Comprehensive Annual Financial Report. The State of Illinois' Comprehensive Annual Financial Report may be obtained by writing to the State Comptroller's Office, Financial Reporting Department, 325 West Adams Street, Springfield, Illinois 62704-1871.

The Corporation was voluntarily dissolved on June 26, 2009. All remaining assets and liabilities were transferred to a trustee of a Liquidating Trust Agreement established for the liquidation of the Corporation, in accordance with the liquidation plan. The only remaining assets and liabilities were as follows: textbooks that were fully depreciated, course development that was fully amortized, and accounts receivable of \$82,800 due from the Illinois Medical District Commission.

Basis of Accounting

Since the Corporation is a component unit of the Commission, the Corporation has adopted its reporting style to report as a business type activity to facilitate consolidation into the Commission.

The financial statements of the Corporation 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. 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.

State of Illinois
Chicago Technology Park Corporation
Notes to Basic Financial Statements

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

Capital Assets

Capital assets which included property and equipment, reported at cost, have been fully depreciated. Contributed assets are reported at estimated fair value when received. Capital assets are depreciated using the straight-line method.

Capitalization thresholds and the estimated useful lives are as follows:

<u>Capital Asset Category</u>	<u>Capitalization Threshold</u>	<u>Estimated Useful Life</u>
Equipment	\$ 5,000	3-25 years

Net Assets

In the financial statements, 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 mortgages and capital lease obligations that are attributable to the acquisition, construction, or improvement of those assets. The Corporation had no balance in this category as of June 30, 2009.

Restricted - This consists of net assets that are legally restricted by outside parties. When both restricted and unrestricted resources are available for use, generally it is the Corporation's policy to use restricted resources first, then unrestricted resources when they are needed. The Corporation had no Restricted Net Assets as of June 30, 2009.

Unrestricted - This consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt." The Corporation had no Unrestricted Net Assets as of June 30, 2009.

Classification of Revenues

The Corporation has classified its revenues as either operating or non-operating revenues according to the following criteria:

Operating revenues - Operating revenues include activities that relate to the operating purposes of the Corporation. Grants and contracts have been reported as operating revenues.

**State of Illinois
Chicago Technology Park Corporation
Notes to Basic Financial Statements**

Non-operating revenues - Non-operating revenues include investment earnings on temporary cash investments.

Reclassifications

Certain reclassifications have been made to the June 30, 2008 amounts in order to conform to the June 30, 2009 presentation.

3. Capital Assets

The following schedule summarizes capital assets of the Corporation for the year ended June 30, 2009:

	<u>July 1, 2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2009</u>
Equipment, Cost	\$ 11,005	\$ -	\$ 11,005	\$ -
Less Accumulated Depreciation	<u>11,005</u>	<u>-</u>	<u>11,005</u>	<u>-</u>
Capital Assets, Net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

4. Litigation

On September 1, 2005 the Chicago Technology Park Corporation was named the defendant in a lawsuit seeking judgment of \$243,000. The Corporation has vigorously contested this matter and believes the outcome will be in favor of the Chicago Technology Park Corporation. Therefore, no liability amount has been recorded on the Corporation's books as of June 30, 2009.

5. Contingencies

The Corporation received grant funding from Federal and State sources which are subject to audit by the granting agencies. The Corporation has received approximately \$2.9 million of funding under the BiTmaP grant program. The Corporation is currently in discussions with the United States Department of Labor regarding the results of an audit. Should this audit not be resolved in favor of the Corporation, the Corporation could be liable for a portion of the funding previously received. The Department of Labor has yet to request the return of any funds, and is working with the Corporation to resolve the issue.

**State of Illinois
Chicago Technology Park Corporation
Notes to Basic Financial Statements**

6. Prior Period Adjustment

During the current fiscal year, management identified certain personnel costs from prior periods that had not been properly reported on the Corporation's financial statements. These costs were originally paid by the Illinois Medical District Commission (Commission). The Corporation had not reduced the balance due from the Commission nor recorded the corresponding expense. The impact of this restatement was to decrease due from other State agencies by \$72,658 with a corresponding increase to accounts receivable. This adjustment had no effect on net assets.

State of Illinois
Chicago Technology Park Corporation

Supplementary Information for State Compliance Purposes
For the Year Ended June 30, 2009

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
 - Notes to the Schedule of Expenditures of Federal Awards
 - Comparative Schedule of Receipts, Disbursements and Cash Balances - Locally Held Funds
 - Schedule of Changes in State Property
 - Comparative Schedule of Expenses - Locally Held Funds
 - Comparative Schedule of Revenues - Locally Held Funds
 - Analysis of Significant Variations in Expenses
 - Analysis of Significant Variations in Revenues
 - Analysis of Significant Account Balances
 - Analysis of Accounts Receivable

- Analysis of Operations
 - Corporation Functions and Planning Program
 - Average Number of Employees
 - Agreements with the Illinois Medical District Commission
 - Service Efforts and Accomplishments (Unaudited)

The accountants' 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 accountants' 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
Chicago Technology Park Corporation

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2009

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Pass-Through Number	Fiscal Year 2009 Expenditures
<u>DEPARTMENT OF LABOR</u>			
WIA Pilots, Demonstrations, and Research Projects	17.261	-	<u>\$ 384,265</u>
TOTAL FEDERAL AWARDS EXPENDED			<u><u>\$ 384,265</u></u>

The accompanying notes are an integral part of this schedule.

State of Illinois
Chicago Technology Park Corporation

Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2009

1. Significant Accounting Policy

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards by federal agency represents the financial assistance transactions of the Chicago Technology Park Corporation (Corporation), which has been reported as a blended component unit of the Illinois Medical District Commission in the accompanying basic financial statements. This was recorded on the full accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local governments and Non-Profit Organizations*.

2. Description of Program

BiTmaP

This is a training program that certifies information technology (IT) professionals in the field of bioinformatics. BiTmaP is sponsored by a \$3 million grant awarded to the Chicago Technology Park by the U.S. Department of Labor. The grant supports a partnership with the Corporation and the University of Illinois at Chicago to create and manage an online training curriculum at the interface of information technology and the life sciences. The ultimate goal of BiTmaP is to partner with local and regional businesses, learning institutions, industrial organizations, and workforce development agencies to place BiTmaP students in successful careers in bioinformatics.

3. Schedule of Expenditures of Federal Awards

The Schedule of Expenditures of Federal Awards may differ from the Total Operating Expense presented in the financial statements. Following is the reconciliation:

Total Operating Expense	\$ 512,911
Deduct:	
Matching expenditures	35,406
State-funded grant expenditures	69,309
Refund to State grantor agency	<u>23,931</u>
Total Federal Awards Expended	<u>\$ 384,265</u>

4. Subrecipient Payments

There were no subrecipient payments made during the year.

State of Illinois
Chicago Technology Park Corporation

**Comparative Schedule of Receipts, Disbursements and Cash Balances –
Locally Held Funds**

For the Years Ended June 30, 2009 and 2008

Below is a cash basis schedule for all locally held funds showing beginning balances, receipts, disbursements, and ending balances for Fiscal Years 2009 and 2008.

	<u>2009</u>	<u>2008</u>
Beginning balance, July 1	\$ 7,343	\$ 14,097
Cash receipts	524,388	635,014
Cash disbursements	<u>(531,731)</u>	<u>(641,768)</u>
Ending balance, June 30	<u>\$ -</u>	<u>\$ 7,343</u>

State of Illinois
Chicago Technology Park Corporation

Schedule of Changes in State Property
For the Years Ended June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Beginning balance, July 1	\$ 24,143	\$ 22,542
Additions	-	1,601
Deletions	<u>(24,143)</u>	<u>-</u>
Ending balance, June 30	<u>\$ -</u>	<u>\$ 24,143</u>

Note: This summary schedule was prepared using Capital Assets 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 accounting principles generally accepted in the United States.

The Corporation was voluntarily dissolved on June 26, 2009. All remaining assets and liabilities were transferred to a trustee of a Liquidating Trust Agreement established for the liquidation of the Corporation, in accordance with the liquidation plan. The only remaining assets and liabilities were as follows: textbooks that were fully depreciated, course development that was fully amortized, and accounts receivable of \$82,800 due from the Illinois Medical District Commission.

State of Illinois
Chicago Technology Park Corporation

Comparative Schedule of Expenses - Locally Held Funds
For the Years Ended June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
CTP Restricted Program Fund (1376)		
Grant programs	\$ 512,911	\$ 3,346,280 *
Amortization	-	364,518
Depreciation	-	2,748
Total - Fund 1376	<u>\$ 512,911</u>	<u>\$ 3,713,546</u>

* *During the current fiscal year, management identified certain personnel costs from prior periods that had not been properly reported on the Corporation's financial statements. These costs were originally paid by the Illinois Medical District Commission (Commission). The Corporation had not reduced the balance due from the (Commission) nor recorded the corresponding expense. The impact of this restatement was to decrease due from other State agencies by \$72,658 with a corresponding increase to accounts receivable. This adjustment had no effect on net assets. The original amount in the 2008 report was \$3,273,622.*

Comparative Schedule of Revenues - Locally Held Funds
For the Years Ended June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
CTP Restricted Program Fund (1376)		
Grants	\$ 390,939	\$ 3,519,551 *
Other income	-	300
Interest income	-	-
Total - Fund 1376	<u>\$ 390,939</u>	<u>\$ 3,519,851</u>

* *During the current fiscal year, management identified certain personnel costs from prior periods that had not been properly reported on the Corporation's financial statements. These costs were originally paid by the Illinois Medical District Commission (Commission). The Corporation had not reduced the balance due from the (Commission) nor recorded the corresponding expense. The impact of this restatement was to decrease due from other State agencies by \$72,658 with a corresponding increase to accounts receivable. This adjustment had no effect on net assets. The original amount in the 2008 report was \$3,443,893.*

State of Illinois
Chicago Technology Park Corporation

Analysis of Significant Variations in Expenses
For the Year Ended June 30, 2009

Operating Expenses

	<u>2009</u>	<u>2008</u>
Grant programs	\$ 512,911	\$ 3,346,280 *
Depreciation expense	-	2,748
Amortization expense	-	364,518
	<u>\$ 512,911</u>	<u>\$ 3,713,546</u>

* *During the current fiscal year, management identified certain personnel costs from prior periods that had not been properly reported on the Corporation's financial statements. These costs were originally paid by the Illinois Medical District Commission (Commission). The Corporation had not reduced the balance due from the (Commission) nor recorded the corresponding expense. The impact of this restatement was to decrease due from other State agencies by \$72,658 with a corresponding increase to accounts receivable. This adjustment had no effect on net assets. The original amount in the 2008 report was \$3,273,622.*

The BiTmaP grant program ended in September 2008 and the bio-TIP grant program ended in May 2009. This has resulted in a decrease in grant expenses during Fiscal Year 2009 as compared to the prior year.

Analysis of Significant Variations in Revenues
For the Year Ended June 30, 2009

Operating Revenues

	<u>2009</u>	<u>2008</u>
Federal grants and contracts	\$ 355,533	\$ 655,578 *
State grants and contracts	-	100,000
Services	35,406	2,764,273
	<u>\$ 390,939</u>	<u>\$ 3,519,851</u>

* *During the current fiscal year, management identified certain personnel costs from prior periods that had not been properly reported on the Corporation's financial statements. These costs were originally paid by the Illinois Medical District Commission (Commission). The Corporation had not reduced the balance due from the (Commission) nor recorded the corresponding expense. The impact of this restatement was to decrease due from other State agencies by \$72,658 with a corresponding increase to accounts receivable. This adjustment had no effect on net assets. The original amount in the 2008 report was \$582,920.*

The BiTmaP grant program ended in September 2008 and the bio-TIP grant program ended in May 2009. This has resulted in a decrease in both Federal grant and contracts revenue and State grants and contracts revenue during Fiscal Year 2009 as compared to the prior year. Service revenue includes the in-kind matching revenue related to the BiTmaP grant program. The decrease in service revenue was due to the BiTmaP grant program ending during Fiscal Year 2009.

State of Illinois
Chicago Technology Park Corporation

Analysis of Significant Account Balances
For the Year Ended June 30, 2009

There were no significant account balances for the year ended June 30, 2009. The Corporation was voluntarily dissolved on June 26, 2009. All remaining assets and liabilities were transferred to a trustee of a Liquidating Trust Agreement established for the liquidation of the Corporation, in accordance with the liquidation plan. The only remaining assets and liabilities were as follows: textbooks that were fully depreciated, course development that was fully amortized, and accounts receivable of \$82,800 due from the Illinois Medical District Commission.

State of Illinois
Chicago Technology Park Corporation

Analysis of Accounts Receivable
For the Year Ended June 30, 2009

The accounts receivable presented below represent amounts due from the U.S. Department of Labor for a grant to the Corporation.

<u>Days Outstanding</u>	<u>2009</u>		<u>2008</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
One to thirty	\$ -	N/A	\$ 105,192 *	100%
Estimated uncollectible amount	-		-	
Accounts Receivable (Net)	<u>\$ -</u>		<u>\$ 105,192</u>	

* *During the current fiscal year, management identified certain personnel costs from prior periods that had not been properly reported on the Corporation's financial statements. These costs were originally paid by the Illinois Medical District Commission (Commission). The Corporation had not reduced the balance due from the (Commission) nor recorded the corresponding expense. The impact of this restatement was to decrease due from other State agencies by \$72,658 with a corresponding increase to accounts receivable. This adjustment had no effect on net assets. The original amount in the 2008 report was \$32,534.*

State of Illinois Chicago Technology Park Corporation

Analysis of Operations

For the Year Ended June 30, 2009

Corporation Functions and Planning Program

Functions

The primary purpose of the Chicago Technology Park Corporation (corporation) was to encourage and facilitate: (a) scientific research and technology transfer for the public interest and for the improvement, maintenance, and growth of the Illinois Medical District; (b) attraction of new industry to the community; (c) the increased commercial application of technology; (d) the improvement and development of local and State's economies and increase the State's share of Federal research funds; and (e) establishment of regional technology networks. The governing body of the Corporation, the Board of Directors, was comprised of members from Illinois Medical District Commission (IMDC) (Dr. Kenneth Schmidt, Dr. Leon Dingle, John Partelow, Abraham C. Morgan) Rush University Medical Center (Dr. Avery Miller and Dr. Larry J. Goodman), and the University of Illinois at Chicago (UIC) (Dr. Eric Gislason).

The Corporation was also established to assist the IMDC with its statutory responsibility to administer and exercise authority with respect to the development and operation of the Chicago Technology Park (Park). The Park is an area or areas within the Illinois medical Center District designated for research and development of medically related technologies and products. The Park included an incubator facility, which was established to assist new businesses in the research and development of new or unique products and to help them grow until they are fully self-sufficient. The Park also includes the Enterprise Center I and the Enterprise Center II which provide "acceleration" wet lab space for incubator facility graduates.

The Corporation was voluntarily dissolved on June 26, 2009. All remaining assets and liabilities were transferred to a trustee of a Liquidating Trust Agreement established for the liquidation of the Corporation, in accordance with the liquidation plan. The only remaining assets and liabilities were as follows: textbooks that were fully depreciated, course development that was fully amortized, and accounts receivable of \$82,800 due from the Illinois Medical District Commission.

State of Illinois
Chicago Technology Park Corporation

Analysis of Operations, continued
For the Year Ended June 30, 2009

Average Number of Employees

There were no employees employed by the Corporation for the fiscal year ended June 30, 2009 and 2008.

Agreements with the Illinois Medical District Commission

In 2004, the Corporation was awarded a \$3,000,000 grant from the U.S. Department of Labor to provide training in bioinformatics. The Commission is providing certain in-kind matching claimed for the grant and will also be compensated for certain administrative costs. This grant ended in Fiscal Year 2009.

In June 2007, the Corporation entered into an agreement with the Department of Commerce and Economic Opportunity (DCEO) to develop and support the BiTmaP program. The DCEO agreed to provide the grant in an amount not to exceed \$100,000 for costs incurred from June 1, 2007 to May 31, 2009. This grant ended in Fiscal Year 2009.

**State of Illinois
Chicago Technology Park Corporation**

Analysis of Operations, continued
For the Year Ended June 30, 2009

Service Efforts and Accomplishments (Unaudited)

Presented below is information on the BiTmaP program enrollments:

Academic Calendar	SEM 1	SEM 2	SEM 3	SEM 4	SEM 5	SEM 6	SEM 7	SEM 8	SEM 9
<u>Group 1</u>									
Enrolled	30	27	9	6	2	1	0	0	0
Graduated	0	0	10	13	16	17	17	17	17
Withdrawn	0	3	11	11	12	12	13	13	13
<u>Group 2</u>									
Enrolled		28	25	20	9	4	0	0	0
Graduated		0	0	2	4	8	10	11	11
Withdrawn		0	3	6	15	16	18	17	17
<u>Group 3</u>									
Enrolled			30	25	13	5	0	0	0
Graduated			0	0	6	13	17	17	17
Withdrawn			0	5	11	12	13	13	13
<u>Group 4</u>									
Enrolled				29	22	15	1	1	1
Graduated				0	0	4	17	17	17
Withdrawn				0	7	10	11	11	11
<u>Group 5</u>									
Enrolled					18	17	4	4	1
Graduated					0	0	11	11	14
Withdrawn					0	1	3	3	3
<u>Group 6</u>									
Enrolled						11	10	1	1
Graduated						0	0	9	9
Withdrawn						0	1	1	1
<u>Group 7</u>									
Enrolled							14	13	4
Graduated							0	0	9
Withdrawn							1	2	2
Total Enrolled to Date	30	58	88	117	135	146	161	161	161
Total Enrolled	30	55	64	80	64	53	29	19	7
Total Graduate	0	0	10	15	26	42	72	82	94
Total Withdraw	0	3	14	22	45	51	60	60	60