



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

William G. Holland, Auditor General

SUMMARY REPORT DIGEST

ENVIRONMENTAL PROTECTION AGENCY

FINANCIAL AUDIT

For the Year Ended: June 30, 2013

Release Date: January 29, 2014

INTRODUCTION

We performed a financial audit of the Environmental Protection Agency, Water Revolving Fund for the year ended June 30, 2013. A two-year compliance examination and a one-year financial statement audit of the Agency's Water Revolving Fund will be performed for the period ended June 30, 2014.

AUDITORS' OPINION

We conducted a financial audit of the Agency's Water Revolving Fund for the year ended June 30, 2013. Our special assistant auditors stated that the Water Revolving Fund's financial statements of the Illinois Environmental Protection Agency as of and for the year ended June 30, 2013 are fairly stated in all material respects.

A handwritten signature in blue ink, appearing to read "William G. Holland", written over a horizontal line.

WILLIAM G. HOLLAND
Auditor General

WGH:PH

AUDITORS ASSIGNED

Our special assistant auditors for this engagement were E.C. Ortiz and Company, LLP.

{Financial Data is summarized on the reverse page.}

**ENVIRONMENTAL PROTECTION AGENCY
FINANCIAL AUDIT - WATER REVOLVING FUND
For the Year Ended June 30, 2013**

STATEMENT OF NET POSITION (in thousands)	2013
Assets	
Current Assets	
Cash and Cash Equivalents.....	\$ 257,885
Securities lending collateral equity with State Treasurer.....	139,181
Loans and notes receivable.....	129,508
Other receivables.....	8,435
Due from federal government.....	254
Due from component unit.....	241
Other current assets.....	66
Restricted assets.....	24,603
Total current assets	560,173
Noncurrent Assets	
Loans and notes receivable, net of current portion.....	2,055,938
Restricted assets - loans receivable, net of current portion.....	180,417
Capital assets, net of accumulated depreciation.....	83
Other noncurrent assets.....	195
Total noncurrent assets	2,236,633
Total Assets.....	2,796,806
Liabilities	
Total Current liabilities.....	139,538
Total Noncurrent liabilities.....	23,090
Total Liabilities.....	162,628
Net Position	
Net investment in capital assets.....	83
Restricted for:	
Debt Service.....	205,019
Other Purposes.....	2,112,251
Unrestricted.....	316,825
Total Net Position.....	\$ 2,634,178

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION (in thousands)	2013
Operating Revenues.....	\$ 43,516
Operating Expenses.....	42,951
Operating Income.....	565
Non-operating Revenues.....	113,345
Non-operating Expenses.....	2,628
Transfers-in.....	22,839
Change in Net Position.....	134,121
Net Position, Beginning of Year.....	2,500,057
Net Position, End of Year.....	\$ 2,634,178

AGENCY DIRECTOR

During Engagement Period: John Kim (through 3/17/13)
Currently: Lisa Bonnett (effective 3/18/13)