



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

William G. Holland, Auditor General

SUMMARY REPORT DIGEST

ILLINOIS STUDENT ASSISTANCE COMMISSION

FINANCIAL AUDIT

For the Year Ended: June 30, 2013

Release Date: February 6, 2014

Summary of Findings:

Total this audit ISAC: 2

Total last audit ISAC: 2

Repeated from last audit: 1

Total this audit Golden Apple: 1

INTRODUCTION

The Illinois Student Assistance Commission's (Commission) financial audit report consists of three sets of financial statements as follows – the financial statements of the Illinois Student Assistance Commission; the financial statements of the Illinois Prepaid Tuition Program (Program), a major fund of the Commission; and the financial statements of the Illinois Designated Account Purchase Program (IDAPP), a major fund of the Commission.

This report covers our financial audit of the Commission as of June 30, 2013 and for the year then ended.

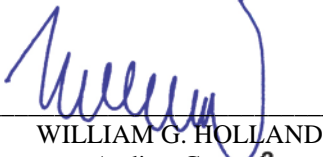
All the Financial Statement Audit Report findings of the Commission pertain to IDAPP. These findings are summarized in the separate report digest for the financial audit of IDAPP for the year ended June 30, 2013.

AUDITORS' OPINION

Our auditors stated the financial statements of the Commission are fairly presented in all material respects. Auditors included a paragraph emphasizing that the Program has a deficit of \$389 million as of June 30, 2013.

GOLDEN APPLE SCHOLARS OF ILLINOIS PROGRAM

Pursuant to the Higher Education Student Assistance Act, the Commission administers the Golden Apple Scholars of Illinois Program which is managed by the Golden Apple Foundation for Excellence in Teaching. During procedures performed, the auditors identified one instance of noncompliance related to the Golden Apple Scholars of Illinois Program which is described in the separate agreed-upon procedures report.



WILLIAM G. HOLLAND
Auditor General

SPECIAL ASSISTANT AUDITORS

Our special assistant auditors for this audit were McGladrey LLP.

WGH:DJB

{Financial information is summarized on the reverse page.}

ILLINOIS STUDENT ASSISTANCE COMMISSION
FINANCIAL AUDIT
For the Year Ended June 30, 2013 (in thousands)

STATEMENT OF NET POSITION	2013	2012
Unrestricted assets		
Unexpended appropriations.....	\$ 15,260	\$ 5,935
Cash and cash equivalents.....	72,409	72,526
Investments.....	1,077,100	1,070,508
Receivables.....	123,670	143,684
Securities lending collateral of State Treasurer.....	35,499	25,654
Capital assets, net.....	14,425	13,438
Due from other State funds and component units.....	798	99
Restricted assets		
Cash and cash equivalents.....	21,927	48,672
Student loan and other receivables, net.....	656,739	824,793
Other.....	3,578	6,015
Total.....	2,021,405	2,211,324
Liabilities		
Accounts payable and accrued liabilities.....	33,116	26,503
Due to other State funds and component units.....	650	9,132
Securities lending collateral obligation.....	35,499	25,654
Line of credit.....	240,607	275,957
Revenue bonds payable.....	429,388	590,704
Tuition obligation.....	1,557,490	1,594,657
Other.....	13,699	14,692
Total.....	2,310,449	2,537,299
Net position		
Net investment in capital assets.....	14,425	11,593
Restricted.....	49,856	51,872
Unrestricted.....	(353,325)	(389,440)
Total.....	\$ (289,044)	\$ (325,975)
STATEMENT OF ACTIVITIES	2013	2012
Expenses		
Scholarships, awards and grants.....	\$ 385,204	\$ 407,201
Student loan purchase program.....	27,902	41,425
Prepaid tuition.....	94,691	193,524
Loan guarantee program.....	208,570	250,543
Interest.....	96	188
Total.....	716,463	892,881
Program revenues		
Charges for services.....	107,932	74,388
Operating grants and contributions.....	267,622	223,713
Total.....	375,554	298,101
Net program revenues.....	(340,909)	(594,780)
General revenues		
Appropriations from State resources.....	380,679	406,915
Other.....	(2,839)	(2,784)
Total.....	377,840	404,131
Change in net position.....	\$ 36,931	\$ (190,649)

AGENCY EXECUTIVE DIRECTOR

During Examination Period: Mr. Eric Zarnikow
Currently: Mr. Eric Zarnikow