



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

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

ILLINOIS STUDENT ASSISTANCE COMMISSION

**Financial Audit
 For the Year Ended June 30, 2015**

Release Date: January 26, 2016

FINDINGS THIS AUDIT: 1	AGING SCHEDULE OF REPEATED FINDINGS						
	New	Repeat	Total	Repeated Since	Category 1	Category 2	Category 3
Category 1:	0	1	1	2009	15-1		
Category 2:	0	0	0				
Category 3:	0	0	0				
TOTAL	0	1	1				
FINDINGS LAST AUDIT: 2							

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, 2015 and for the year then ended.

The Financial Statement Audit Report finding of the Commission pertains to IDAPP. This finding is summarized in the separate report digest for the financial audit of IDAPP for the year ended June 30, 2015.

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 \$236 million as of June 30, 2015.

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 instances of noncompliance related to the Golden Apple Scholars of Illinois Program which is described in the separate agreed-upon procedures report.

SIGNED ORIGINAL ON FILE

FRANK J. MAUTINO
 Auditor General

FJM:JGR

SPECIAL ASSISTANT AUDITORS

Our Special Assistant Auditors for this audit were RSM US LLP.

- Category 1:** Findings that are **material weaknesses** in internal control and/or a **qualification** on compliance with State laws and regulations (material noncompliance).
- Category 2:** Findings that are **significant deficiencies** in internal control and **noncompliance** with State laws and regulations.
- Category 3:** Findings that have **no internal control issues but are in noncompliance** with State laws and regulations.

{Financial information is summarized on next page.}

ILLINOIS STUDENT ASSISTANCE COMMISSION
FINANCIAL AUDIT
For the Year Ended June 30, 2015
(Amounts in Thousands)

STATEMENT OF NET POSITION	2015
Unrestricted assets	
Unexpended appropriations.....	\$ 357
Cash and cash equivalents.....	105,192
Investments.....	1,023,598
Receivables.....	89,775
Securities lending collateral	34,827
Capital assets, net.....	13,743
Due from other State funds and component units.....	333
Restricted assets	
Cash and cash equivalents.....	19,492
Student loan and other receivables, net.....	492,615
Total.....	1,779,932
Deferred Outflows of Resources	
Pension related amounts.....	12,876
Total.....	12,876
Liabilities	
Accounts payable and accrued liabilities.....	17,571
Due to other State funds and component units.....	690
Securities lending collateral obligation.....	34,827
Line of credit.....	183,557
Revenue bonds payable.....	270,397
Tuition obligation.....	1,320,202
Other.....	112,869
Total.....	1,940,113
Deferred Inflows of Resources	
Unamortized deferred amount on refunding.....	45,141
Pension related amounts.....	7,728
Total.....	52,869
Net position	
Net investment in capital assets.....	13,743
Restricted.....	50,020
Unrestricted.....	(263,937)
Total.....	\$ (200,174)

STATEMENT OF ACTIVITIES	2015
Expenses	
Scholarships, awards and grants.....	\$ 376,283
Student loan purchase program.....	14,821
Prepaid tuition.....	27,930
Loan guarantee program.....	159,977
Total.....	579,011
Program revenues	
Charges for services.....	84,508
Operating grants and contributions.....	174,553
Total.....	259,061
Net program revenues.....	(319,950)
General revenues	
Appropriations from State resources.....	376,730
Other.....	(3,134)
Total.....	373,596
Change in net position.....	\$ 53,646

EXECUTIVE DIRECTOR
During Audit Period: Mr. Eric Zarnikow
Currently: Mr. Eric Zarnikow