

AGENDA ITEM 3.

EXECUTIVE DIRECTOR'S REPORT

ILLINOIS STUDENT ASSISTANCE COMMISSION
BALANCE SHEET (UNAUDITED)
FY 2016
AS OF 04/30/2016

	STUDENT LOAN OPERATING FUND	ILLINOIS DESIGNATED ACCOUNT PURCHASE PROGRAM	COLLEGE ILLINOIS! PREPAID TUITION FUND
ASSETS			
CASH AND CASH EQUIVALENTS UNRESTRICTED	54,814,815	20,525,681	1,810,811
CASH AND CASH EQUIVALENTS RESTRICTED	-	9,147,913	-
INVESTMENTS	18,105,378	1,875	949,525,372
STUDENT LOAN RECEIVABLE (NET)	-	433,138,422	-
CONTRACTS RECEIVABLE (NET)	-	-	59,821,556
UNAMORTIZED FEES & COSTS	-	2,442,969	-
DEFERRED OUTFLOW OF RESOURCES - PENSION	12,016,063	560,885	-
DUE FROM OTHER FUNDS	4,848,664	-	-
FIXED ASSETS NET OF DEPRECIATION	2,881,078	-	-
TOTAL ASSETS	\$ 92,665,998	465,817,746	1,011,157,739
LIABILITIES			
ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	2,182,836	360,051	895,726
BONDS / LINE OF CREDIT PAYABLE (NET)	-	389,183,373	-
UNAMORTIZED GAIN ON NEW FINANCING	-	41,772,615	-
ACCRUED INTEREST PAYABLE	-	120,493	-
DUE TO DEPARTMENT OF EDUCATION	-	329,388	-
INVESTMENTS DUE TO TREASURER'S OFFICE	18,083,000	-	-
DUE TO OTHER FUNDS	1,472,304	2,113,193	219,300
DEFERRED INFLOW OF RESOURCES - PENSION	3,233,000	4,459,706	-
NET PENSION LIABILITY	90,689,000	4,038,424	-
TUITION PAYABLE	-	-	525,836,244
ACCRETION PAYABLE	-	-	720,319,936
TOTAL LIABILITIES	\$ 115,660,140	442,377,243	1,247,271,205
FUND BALANCES			
ALLOCATION OF STATE PENSION LIABILITY UNRESTRICTED	(81,905,937)	(7,937,245)	-
	58,911,795	31,377,748	(236,113,466)
TOTAL FUND BALANCES	\$ (22,994,142)	23,440,503	(236,113,466)
TOTAL LIABILITIES AND FUND BALANCES	\$ 92,665,998	465,817,746	1,011,157,739

**ILLINOIS STUDENT ASSISTANCE COMMISSION
INCOME STATEMENT (UNAUDITED)
STUDENT LOAN OPERATING FUND
FY 2016
MONTH ENDED 04/30/2016**

DESCRIPTION	YEAR TO DATE				
	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL	CY vs PY VARIANCE	BUDGET	CY vs BUDGET VARIANCE
REVENUES					
COLLECTIONS	2,498,649	3,208,904	(710,255)	1,674,667	49.2%
REHABILITATIONS	18,297,812	13,399,493	4,898,319	11,334,583	61.4%
REPURCHASE / CONSOL	6,448,335	6,751,963	(303,627)	6,025,417	7.0%
INTEREST & OTHER INVEST INCOME	190,746	117,169	73,577	125,000	52.6%
ACCOUNT MAINTENANCE FEE	2,024,947	2,208,831	(183,885)	1,974,750	2.5%
DEFAULT AVERSION FEE	232,311	371,941	(139,630)	166,667	39.4%
MISCELLANEOUS INCOME	502,225	294,209	208,016	-	0.0%
LEGAL RECOVERIES	-	130	(130)	41,667	-100.0%
RENTAL INCOME	417,757	522,112	(104,355)	333,333	25.3%
TOTAL REVENUES	30,612,783	26,874,753	3,738,030	21,676,083	41.2%
EXPENDITURES					
PERSONAL SERVICES & FRINGE BENEFITS **	19,672,677	19,689,089	(16,412)	21,522,750	-8.6%
CONTRACTUAL SERVICES	6,213,958	4,216,264	1,997,695	8,485,250	-26.8%
RENTAL & MGMT OF REAL PROP	925,798	862,107	63,691	1,095,917	-15.5%
EQUIPMENT & TELECOM	380,192	284,101	96,092	432,583	-12.1%
TRAVEL	85,369	81,110	4,259	123,333	-30.8%
OTHER ADMIN EXPENSES	28,234	43,491	(15,257)	106,333	-73.4%
ISACORPS DIRECT PERSONNEL COST	1,789,940	1,703,557	86,383	2,824,917	-36.6%
ISACORPS DIRECT CONTRACTUAL & OTHER EXPENS	136,133	738,946	(602,813)	206,250	-34.0%
TOTAL EXPENDITURES	29,232,302	27,618,664	1,613,638	34,797,333	-16.0%
OPERATING INCOME (LOSS) BEFORE INTERFUND ALLOCATION AND STATE PENSION LIABILITY EXPENSE	1,380,481	(743,911)	2,124,392	(13,121,250)	-110.5%
INTERFUND ALLOCATION					
AGENCY ADMINISTRATION - GRF EXPENSES	(6,022,894)	(5,466,402)	(556,492)	(4,916,417)	22.5%
AGENCY ADMINISTRATION - GRF BENEFIT SAVINGS	(4,736,660)	(3,389,109)	(1,347,551)	(3,416,917)	38.6%
OUTREACH - GRF EXPENSES	-	(572,407)	572,407	(810,083)	-100.0%
OUTREACH - GRF BENEFIT SAVINGS	-	(392,860)	392,860	(587,917)	-100.0%
COLLEGE ILLINOIS ALLOCATED EXPENSES	(1,130,039)	(1,050,123)	(79,916)	(1,333,333)	-15.2%
TOTAL INTERFUND ALLOCATION	(11,889,593)	(10,870,900)	(1,018,692)	(11,064,667)	7.5%
EXCESS REVENUE OVER (UNDER) EXPENDITURES, AFTER TRANSFERS	13,270,074	10,126,989	3,143,085	(2,056,583)	-745.2%
BEGINNING FUND BALANCE BEFORE PENSION LIABILITY	45,641,721	31,225,532			
ALLOCATION OF STATE PENSION LIABILITY	(81,905,937)	-			
ADJUSTED BEGINNING FUND BALANCE	(36,264,216)	31,225,532			
ENDING FUND BALANCE BEFORE PENSION LIABILITY	58,911,795	41,352,521			
ALLOCATION OF STATE PENSION LIABILITY	(81,905,937)	-			
ADJUSTED ENDING FUND BALANCE	(22,994,142)	41,352,521			

**ILLINOIS STUDENT ASSISTANCE COMMISSION
INCOME STATEMENT (UNAUDITED)
ILLINOIS DESIGNATED ACCOUNT PURCHASE PROGRAM
FY 2016
MONTH ENDED 04/30/2016**

DESCRIPTION	YEAR TO DATE				
	CURRENT YEAR	PRIOR YEAR	CY vs PY	CY vs BUDGET	
	TOTAL	TOTAL	VARIANCE	BUDGET	VARIANCE
IDAPP ADMINISTRATION					
OPERATING REVENUE					
IDAPP SERVICING FEE RECEIVED FROM TRUSTS	1,855,765	2,087,228	(231,463)	1,670,833	11.1%
NFD FEES	147,181	154,002	(6,821)	137,500	7.0%
TOTAL OPERATING REVENUE	2,002,946	2,241,230	(238,284)	1,808,333	10.8%
OPERATING EXPENSES					
SALARIES AND EMPLOYEE BENEFITS	596,509	615,251	(18,742)	666,667	-10.5%
EXTERNAL LOAN SERVICING	392,905	384,170	8,735	379,167	3.6%
OTHER CONTRACTUAL SERVICES	87,178	84,154	3,023	87,500	-0.4%
OTHER	37,035	40,714	(3,679)	41,667	-11.1%
TOTAL OPERATING EXPENSES	1,113,628	1,124,290	(10,662)	1,175,000	-5.2%
CONSOLIDATION REBATE FEE	12,741	7,084	5,657	8,333	52.9%
FIB/SAP/EXCESS INTEREST	23,780	15,535	8,245	16,667	42.7%
NET ADMINISTRATION OPERATING PROFIT	852,796	1,094,321	(241,524)	608,333	40.2%
NET TRANSFER OF ASSETS FROM TRUST	711,337	201,019	510,317	-	0.0%
BEGINNING FUND BALANCE BEFORE PENSION LIABILITY	24,314,008	22,673,303	1,640,705		
ALLOCATION OF STATE PENSION LIABILITY	(7,937,245)	(8,903,335)	966,090		
ADJUSTED BEGINNING FUND BALANCE JULY 1, 2015	16,376,763	13,769,968	2,606,795		
ENDING FUND BALANCE BEFORE PENSION LIABILITY	25,878,141	23,968,643			
ALLOCATION OF STATE PENSION LIABILITY	(7,937,245)	(8,903,335)			
NET ADMIN ASSET APRIL 30, 2016	17,940,896	15,065,308	2,875,588		
TRUST OPERATIONS					
OPERATING REVENUE					
STUDENT LOAN INTEREST INCOME	16,208,754	18,573,625	(2,364,871)	-	0.0%
GAIN ON LOAN PURCHASE DISCOUNT	-	4,009	(4,009)	-	0.0%
INVESTMENT INCOME	11,331	6,196	5,135	-	0.0%
TOTAL OPERATING REVENUE	16,220,085	18,583,830	(2,363,745)	-	0.0%
OPERATING EXPENSES					
INTEREST EXPENSE	3,538,298	3,586,929	(48,631)	-	0.0%
GAIN ON EXTINGUISHMENT OF DEBT - NET	(3,368,759)	(3,368,759)	-	-	0.0%
AMORTIZATION OF LOAN PREMIUMS & FEES	1,166,049	1,166,049	-	-	0.0%
CONSOLIDATION REBATE FEE	1,346,701	1,463,308	(116,607)	-	0.0%
IDAPP SERVICING FEE RECEIVED FROM TRUSTS	1,855,765	2,087,228	(231,463)	-	0.0%
EXTERNAL LOAN SERVICING	1,130,649	1,353,438	(222,789)	-	0.0%
OTHER CONTRACTUAL SERVICES	645,901	697,941	(52,040)	-	0.0%
TOTAL OPERATING EXPENSES	6,314,603	6,986,133	(671,530)	-	0.0%
GROSS OPERATING PROFIT	9,905,482	11,597,696	(1,692,214)	-	0.0%
PROVISION FOR LOAN LOSS	2,933,290	2,553,591	379,699	-	0.0%
FIB/SAP/EXCESS INTEREST	3,620,204	4,662,724	(1,042,520)	-	0.0%
NET TRUST OPERATING PROFIT	3,351,988	4,381,381	(1,029,393)	-	0.0%
NET TRUST ASSETS JULY 1, 2015	2,858,956	(1,966,328)	4,825,284	-	0.0%
OTHER OPERATING TRANSFERS	(711,337)	(201,019)	(510,317)	-	0.0%
NET TRUST ASSET APRIL 30, 2016	5,499,607	2,214,034	3,285,573	-	0.0%
COMBINED NET INCOME	4,204,784	5,475,701	(1,270,918)		
COMBINED BEGINNING FUND BALANCE BEFORE PENSION LI	27,172,964	20,706,975	6,465,989		
RESTATEMENT - DEBIT TO NET POSITION	(7,937,245)	(8,903,335)	966,090		
ADJUSTED BEGINNING FUND BALANCE JULY 1, 2015	19,235,719	11,803,640	7,432,079		
ENDING FUND BALANCE BEFORE PENSION LIABILITY	31,377,748	26,182,677			
ALLOCATION OF STATE PENSION LIABILITY	(7,937,245)	(8,903,335)			
COMBINED NET ASSET APRIL 30, 2016	23,440,503	17,279,342	6,161,161		

**ILLINOIS STUDENT ASSISTANCE COMMISSION
INCOME STATEMENT (UNAUDITED)
COLLEGE ILLINOIS!
FY 2016
MONTH ENDED 04/30/2016**

DESCRIPTION	YEAR TO DATE				
	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL	CY vs PY VARIANCE	BUDGET	CY vs BUDGET VARIANCE
REVENUES					
INTEREST INCOME	132,875	112,011	20,864	-	0.0%
INCOME FROM INVESTMENT SEC FEES	44,170,624	52,338,364	(8,167,740)	-	0.0%
	336,083	316,481	19,602	-	0.0%
TOTAL REVENUES	44,639,582	52,766,856	(8,127,274)	-	0.0%
EXPENDITURES					
ADMINISTRATIVE EXPENDITURES					
PERSONAL SERVICES & FRINGE BEN	928,521	847,812	80,709	1,169,500	-20.6%
CONTRACTUAL SERVICES	2,844,644	2,851,320	(6,676)	3,283,000	-13.4%
EQUIPMENT & TELECOM	1,267	-	1,267	-	0.0%
TRAVEL	2,479	597	1,882	12,500	-80.2%
INVESTMENT EXPENSE	1,934,796	2,374,051	(439,255)	3,338,000	-42.0%
OTHER ADMIN EXPENSES	1,202	1,113	89	1,583	-24.1%
TOTAL ADMINISTRATIVE EXPENDITURES	5,712,909	6,074,893	(361,984)	7,804,583	-26.8%
COST ALLOCATIONS					
SUPPORTING SERVICES	1,130,039	995,246	134,793	1,666,667	-32.2%
TOTAL COST ALLOCATIONS	1,130,039	995,246	134,793	1,666,667	-32.2%
ACTUARIAL EXPENDITURES					
ACCRETION EXPENSE ACCRUED *	37,796,633	45,696,717	(7,900,083)	-	0.0%
TOTAL ACTUARIAL EXPENDITURES	37,796,633	45,696,717	(7,900,083)	-	0.0%
TOTAL EXPENDITURES	44,639,582	52,766,856	(8,127,274)	9,471,250	371.3%
EXCESS REVENUE OVER (UNDER) EXPENDITURES, AFTER TRANSFERS					
	-	-	(0)	(9,471,250)	-100.0%
BEGINNING FUND BALANCE *	(236,113,466)	(275,944,511)			
ENDING FUND BALANCE	(236,113,466)	(275,944,511)			

* Note: Unfunded liabilities/ending fund balance is adjusted based on the soundness report on an annual basis in June of every fiscal year.

ILLINOIS STUDENT ASSISTANCE COMMISSION				
FISCAL YEAR 2016 APPROPRIATION SUMMARY REPORT				
As of 04/30/16				
	FY2016 Appropriation	Year-to-date Expended	Number of Recipients	Percentage Expended
STATE GENERAL FUNDS				
SCHOLARSHIPS AND GRANTS				
Monetary Award Program (EAF)	\$169,798,700	\$163,942,202	101,158	96.6%
GRF-Administration Expense (2%MAP)	\$7,941,462	\$6,022,894	0	75.8%
Teacher Loan Forgiveness Program	0	\$0	0	0.0%
Minority Teacher Scholarships	0	\$0	0	0.0%
Golden Apple Scholars Program	0	\$0	0	0.0%
Dependents Grants	0	\$0	0	0.0%
Nurse Educator Loan Repayment Program	0	\$0	0	0.0%
Veterans' Home Nurse Loan Repayment Program	0	\$0	0	0.0%
Illinois Scholars Program	0	\$0	N/A	0.0%
GRF-Outreach Research & Training.	0	\$0	N/A	0.0%
TOTAL	\$177,740,162	\$169,965,095	101,158	95.6%
SPECIAL REVENUE FUNDS				
STUDENT LOAN OPERATING FUND				
Administration Expense (see detail on next page)	65,191,800	18,959,390	N/A	29.1%
Federal Loan System Development & Maintenance	2,500,000	0	N/A	0.0%
TOTAL	\$67,691,800	\$18,959,390	0	28.0%
FEDERAL STUDENT LOAN FUND				
Loan Guarantee Program -Continue Appro	17,186,906	17,186,905	N/A	100.0%
Loan Guarantee Program - Regular Appro	243,813,094	110,555,256	N/A	45.3%
TOTAL	\$261,000,000	\$127,742,161	N/A	48.9%
SCHOLARSHIPS AND GRANTS				
Federal College Access Challenge Grant Program	15,000,000	99	N/A	0.0%
John R Justice Student Loan Repayment Program	500,000	0	N/A	0.0%
Transfer to ED -Paul Douglas Funds Collected	400,000	322	N/A	0.1%
TOTAL	\$15,900,000	\$421	\$0	0.0%
OTHER				
ISAC Accounts Receivables	0	0	N/A	0.0%
Higher Education License Plate Program	0	0	N/A	0.0%
Optometric Education Scholarship Program	0	0	0	0.0%
IVG- National Guard Grant Fund	0	0	0	0.0%
Golden Apple Scholars Program	0	0	0	0.0%
Contracts and Grants Fund	0	0	N/A	0.0%
TOTAL, SPECIAL REVENUE FUNDS	\$344,591,800	\$146,701,972	0	42.6%
GRAND TOTAL	\$522,331,962	\$316,667,068	101,158	60.6%

<u>ILLINOIS STUDENT ASSISTANCE COMMISSION</u>		
COLLEGE ILLINOIS!		
SOURCES AND USES REPORT		
April 2016 - FY 2016		
BEGINNING MARKET VALUE TOTAL FUNDS BALANCE, 07/01/15		\$1,025,385,432
SOURCES OF FUNDS		
Contributions received	\$20,164,384	
Contracts fees	336,083	
Interest from Treasury and Banks	8,178	
Interest on Investments	15,187,651	
Realized Gain on Investments	1,404,910	
Interest and Fees Promissory Note	23,302	
Interest and Other Income	99,486	
Increase in Market Value of Alternative Funds	29,134,325	
TOTAL SOURCES		\$66,358,319
USES OF FUNDS		
Administrative Expenses	5,052,257	
Unrealized Loss on Investment	1,556,261	
Refunds to Purchasers	11,969,799	
Tuition Payments	119,590,565	
Investment Expense	1,424,112	
Investment Advisory Fees	816,641	
TOTAL USES		\$140,409,636
ENDING MARKET VALUE TOTAL FUNDS BALANCE, 04/30/16		\$951,334,115
NUMBER AND DOLLAR VALUE OF PLANS, 04/30/2016		
Number of Plans:		
Plans with Contributions Paid in Full	53,549	
Active Plans	3,640	
Cancelled Plans	15,421	
Total Number of Contracts Sold	72,610	
Contracts with benefits paid out in full	16,015	
Contracts with outstanding Benefits	41,174	
Purchased Value of all Plans	\$1,742,252,468	
Active Plan : Plan which has been approved and contract payments are being made.		
Cancelled Plan : Plan that has been terminated either at the request of the purchaser or involuntarily due to delinquency, fraud, etc.		

Illinois Student Assistance Commission		
Illinois Designated Account Purchase Program Investment Information		
As of April 30, 2016		
This information is required by Public Act 93-0499 and is intended to provide a financial overview to those interested in the Illinois Designated Account Purchase Program.		
Total value of cash & investments	\$ 29,673,595	
Asset Allocation:		
	Value	Percent
Cash	\$ 16,841,500	57%
Money Market Funds	9,833,325	33%
U.S. Treasuries & Agencies	2,998,770	10%
Total	<u>\$ 29,673,595</u>	<u>100%</u>
Investment Income:		
Investment Income	\$ 2,422	
Unrealized Gain/(Loss) Net	(672)	
Monthly Income Yield	0.008%	
Authorized Financial Institutions:		
Bank of America		
Bank of New York Mellon		
JP Morgan Chase & Co.		
Northern Trust		
Wells Fargo Bank		
Note:		
The information reported above is believed to be accurate, but has not been audited.		