

**AGENDA ITEM 3.**

**EXECUTIVE DIRECTOR'S REPORT**

**ILLINOIS STUDENT ASSISTANCE COMMISSION**  
**BALANCE SHEET (UNAUDITED)**  
**FY 2018**  
**AS OF 04/30/2018**

	STUDENT LOAN OPERATING FUND	ILLINOIS DESIGNATED ACCOUNT PURCHASE PROGRAM	COLLEGE ILLINOIS! PREPAID TUITION FUND
<b>ASSETS</b>			
CASH AND CASH EQUIVALENTS UNRESTRICTED	58,367,615	25,567,662	1,047,703
CASH AND CASH EQUIVALENTS RESTRICTED	-	7,715,557	-
INVESTMENTS	17,885,202	-	815,343,304
STUDENT LOAN RECEIVABLE (NET)	-	328,118,099	-
CONTRACTS RECEIVABLE (NET)	-	-	45,996,521
DEFERRED OUTFLOW OF RESOURCES - PENSION	15,316,212	644,625	-
DUE FROM OTHER FUNDS	4,892,018	-	-
FIXED ASSETS NET OF DEPRECIATION	2,123,002	-	-
<b>TOTAL ASSETS</b>	<b>\$ 98,584,049</b>	<b>362,045,943</b>	<b>862,387,528</b>
<b>LIABILITIES</b>			
ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	2,728,440	178,841	390,151
BONDS / LINE OF CREDIT PAYABLE (NET)	-	278,913,431	-
UNAMORTIZED GAIN ON NEW FINANCING	-	33,687,592	-
ACCRUED INTEREST PAYABLE	-	273,088	-
DUE TO DEPARTMENT OF EDUCATION	-	192,937	-
GRANT	-	14,797	-
INVESTMENTS DUE TO TREASURER'S OFFICE	17,806,000	-	-
DUE TO OTHER FUNDS	1,053,867	2,030,210	238,300
DEFERRED INFLOW OF RESOURCES - PENSION	25,938,806	2,793,021	-
NET PENSION LIABILITY	57,364,305	3,209,669	-
TUITION PAYABLE	-	-	277,005,141
ACCRETION PAYABLE	-	-	871,147,373
<b>TOTAL LIABILITIES</b>	<b>\$ 104,891,417</b>	<b>321,293,586</b>	<b>1,148,780,966</b>
<b>FUND BALANCES</b>			
ALLOCATION OF STATE PENSION LIABILITY	(67,986,899)	(5,358,065)	-
UNRESTRICTED	61,679,531	46,110,422	(286,393,437)
<b>TOTAL FUND BALANCES</b>	<b>\$ (6,307,368)</b>	<b>40,752,357</b>	<b>(286,393,437)</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 98,584,049</b>	<b>362,045,943</b>	<b>862,387,528</b>

**ILLINOIS STUDENT ASSISTANCE COMMISSION  
INCOME STATEMENT (UNAUDITED)  
STUDENT LOAN OPERATING FUND  
FY 2018  
MONTH ENDED 04/30/2018**

DESCRIPTION	YEAR TO DATE				
	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL	CY vs PY VARIANCE	BUDGET	CY vs BUDGET VARIANCE
<b>REVENUES</b>					
COLLECTIONS	1,582,148	2,174,133	(591,985)	1,237,667	27.8%
REHABILITATIONS	10,099,146	13,618,973	(3,519,827)	8,035,083	25.7%
REPURCHASE / CONSOL	7,097,008	6,178,533	918,474	6,508,917	9.0%
INTEREST & OTHER INVEST INCOME	677,911	344,592	333,319	325,000	108.6%
ACCOUNT MAINTENANCE FEE	1,634,109	1,826,919	(192,810)	1,583,333	3.2%
DEFAULT AVERSION FEE	161,921	153,143	8,778	-	0.0%
MISCELLANEOUS INCOME	1,970,750	243,974	1,726,776	247,917	694.9%
RENTAL INCOME	357,420	363,312	(5,892)	333,333	7.2%
<b>TOTAL REVENUES</b>	<b>23,580,413</b>	<b>24,903,580</b>	<b>(1,323,167)</b>	<b>18,271,250</b>	<b>29.1%</b>
<b>EXPENDITURES</b>					
PERSONAL SERVICES & FRINGE BENEFITS	18,228,024	17,224,529	1,003,495	20,144,500	-9.5%
CONTRACTUAL SERVICES	7,370,532	7,362,466	8,066	7,254,167	1.6%
RENTAL & MGMT OF REAL PROP	1,060,555	1,027,906	32,648	1,021,250	3.8%
EQUIPMENT & TELECOM	210,259	245,868	(35,608)	457,250	-54.0%
TRAVEL	87,479	90,480	(3,002)	134,000	-34.7%
OTHER ADMIN EXPENSES	161,573	53,382	108,192	104,750	54.2%
ISACORPS DIRECT PERSONNEL COST	1,983,504	2,210,158	(226,654)	2,423,333	-18.1%
ISACORPS DIRECT CONTRACTUAL & OTHER EXPENSI	138,956	151,470	(12,514)	233,750	-40.6%
<b>TOTAL EXPENDITURES</b>	<b>29,240,881</b>	<b>28,366,259</b>	<b>874,622</b>	<b>31,773,000</b>	<b>-8.0%</b>
<b>OPERATING INCOME (LOSS) BEFORE INTERFUND ALLOCATION</b>	<b>(5,660,468)</b>	<b>(3,462,679)</b>	<b>(2,197,789)</b>	<b>(13,501,750)</b>	<b>-58.1%</b>
<b>INTERFUND ALLOCATION</b>					
AGENCY ADMINISTRATION - GRF EXPENSES	(5,106,729)	(2,653,129)	(2,453,600)	(6,793,333)	-24.8%
AGENCY ADMINISTRATION - GRF BENEFIT SAVINGS	(4,008,166)	(1,888,664)	(2,119,502)	(5,375,083)	-25.4%
COLLEGE ILLINOIS ALLOCATED EXPENSES	(1,099,374)	(1,487,990)	388,616	(1,333,333)	-17.5%
<b>TOTAL INTERFUND ALLOCATION</b>	<b>(10,214,269)</b>	<b>(6,029,782)</b>	<b>(4,184,486)</b>	<b>(13,501,750)</b>	<b>-24.3%</b>
<b>OPERATING INCOME (LOSS) AFTER INTERFUND ALLOCATION</b>	<b>4,553,800</b>	<b>2,567,103</b>	<b>1,986,697</b>	<b>-</b>	<b>0.0%</b>
BEGINNING FUND BALANCE BEFORE PENSION LIABILITY	57,125,730	55,874,022			
ALLOCATION OF STATE PENSION LIABILITY	(67,986,899)	(74,243,964)			
<b>ADJUSTED BEGINNING FUND BALANCE</b>	<b>(10,861,168)</b>	<b>(18,369,942)</b>			
ENDING FUND BALANCE BEFORE PENSION LIABILITY	61,679,531	58,441,125			
ALLOCATION OF STATE PENSION LIABILITY	(67,986,899)	(74,243,964)			
<b>ADJUSTED ENDING FUND BALANCE</b>	<b>(6,307,368)</b>	<b>(15,802,839)</b>			

**ILLINOIS STUDENT ASSISTANCE COMMISSION  
INCOME STATEMENT (UNAUDITED)  
ILLINOIS DESIGNATED ACCOUNT PURCHASE PROGRAM  
FY 2018  
MONTH ENDED 04/30/2018**

DESCRIPTION	YEAR TO DATE				
	CURRENT YEAR	PRIOR YEAR	CY vs PY	CY vs BUDGET	
	TOTAL	TOTAL	VARIANCE	BUDGET	VARIANCE
<b>IDAPP ADMINISTRATION</b>					
<b>OPERATING REVENUE</b>					
IDAPP SERVICING FEE RECEIVED FROM TRUSTS	1,564,045	1,568,763	(4,718)	1,333,333	17.3%
NFD FEES	172,097	156,572	15,526	155,833	10.4%
<b>TOTAL OPERATING REVENUE</b>	<b>1,736,143</b>	<b>1,725,335</b>	<b>10,808</b>	<b>1,489,167</b>	<b>16.6%</b>
<b>OPERATING EXPENSES</b>					
SALARIES AND EMPLOYEE BENEFITS	514,925	285,955	228,970	593,083	-13.2%
EXTERNAL LOAN SERVICING	364,934	382,994	(18,060)	375,000	-2.7%
OTHER CONTRACTUAL SERVICES	102,025	83,889	18,136	104,167	-2.1%
OTHER	17,249	36,624	(19,375)	37,500	-54.0%
<b>TOTAL OPERATING EXPENSES</b>	<b>999,133</b>	<b>789,462</b>	<b>209,671</b>	<b>1,109,750</b>	<b>-10.0%</b>
CONSOLIDATION REBATE FEE	13,812	10,930	2,882	12,500	10.5%
FIB/SAP/EXCESS INTEREST	469	11,539	(11,071)	16,667	-97.2%
<b>NET ADMINISTRATION OPERATING PROFIT</b>	<b>722,729</b>	<b>913,403</b>	<b>(190,674)</b>	<b>350,250</b>	<b>106.3%</b>
<b>NET TRANSFER OF ASSETS FROM TRUST</b>	<b>3,024,904</b>	<b>919,290</b>	<b>2,105,614</b>	<b>-</b>	<b>0.0%</b>
BEGINNING FUND BALANCE BEFORE PENSION LIABILITY	28,249,005	26,045,345	2,203,659		
ALLOCATION OF STATE PENSION LIABILITY	(5,358,065)	(6,548,523)	1,190,458		
ADJUSTED BEGINNING FUND BALANCE JULY 1, 2017	22,890,940	19,496,822	3,394,117		
ENDING FUND BALANCE BEFORE PENSION LIABILITY	31,996,638	27,878,038	4,118,600		
ALLOCATION OF STATE PENSION LIABILITY	(5,358,065)	(6,548,523)	1,190,458		
<b>NET ADMIN ASSET APRIL 30, 2018</b>	<b>26,638,573</b>	<b>21,329,515</b>	<b>5,309,058</b>		
<b>TRUST OPERATIONS</b>					
<b>OPERATING REVENUE</b>					
STUDENT LOAN INTEREST INCOME	14,229,752	14,652,214	(422,462)	-	0.0%
INVESTMENT INCOME	142,751	36,761	105,990	-	0.0%
<b>TOTAL OPERATING REVENUE</b>	<b>14,372,504</b>	<b>14,688,976</b>	<b>(316,472)</b>	<b>-</b>	<b>0.0%</b>
<b>OPERATING EXPENSES</b>					
INTEREST EXPENSE	5,352,578	4,253,341	1,099,237	-	0.0%
GAIN ON EXTINGUISHMENT OF DEBT - NET	(3,368,759)	(3,368,759)	-	-	0.0%
AMORTIZATION OF LOAN PREMIUMS & FEES	814,323	1,162,863	(348,540)	-	0.0%
CONSOLIDATION REBATE FEE	1,137,302	1,247,002	(109,700)	-	0.0%
IDAPP SERVICING FEE RECEIVED FROM TRUSTS	1,564,045	1,568,763	(4,718)	-	0.0%
EXTERNAL LOAN SERVICING	758,636	911,791	(153,155)	-	0.0%
OTHER CONTRACTUAL SERVICES	445,368	519,859	(74,491)	-	0.0%
<b>TOTAL OPERATING EXPENSES</b>	<b>6,703,493</b>	<b>6,294,860</b>	<b>408,633</b>	<b>-</b>	<b>0.0%</b>
<b>GROSS OPERATING PROFIT</b>	<b>7,669,011</b>	<b>8,394,116</b>	<b>(725,105)</b>	<b>-</b>	<b>0.0%</b>
PROVISION FOR LOAN LOSS	(770,746)	1,364,108	(2,134,853)	-	0.0%
FIB/SAP/EXCESS INTEREST	1,040,348	2,604,485	(1,564,138)	-	0.0%
<b>NET TRUST OPERATING PROFIT</b>	<b>7,399,409</b>	<b>4,425,523</b>	<b>2,973,886</b>	<b>-</b>	<b>0.0%</b>
NET TRUST ASSETS JULY 1, 2017	9,739,279	5,341,765	4,397,515	-	0.0%
OTHER OPERATING TRANSFERS	(3,024,904)	(919,290)	(2,105,614)	-	0.0%
<b>NET TRUST ASSET APRIL 30, 2018</b>	<b>14,113,784</b>	<b>8,847,998</b>	<b>5,265,786</b>	<b>-</b>	<b>0.0%</b>
COMBINED NET INCOME	8,122,138	5,338,926	2,783,212		
COMBINED BEGINNING FUND BALANCE BEFORE PENSION LI	37,988,284	31,387,110	6,601,174		
ALLOCATION OF STATE PENSION LIABILITY	(5,358,065)	(6,548,523)	1,190,458		
ADJUSTED BEGINNING FUND BALANCE JULY 1, 2017	32,630,219	24,838,587	7,791,632		
ENDING FUND BALANCE BEFORE PENSION LIABILITY	46,110,422	36,726,036	9,384,386		
ALLOCATION OF STATE PENSION LIABILITY	(5,358,065)	(6,548,523)	1,190,458		
<b>COMBINED NET ASSET APRIL 30, 2018</b>	<b>40,752,357</b>	<b>30,177,513</b>	<b>10,574,844</b>		

**ILLINOIS STUDENT ASSISTANCE COMMISSION  
INCOME STATEMENT (UNAUDITED)  
COLLEGE ILLINOIS!  
FY 2018  
MONTH ENDED 04/30/2018**

DESCRIPTION	YEAR TO DATE				
	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL	CY vs PY VARIANCE	BUDGET	CY vs BUDGET VARIANCE
<b>REVENUES</b>					
INTEREST INCOME	317,000	61,980	255,021	-	0.0%
INCOME FROM INVESTMENT SEC FEES	42,219,289	53,192,596	(10,973,306)	-	0.0%
	207,346	320,708	(113,363)	-	0.0%
<b>TOTAL REVENUES</b>	<b>42,743,635</b>	<b>53,575,284</b>	<b>(10,831,648)</b>	<b>-</b>	<b>0.0%</b>
<b>EXPENDITURES</b>					
<b>ADMINISTRATIVE EXPENDITURES</b>					
PERSONAL SERVICES & FRINGE BEN	842,746	1,009,188	(166,442)	1,477,500	-43.0%
CONTRACTUAL SERVICES	1,291,098	2,613,058	(1,321,960)	3,607,333	-64.2%
TRAVEL	248	1,034	(786)	13,750	-98.2%
INVESTMENT EXPENSE	1,461,942	2,198,964	(737,022)	2,630,250	-44.4%
OTHER ADMIN EXPENSES	70	3,114	(3,044)	2,833	-97.5%
<b>TOTAL ADMINISTRATIVE EXPENDITURES</b>	<b>3,596,103</b>	<b>5,825,357</b>	<b>(2,229,254)</b>	<b>7,731,667</b>	<b>-53.5%</b>
<b>COST ALLOCATIONS</b>					
SUPPORTING SERVICES	1,099,374	1,487,990	(388,616)	1,666,667	-34.0%
<b>TOTAL COST ALLOCATIONS</b>	<b>1,099,374</b>	<b>1,487,990</b>	<b>(388,616)</b>	<b>1,666,667</b>	<b>-34.0%</b>
<b>ACTUARIAL EXPENDITURES</b>					
ACCRETION EXPENSE ACCRUED *	38,048,158	46,261,936	(8,213,778)	-	0.0%
<b>TOTAL ACTUARIAL EXPENDITURES</b>	<b>38,048,158</b>	<b>46,261,936</b>	<b>(8,213,778)</b>	<b>-</b>	<b>0.0%</b>
<b>TOTAL EXPENDITURES</b>	<b>42,743,635</b>	<b>53,575,284</b>	<b>(10,831,648)</b>	<b>9,398,333</b>	<b>354.8%</b>
<b>EXCESS REVENUE OVER (UNDER) EXPENDITURES, AFTER TRANSFERS</b>					
	-	-	(0)	(9,398,333)	-100.0%
<b>BEGINNING FUND BALANCE *</b>	<b>(286,393,437)</b>	<b>(215,121,433)</b>			
<b>ENDING FUND BALANCE</b>	<b>(286,393,437)</b>	<b>(215,121,433)</b>			

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

<b>ILLINOIS STUDENT ASSISTANCE COMMISSION</b>				
<b>FISCAL YEAR 2018 APPROPRIATION SUMMARY REPORT</b>				
<b>As of 04/30/18</b>				
	<b>FY2018 Appropriation</b>	<b>Year-to-date Expended</b>	<b>Number of Recipients</b>	<b>Percentage Expended</b>
<b>STATE GENERAL FUNDS</b>				
<b>SCHOLARSHIPS AND GRANTS</b>				
Monetary Award Program- GRF	\$393,315,100	\$388,758,181	128,073	98.8%
Agency Operations (2% of MAP)	\$8,026,800	\$4,291,723	N/A	53.5%
Police & Fire Dependents Scholarships	\$1,192,100	\$888,302	135	74.5%
Teacher Loan Forgiveness Program	439,900	\$439,777	119	100.0%
Minority Teacher Scholarships	1,900,000	\$856,168	331	45.1%
Golden Apple Scholars Program	6,498,000	\$3,575,080	2,650	55.0%
Nurse Educator Loan Repayment Program	264,000	\$242,871	51	92.0%
Veterans' Home Nurse Loan Repayment Program	26,400	\$26,121	9	98.9%
Illinois Scholars Program	35,200	\$0	N/A	0.0%
Outreach & Training	997,700	\$815,006	N/A	81.7%
<b>TOTAL</b>	<b>\$412,695,200</b>	<b>\$399,893,229</b>	<b>131,368</b>	<b>96.9%</b>
<b>SPECIAL REVENUE FUNDS</b>				
<b>STUDENT LOAN OPERATING FUND</b>				
Administration Expense	60,553,700	20,427,131	N/A	33.7%
Federal Loan System Development & Maintenance	2,500,000	0	N/A	0.0%
SLOF Transfer to IDAPP	1,000,000	13,372	N/A	1.3%
<b>TOTAL</b>	<b>\$64,053,700</b>	<b>\$20,440,503</b>	<b>0</b>	<b>31.9%</b>
<b>FEDERAL STUDENT LOAN FUND</b>				
Loan Guarantee Program	230,000,000	95,679,301	N/A	41.6%
<b>TOTAL</b>	<b>\$230,000,000</b>	<b>\$95,679,301</b>	<b>N/A</b>	<b>41.6%</b>
<b>SCHOLARSHIPS AND GRANTS</b>				
Federal Grant - Gear Up Program	13,000,000	1,014,802	N/A	7.8%
John R Justice Student Loan Repayment Program	300,000	0	N/A	0.0%
Transfer to ED -Paul Douglas Funds Collected	400,000	260	N/A	0.1%
<b>TOTAL</b>	<b>\$13,700,000</b>	<b>\$1,015,062</b>	<b>\$0</b>	<b>7.4%</b>
<b>OTHER</b>				
ISAC Accounts Receivables	300,000	148,428	N/A	49.5%
Higher Education License Plate Program	110,000	96,700	N/A	87.9%
Optometric Education Scholarship Program	50,000	50,000	10	100.0%
IVG- National Guard Grant Fund	20,000	0	0	0.0%
Golden Apple Scholars of Illinois Program	100,000	0	0	0.0%
Contracts and Grants Fund	10,000,000	19,240	N/A	0.2%
<b>TOTAL, SPECIAL REVENUE FUNDS</b>	<b>\$318,333,700</b>	<b>\$117,449,234</b>	<b>10</b>	<b>36.9%</b>
<b>GRAND TOTAL</b>	<b>\$731,028,900</b>	<b>\$517,342,463</b>	<b>131,378</b>	<b>70.8%</b>

<b>ILLINOIS STUDENT ASSISTANCE COMMISSION</b>		
<b>COLLEGE ILLINOIS!</b>		
<b>SOURCES AND USES REPORT</b>		
<b>April 2018 - FY 2018</b>		
<b>BEGINNING MARKET VALUE TOTAL FUNDS BALANCE, 07/01/17</b>		<b>\$904,972,812</b>
<b>SOURCES OF FUNDS</b>		
Contributions received	\$11,683,670	
Contracts fees	207,346	
Interest from Treasury and Banks	77,506	
Unrealized Gain on Investments	30,114,599	
Interest on Investments	10,170,859	
Misc. Revenue from closed Investment Managers	212,630	
Interest and Other Income	13,930	
Change in Market Value Alternative Investment	1,933,832	
<b>TOTAL SOURCES</b>		<b>\$54,414,371</b>
<b>USES OF FUNDS</b>		
Administrative Expenses	3,451,432	
Refunds to Purchasers	19,450,147	
Tuition Payments	118,646,588	
Investment Expense	327,232	
Investment Advisory Fees	1,135,493	
<b>TOTAL USES</b>		<b>\$143,010,892</b>
<b>ENDING MARKET VALUE TOTAL FUNDS BALANCE, 04/30/18</b>		<b>\$816,376,291</b>
<b>NUMBER AND DOLLAR VALUE OF PLANS, 04/30/2018</b>		
Number of Plans:		
Plans with Contributions Paid in Full	53,396	
Active Plans	2,481	
Cancelled Plans	17,349	
Total Number of Contracts Sold	73,226	
Contracts with benefits paid out in full	20,453	
Contracts with outstanding Benefits	35,424	
Purchased Value of all Plans	\$1,767,448,536	
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.		

<b>Illinois Student Assistance Commission</b>		
<b>Illinois Designated Account Purchase Program Investment Information</b>		
<b>As of April 30, 2018</b>		
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	\$ 33,283,219	
Asset Allocation:		
	Value	Percent
Cash	\$ 22,035,186	66%
Money Market Funds	7,283,602	22%
U.S. Treasuries & Agencies	3,964,430	12%
Total	<u>\$ 33,283,219</u>	<u>100%</u>
Investment Income:		
Investment Income	\$ 9,538	
Unrealized Gain/(Loss) Net	3,345	
Monthly Income Yield	0.029%	
Authorized Financial Institutions:		
Bank of America		
Bank of New York Mellon		
JP Morgan Chase & Co.		
Northern Trust		
Wells Fargo Bank		
<b>Note:</b>		
The information reported above is believed to be accurate, but has not been audited.		