ILLINOIS STUDENT ASSISTANCE COMMISSION
FISCAL YEAR 2003 APPROPRIATION SUMMARY REPORT
(July 1, 2002 - September 30, 2002)

	FY2003 Appropriation	Year-to-date Expended	Number of Recipients	Percentage Expended
STATE GENERAL FUNDS				
SCHOLARSHIPS AND GRANTS				
Monetary Award Program*	$329,522,800	$54,567,949	54,101	16.6%
MAP Reserve Fund *	6,677,000	0	0	0.0%
Minority Teacher Scholarships	3,100,000	15,000	411	0.5%
Student to Student Grants	950,000	0	0	0.0%
Descendents Program Grants	275,000	0	0	0.0%
National Guards Grants	4,500,000	0	0	0.0%
Military Veterans Scholarship	19,250,000	2,307,945	4,049	12.0%
Bonus Incentive Grants	650,000	0	0	0.0%
De Bolt Teacher Shortage Scholarship	2,900,000	70,000	430	2.4%
Illinois Incentive for Access	7,200,000	483,750	3,670	6.7%
Merit Recognition Scholarship	5,400,000	0	0	0.0%
Teacher Loan Forgiveness Program	2,700,000	0	0	0.0%
TOTAL	**$383,124,800**	**$57,444,644**	**62,661**	**15.0%**
ADMINISTRATION AND OUTREACH				
Administration (see detail on next page)	6,109,200	977,753	N/A	16.0%
Adult Learner Outreach	150,000	29,782	N/A	19.9%
Higher EdNet Clearinghouse	65,000	36,235	N/A	55.7%
Federal Cost Allocation Requirement	75,000	0	N/A	0.0%
TOTAL	**$6,399,200**	**$1,043,770**	N/A	**16.3%**
TOTAL, STATE GENERAL FUNDS	**$389,524,000**	**$58,488,414**	N/A	**15.0%**
SPECIAL REVENUE FUNDS				
STUDENT LOAN OPERATING FUND				
Administration Expense (see detail on next page)	57,656,600	5,382,538	N/A	9.3%
Fed Loan System Development & Maint.	5,000,000	880,614	N/A	17.6%
Working Capital Transfer	13,000,000	0	N/A	0.0%
TOTAL	**$75,656,600**	**$6,263,152**	N/A	**8.3%**
FEDERAL STUDENT LOAN FUND				
Loan Guarantee Program	190,000,000	17,638,532	N/A	9.3%
Federal Reserve Recall	20,000,000	20,000,000	N/A	100.0%
Default Aversion Activities	1,500,000	38,789	N/A	2.6%
TOTAL	**$211,500,000**	**$37,677,321**	N/A	**17.8%**
SCHOLARSHIPS AND GRANTS				
Federal SSIG - Monetary Award Program *	3,700,000	0	0	0.0%
Federal Robert C. Byrd Fellowships	1,800,000	0	0	0.0%
TOTAL	**$5,500,000**	**$0**	**0**	**0.0%**
OTHER				
ISAC Accounts Receivables	300,000	11,327	N/A	3.8%
Higher Education License Plate Program	70,000	0	N/A	0.0%
TOTAL, SPECIAL REVENUE FUNDS	**$293,026,600**	**$43,951,801**		**15.0%**
GRAND TOTAL	**$682,550,600**	**$102,440,215**	**62,661**	**15.0%**
* Monetary Award Program Total, All Funds	$339,899,800	$54,567,949	54,101	16.05%

ILLINOIS STUDENT ASSISTANCE COMMISSION
FISCAL YEAR 2003 APPROPRIATION REPORT
ADMINISTRATION
(July 1, 2002 - September 30, 2002)

	STATE GENERAL FUNDS			STUDENT LOAN OPERATING FUND			T O T A L		
Line Item	FY2003 Appropriation	Year-to-date Expended	% Expended	FY2003 Appropriation	Year-to-date Expended	% Expended	FY2003 Appropriation	Year-to-date Expended	% Expended
Personal Services	$2,811,900	$557,825	19.8%	$13,226,400	$2,325,797	17.6%	$16,038,300	$2,883,621	18.0%
Employee Retirement Paid by State	112,400	22,143	19.7%	529,100	90,918	17.2%	641,500	113,062	17.6%
Retirement	282,300	57,578	20.4%	1,324,000	240,150	18.1%	1,606,300	297,729	18.5%
Social Security	214,800	41,264	19.2%	1,011,900	169,347	16.7%	1,226,700	210,611	17.2%
Group Insurance	0	0	0	2,549,500	468,304	18.4%	2,549,500	468,304	18.4%
Contractual Services	2,350,800	269,194	11.5%	11,742,000	1,113,388	9.5%	14,092,800	1,382,583	9.8%
Contractual - Collection Agency Fees	0	0	0.0%	24,000,000	817,112	3.4%	24,000,000	817,112	3.4%
Travel	31,300	2,647	8.5%	191,000	15,727	8.2%	222,300	18,374	8.3%
Commodities	38,600	875	2.3%	234,700	17,115	7.3%	273,300	17,990	6.6%
Printing	110,600	16,518	14.9%	558,000	4,093	0.7%	668,600	20,611	3.1%
Equipment	20,000	301	1.5%	525,000	5,264	1.0%	545,000	5,565	1.0%
Telecommunications	130,000	6,982	5.4%	1,733,500	109,084	6.3%	1,863,500	116,065	6.2%
Operation of Auto Equipment	6,500	2,425	37.3%	31,500	6,240	19.8%	38,000	8,664	22.8%
TOTAL	**$6,109,200**	**$977,753**	**16.0%**	**$57,656,600**	**$5,382,538**	**9.3%**	**$63,765,800**	**$6,360,291**	**10.0%**

ILLINOIS STUDENT ASSISTANCE COMMISSION
Federal Student Loan Reserve Fund (FSLRF)
Comparative Sources and Uses Report
October 2001 - September 2002 - FFY 2002

	2002	2001
BEGINNING CASH BALANCE, 10/01/01	**$56,760,842**	**$64,132,638**
Sources of Funds		
Collections***	46,560,805	9,658,352
Share of Collections from SLOF*	0	32,826,842
Repurchases, Rehabs & Consolidations	14,816,524	3,397,483
Share of Repurchases, Rehabs & Consolidations	0	10,851,779
Non- Reinsurable Claims	496,926	0
Collection Cost Waived	73,433	0
SPA Payments	419,122	0
Reinsurance**	112,165,299	92,188,535
IRS Offsets	1,128,109	1,387,701
Risk Sharing	0	283,405
Guarantee Fees	0	1,243
Interest on Investment	1,228,044	2,952,560
Miscellaneous Income	6,487	9,066
Total Sources	176,894,750	153,556,967
Uses of Funds		
Reimbursements to Lenders	117,387,586	93,574,030
Borrower Refund	881,598	0
Funds Remitted to ED-Default collections	34,156,142	38,554,278
Funds Remitted to ED-Repurch/Rehabs/Consol**	11,263,727	14,763,385
SLOF Retention-Default collections***	10,794,492	1,788,059
SLOF Retention-Repurch/Rehabs/Consol***	2,689,322	365,600
Transfer to SLOF - AMF	478,205	414,908
IRS Offsets Refunded	1,072,074	1,594,529
Default Aversion Fee	2,488,328	4,960,308
Transfer to Federal Reserve Recall Fund	8,201,421	4,913,665
Total Uses	189,412,892	160,928,764
ENDING CASH BALANCE, 09/30/02	**$44,242,699**	**$56,760,842**
ACCRUAL ADJUSTMENTS		
DUE TO/FROM ED		
Due From ED		
Reinsurance Claims Filed	12,080,670	15,097,277
Total Due from ED	12,080,670	15,097,277
Due To ED		
Collections Share	(4,572,263)	(5,301,874)
Reinsurance Repayments	(1,964,939)	(2,419,405)
Other	(950,325)	(950,325)
Total Due to ED	(7,487,528)	(8,671,604)
Net Due from ED	4,593,142	6,425,673
OTHER ADJUSTMENTS		
Due from Agency Operating Fund	13,000,000	13,000,000
SLOF Retention Payable	(617,273)	(665,519)
Cost of Collection due from SLOF	237,888	740,889
Due from Federal Reserve Recall Fund	2,942,417	0
DAF Deferred Charges	4,804,025	3,761,081
DAF Payable	(176,714)	(306,346)
Other Receivable	605,178	755,440
Vouchers Payable-Lender Reimbursements	(139,690)	(2,019,664)
Due to Federal Reserve Recall Fund	(6,382,113)	0
Total Other Adjustments	14,273,718	15,265,881
ADJUSTED FUND BALANCE, 09/30/02	**$63,109,559**	**$78,452,396**

*SLOF - Student Loan Operating Fund

**Beginning FFY 00, Reinsurance received and Repurchases/Rehabs & Consolidations paid are reported at gross amount.

***Beginning July 2001, the default collections, repurchases rehabs and consolidations are deposited into the FSLRF as opposed to the SLOF.

ILLINOIS STUDENT ASSISTANCE COMMISSION
Student Loan Operating Fund (SLOF)
Comparative Sources and Uses Report
October 2001 - September 2002 - FFY 2002

	2002	2001
BEGINNING CASH BALANCE, 10/01/01	**$32,172,504**	**$30,759,296**
Sources of Funds		
Collections	0	39,156,829
SLOF Retention-Default Collections*	10,794,492	1,788,059
Direct Consolidation Cost	14,925,814	19,696,091
Prior Year Default Collections-Suspense-	234,709	0
Loan Processing & Issuance Fee	4,555,923	3,619,253
Account Maintenance Fee	5,741,634	5,150,822
Default Aversion Fee	2,488,328	4,960,308
Interest on Investment	968,694	2,017,579
Repurchases, Rehabs & Consolidations	0	12,639,648
SLOF Retention-Repurch/Rehabs/Consolidations*	2,699,455	365,600
Miscellaneous Income	146,138	9,628
Total Sources	42,555,187	89,403,816
Uses of Funds		
ED's share of Repurchases, Rehabs & Consolidation.	0	10,851,782
ED's share of Collections	452,568	32,826,842
Collection Cost Waived	73,433	0
Administrative Expenses	39,028,375	43,431,587
Non- Reinsurable Claims	496,926	0
SPA Payments	419,122	0
Borrower Refund	111,405	569,975
Audit Cost	31,297	19,211
Risk sharing	0	283,404
Collections paid to GRF	7,255	7,805
Total Uses	40,620,379	87,990,605
ENDING CASH BALANCE, 09/30/02	**$34,107,313**	**$32,172,504**
ACCRUAL ADJUSTMENTS		
DUE TO/FROM ED		
Due From ED		
Loan Processing & Issuance Fees	1,638,180	1,363,157
Account Maintenance Fees	1,339,173	1,210,860
Reinsurance from ED	0	665,519
Total Due from ED	2,977,353	3,239,536
Due To ED		
Working Capital borrowed	(13,000,000)	(13,000,000)
Total Due to ED	(13,000,000)	(13,000,000)
Net Due from ED	(10,022,647)	(9,760,464)
OTHER ADJUSTMENTS		
Due to Illinois GRF	(2,502)	(2,032)
SLOF Retention Receivable	617,273	0
Due to FSLRF Cost of Collection	(237,888)	(740,889)
DAF Receivable	176,714	306,346
Other Receivables	4,196	0
DAF Deferred Revenue	(4,804,025)	(3,761,081)
Interest on Investment	64,985	125,000
Fixed Assets	387,851	822,071
Vouchers Payable-Administrative Expenses	(2,626,028)	(2,702,043)
Other Payable	(30,730)	(299,043)
Total Other Adjustments	(6,450,153)	(6,251,671)
ADJUSTED FUND BALANCE, 09/30/02	**$17,634,512**	**$16,160,370**

*Beginning July 2001, the default collections, repurchases rehabs and consolidations are deposited into the FSLRF as opposed to the SLOF. Therefore beginning July 2001, the SLOF will only account for the agency's share of collections

ILLINOIS STUDENT ASSISTANCE COMMISSION
REPORT FOR SEPTEMBER 2002
(Loans)

GROSS GUARANTEE VOLUME

	Current Month					
				% Change from Prior Fiscal Year		
	Number	Amount	Average	Number	Amount	Average
Subsidized Stafford	20,880	$86,294,736	$4,133	-4.1%	21.6%	26.8%
Unsubsidized Stafford	13,510	66,095,399	4,892	22.6%	18.2%	-3.6%
PLUS	2,903	26,966,119	9,289	46.4%	58.3%	8.1%
SLS	4	9,493	2,373	100.0%	-23.4%	-61.7%
Consolidation	1,378	38,540,482	27,968	96.3%	95.8%	-0.2%
Total	38,675	$217,906,229	$5,634	9.0%	33.2%	22.2%

	Federal Fiscal Year to Date					
				% Change from Prior Fiscal Year		
	Number	Amount	Average	Number	Amount	Average
Subsidized Stafford	114,263	$432,337,953	$3,784	13.6%	16.9%	2.9%
Unsubsidized Stafford	75,594	356,420,638	4,715	18.7%	15.7%	-2.5%
PLUS	12,805	108,496,758	8,473	22.8%	29.4%	5.4%
SLS	8	20,962	2,620	300.0%	52.8%	-61.8%
Consolidation	10,745	314,566,860	29,276	164.5%	168.5%	1.5%
Total	213,415	$1,211,843,171	$5,678	19.4%	37.9%	15.5%

REIMBURSEMENTS TO LENDERS, FEDERAL FISCAL YEAR TO DATE

Claim Type	Number	Amount	% Change from Prior Year Number	% Change from Prior Year Amount
Default	12,670	$94,216,339	19.6%	33.1%
Closed Schools	24	45,461	14.3%	273.9%
False Certification	11	17,641	-38.9%	-33.4%
Death & Disability	686	8,149,809	9.8%	26.2%
Bankruptcy	-91	604,936	-360.0%	-53.9%
Total	13,300	$103,034,187	17.8%	31.1%
Average Claim Size		$7,747		11.3%
Net Reinsurance Due	27,352	$97,781,682	14.0%	25.0%

DEFAULT COLLECTIONS

	Current Month			Federal Fiscal Year to Date	
	No. of Brrwr	Amount Collected	% Change From Prior Fiscal Year	Amount Collected	% Change from Prior Fiscal Year
In-House	9,970	$1,906,378	-3.9%	$30,381,664	2.7%
Collection Agencies	1,401	172,740	-66.7%	5,630,327	-39.8%
Litigation	1,679	364,785	595.9%	7,119,576	-30.5%
Subtotal	13,050	$2,443,903	-4.3%	$43,131,566	-12.3%
IRS Offsets	282	$36,096	-96.3%	$16,041,279	-19.0%
Total	13,332	$2,479,998	-29.6%	$59,172,845	-14.2%

CURRENT STATUS OF ACCOUNTS
REIMBURSED TO LENDERS SINCE INCEPTION

Closed Accounts	Number	Amount Written Off
Death, Disability, Bankruptcy, Closed School & False Certification	39,353	$73,238,827
Collection Write-Off	8,485	4,487,893
Accounts Paid in Full	150,463	1,591,587
Repurchased or Transferred	194,279	861,287,588
Subtotal	392,580	$940,605,896
Open Accounts	**Number**	**Balance Due**
Accounts In-House	58,124	$376,156,055
Assigned to Collection Agencies	12,717	77,081,797
Assigned to Litigation	14,820	142,372,088
Subtotal	85,661	$595,609,940
Total	478,241	$1,536,215,835

ILLINOIS STUDENT ASSISTANCE COMMISSION
ILLINOIS DESIGNATED ACCOUNT PURCHASE PROGRAM
August 31, 2002

	CURRENT MONTH	PREV. MONTH	FY TO DATE	CUMULATIVE
Disbursements:				
Student Loan Originations & Purchases				
Average Borrower Indebtedness	$8,782	$7,105	$8,178	$5,154
Number of Borrowers	14,587	8,221	22,808	836,894
Total Originations & Purchases	$128,108,826	$58,408,397	$186,517,223	$4,313,173,288
Operating Expenses	$2,719,143	$2,946,967	$5,666,110	$235,285,792
Collections:				
Principal - Student	$35,637,710	$36,105,379	$71,743,088	$1,625,287,510
Interest - Student	3,925,024	4,549,351	8,474,375	461,544,212
Principal - Guarantor	4,251,658	4,525,151	8,776,809	633,706,222
Interest - Guarantor	224,773	237,130	461,903	43,165,138
Federal Interest Benefits	2,868,279	2,564,335	5,432,614	161,317,939
Special Allowance	1,529,165	250,202	1,779,367	96,850,482
Summary:				
Total Principal	$39,889,368	$40,630,530	$80,519,897	$2,258,993,732
Total Interest	7,018,076	7,350,816	14,368,892	666,027,289
Total Special Allowance	1,529,165	250,202	1,779,367	96,850,482
	$48,436,609	$48,231,548	$96,668,156	$3,021,871,503

ILLINOIS STUDENT ASSISTANCE COMMISSION

COLLEGE ILLINOIS!

Sources and Uses Report

July 2002 -- September 2002 -- FY 2003

BEGINNING MARKET VALUE TOTAL FUNDS BALANCE, 7/01/02		
Cash at Custodians and ISAC	$9,152,253	
SSgA S&P 500 Index Fund	32,631,053	
UBS Fixed Income	97,058,170	
William Blair & Co.	24,933,097	
Osprey Partners	37,818,735	
Wasatch Advisors	21,898,380	
Total Beginning Balance		**$223,491,688**
SOURCES OF FUNDS		
Contributions received	10,445,306	
Application and other fees	199,137	
Interest from Treasury and Banks	72,323	
Unrealized Interest on Investments	1,709,918	
Total Sources		**12,426,684**
USES OF FUNDS		
Administrative Expenses	740,878	
Refunds to Purchasers	361,461	
Unrealized Loss on Investments	21,514,771	
Total Uses		**22,617,110**
ENDING MARKET VALUE TOTAL FUNDS BALANCE, 9/30/02		
Cash at Custodians and ISAC	$18,766,679	
SSgA S&P 500 Index Fund	27,002,574	
UBS Core Fixed Income	75,567,489	
UBS Intermediate Fixed Income	25,720,182	
William Blair & Co.	20,635,057	
Osprey Partners	29,183,935	
Wasatch Advisors	16,425,346	
Total Ending Balance		**$213,301,262**

ILLINOIS STUDENT ASSISTANCE COMMISSION

COLLEGE ILLINOIS!

Total Program Performance

July 2002 -- September 2002 -- FY 2003

APPROXIMATE INVESTMENT RETURN, 9/30/02

	Ending Market Value	*Fiscal* Year-to-date	Since Inception	Inception Date**
Total Program	**$213,301,262**	**-8.7%**	**-3.9%**	**7/6/99**
Policy Benchmark*		-9.4%	-3.2%	
Actuarial Assumption		1.9%	8.0%	
Domestic Equity	**$ 93,246,912**	**-20.5%**	**-13.7%**	**7/6/99**
William Blair	20,635,057	-17.4%	-28.2%	7/7/00
Russell 1000 Growth		-15.1%	-33.6%	
Osprey Partners	29,183,935	-22.9%	-28.3%	9/7/01
Russell 1000 Value		-18.8%	-21.2%	
State Street S&P 500 Index Fund	27,002,574	-17.3%	-14.0%	7/6/99
S&P 500 Index		-17.3%	-13.7%	
Wasatch Advisors	16,425,346	-25.3%	-10.6%	9/7/01
Russell 2000		-21.4%	-20.0%	
Domestic Fixed Income	**$101,287,671**	**4.3%**	**9.0%**	**7/6/99**
UBS Global Asset Management - Core	75,567,489	4.2%	8.7%	7/6/99
Lehman Aggregate Index		4.6%	9.0%	
UBS Global Asset Management - Intermediate	25,720,182	3.2%	2.3%	6/21/02
Lehman Intermediate Aggregate Index		3.8%	4.7%	
Cash Account	**$18,766,679**	**0.5%**	**4.5%**	
T-Bills		0.4%	4.1%	

*As of September 30, 2001, the Policy Benchmark is 50% S&P 500, 10% Russell 2000, 38% Lehman Aggregate and 2% T-Bills. Previously, the benchmark was 50% S&P 500, 47% Lehman Aggregate and 3% T-Bills.

**Benchmark returns are as of the beginning of the month.

NUMBER AND DOLLAR VALUE OF PLANS, 9/30/02

Number of Plans	
Plans Paid in Full	13,334
Active Plans	12,510
Cancelled Plans	3,087
Suspended Plans	10
Total Number of Plans	28,941
Purchased Value of all Plans	$460,974,023

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.

Suspended Plan: Plan with an incomplete application or other outstanding omissions; a plan with this status is inactive.