

ILLINOIS FINANCE AUTHORITY

COMPARISON June 2008 TO June 2007
FINANCIAL STATEMENTS

ASSETS

- Total Assets increased by \$22.3 M due to:
 1. An increase on our loan portfolio due to the amount of the loans made totaling \$7.8M, an increase on our cash balance due to the payoff of loans of \$1.6M, an increase in fee revenue and an increase due to a State Appropriation for our Fire truck and Ambulance Revolving Funds totaling \$13.0M.

LIABILITIES

- Total Liabilities
 1. Total liabilities increased by \$1.8. M due to a bond issuance of \$8.9 M for local government bond pool in fiscal year 2008 and a reduction in the pool, due to principal payments of \$7.1M.

REVENUE/EXPENSES

- Revenue

Gross revenue for fiscal year 2008 ended at \$14,626,381 or \$338,807 below fiscal year 2007 this is primarily due a decrease in our investment interest income.

- Expenses

Expenses ended at \$9,201,705 or \$1,548,037 lower than fiscal year 2007 due to:

1. Professional services decreased by \$1,052,674 or 19.5% due a reduction on our legal fees.
2. Employee related decreased by \$189,283 or 5.2% due to the vacancies and the new incentive plan.
3. Loan loss provision decreased by \$368,420 or 47.9%
4. All other expenses increased by a minimal margin, but the net effect was favorable.

**Illinois Finance Authority
Consolidated - Actual to Budget
Statement of Activities
for Period Ending June 30, 2008**

	Actual June 2008	Budget June 2008	Current Month Variance Actual vs. Budget	Current % Variance	Actual YTD FY 2008	Budget YTD FY 2008	Year to Date Variance Actual vs. Budget	YTD % Variance	Total Budget FY 2008	% of Budget Expended
REVENUE										
INTEREST ON LOANS	283,578	286,047	(2,469)	-0.86%	3,864,079	3,526,320	337,759	9.58%	3,526,320	109.58%
INVESTMENT INTEREST & GAIN(LOSS)	103,339	208,132	(104,793)	-50.35%	2,310,383	2,499,176	(188,793)	-7.55%	2,499,176	92.45%
ADMINISTRATIONS & APPLICATION FEES	797,386	1,262,863	(465,477)	-36.86%	7,245,822	6,530,805	715,017	10.95%	6,530,805	110.95%
ANNUAL ISSUANCE & LOAN FEES	63,056	82,257	(19,201)	-23.34%	957,627	1,038,859	(81,232)	-7.82%	1,038,859	92.18%
OTHER INCOME	16,204	14,947	1,257	8.41%	248,470	179,364	69,106	38.53%	179,364	138.53%
TOTAL REVENUE	1,263,564	1,854,246	(590,682)	-31.86%	14,626,381	13,774,524	851,857	6.18%	13,774,524	106.18%
EXPENSES										
EMPLOYEE RELATED EXPENSES										
COMPENSATION & TAXES	146,196	297,160	(150,964)	-50.80%	2,971,703	3,732,896	(761,193)	-20.39%	3,732,896	79.61%
BENEFITS	29,247	24,988	4,259	17.04%	279,547	310,439	(30,892)	-9.95%	310,439	90.05%
TEMPORARY HELP	3,370	2,500	870	34.81%	76,502	30,000	46,502	155.01%	30,000	255.01%
EDUCATION & DEVELOPMENT	-	500	(500)	0.00%	3,553	6,000	(2,447)	-40.78%	6,000	59.22%
TRAVEL & AUTO	7,766	12,489	(4,723)	-37.82%	117,514	150,000	(32,486)	-21.66%	150,000	78.34%
TOTAL EMPLOYEE RELATED EXPENSES	186,578	337,637	(151,059)	-44.74%	3,448,818	4,229,335	(780,517)	-18.45%	4,229,335	81.55%
PROFESSIONAL SERVICES										
CONSULTING, LEGAL & ADMIN	(14,991)	87,348	(102,339)	-117.16%	762,040	1,048,000	(285,960)	-27.29%	1,048,000	72.71%
LOAN EXPENSE & BANK FEE	204,835	206,257	(1,422)	-0.69%	2,737,804	2,578,138	159,666	6.19%	2,578,138	106.19%
ACCOUNTING & AUDITING	25,839	29,327	(3,488)	-11.89%	388,009	351,946	36,063	10.25%	351,946	110.25%
MARKETING GENERAL	5,012	20,837	(15,825)	-75.95%	52,932	250,000	(197,068)	-78.83%	250,000	21.17%
FINANCIAL ADVISORY	24,000	24,550	(550)	-2.24%	295,372	290,000	5,372	1.85%	290,000	101.85%
CONFERENCE/TRAINING	1,280	2,087	(807)	0.00%	6,023	25,000	(18,977)	-75.91%	25,000	24.09%
MISC. PROFESSIONAL SERVICES	-	9,167	(9,167)	0.00%	49,555	110,004	(60,449)	-54.95%	110,004	45.05%
DATA PROCESSING	5,437	2,913	2,524	86.65%	56,303	35,000	21,303	60.87%	35,000	160.87%
TOTAL PROFESSIONAL SERVICES	251,412	382,486	(131,074)	-34.27%	4,348,039	4,688,088	(340,049)	-7.25%	4,688,088	92.75%

**Illinois Finance Authority
Consolidated - Actual to Budget
Statement of Activities
for Period Ending June 30, 2008**

	Actual June 2008	Budget June 2008	Current Month Variance Actual vs. Budget	Current % Variance	Actual YTD FY 2008	Budget YTD FY 2008	Year to Date Variance Actual vs. Budget	YTD % Variance	Total Budget FY 2008	% of Budget Expended
OCCUPANCY COSTS										
OFFICE RENT	25,686	26,194	(508)	-1.94%	289,784	314,350	(24,566)	-7.81%	314,350	92.19%
EQUIPMENT RENTAL AND PURCHASES	3,919	4,420	(501)	-11.33%	63,316	49,680	13,636	27.45%	49,680	127.45%
TELECOMMUNICATIONS	4,542	7,087	(2,545)	-35.91%	71,840	85,000	(13,160)	-15.48%	85,000	84.52%
UTILITIES	773	987	(214)	-21.72%	12,584	11,800	784	6.65%	11,800	106.65%
DEPRECIATION	7,249	6,638	611	9.21%	78,428	77,194	1,234	1.60%	77,194	101.60%
INSURANCE	(593)	2,000	(2,593)	-129.64%	14,949	24,000	(9,051)	-37.71%	24,000	62.29%
TOTAL OCCUPANCY COSTS	41,576	47,326	(5,750)	-12.15%	530,901	562,024	(31,123)	-5.54%	562,024	94.46%
GENERAL & ADMINISTRATION										
OFFICE SUPPLIES	5,114	8,750	(3,636)	-41.55%	88,861	105,000	(16,139)	-15.37%	105,000	84.63%
BOARD MEETING - EXPENSES	4,121	2,570	1,551	60.35%	53,726	39,000	14,726	37.76%	39,000	137.76%
PRINTING	(426)	1,200	(1,626)	-135.52%	14,048	14,400	(352)	-2.45%	14,400	97.55%
POSTAGE & FREIGHT	1,952	2,063	(111)	-5.39%	28,850	24,800	4,050	16.33%	24,800	116.33%
MEMBERSHIP, DUES & CONTRIBUTIONS	1,655	3,337	(1,682)	-50.41%	43,743	40,000	3,743	9.36%	40,000	109.36%
PUBLICATIONS	67	300	(233)	-77.74%	2,083	3,600	(1,517)	-42.14%	3,600	57.86%
OFFICERS & DIRECTORS INSURANCE	14,524	14,750	(226)	-1.53%	176,291	177,000	(709)	-0.40%	177,000	99.60%
MISCELLANEOUS	1,822	38	1,784	0.00%	57,721	500	57,221	11444.18%	500	11544.18%
TOTAL GENL & ADMIN EXPENSES	28,829	33,008	(4,179)	-12.66%	465,323	404,300	61,023	15.09%	404,300	115.09%
LOAN LOSS PROVISION/BAD DEBT	33,333	33,337	(4)	-0.01%	400,620	400,000	620	0.15%	400,000	100.15%
OTHER										
INTEREST EXPENSE	644	644	(0)	-0.02%	8,004	8,004	(0)	0.00%	8,004	100.00%
TOTAL OTHER	644	644	(0)	-0.02%	8,004	8,004	(0)	0.00%	8,004	100.00%
TOTAL EXPENSES	542,373	834,438	(292,065)	-35.00%	9,201,705	10,291,751	(1,090,046)	-10.59%	10,291,751	89.41%
NET INCOME (LOSS) BEFORE UNREALIZED GAIN/(LOSS)	721,191	1,019,808	(298,617)	-29.28%	5,424,675	3,482,773	1,941,902	55.76%	3,482,773	155.76%
NET UNREALIZED GAIN/(LOSS) ON INVESTMENT	(1,250)	(16,663)	15,413	-92.50%	(20,138)	(200,000)	179,862	-89.93%	(200,000)	10.07%
REVENUE GRANT	-	-	-	0.00%	2,000,000	-	2,000,000	0.00%	-	0.00%
APPROPRIATIONS FROM STATE	-	-	-	0.00%	13,000,000	-	13,000,000	0.00%	-	-
NET INCOME/(LOSS)	719,941	1,003,145	(283,204)	-28.23%	20,404,538	3,282,773	17,121,765	521.56%	3,282,773	621.56%

**Illinois Finance Authority
Consolidated
Statement of Activities
Comparison
for June 2008 and June 2007**

	Actual June 2008	Actual June 2007	Current Month Variance Actual vs. Actual	Current % Variance	Actual YTD FY 2008	Actual YTD FY 2007	Year to Date Variance Actual vs. Actual	YTD % Variance
REVENUE								
INTEREST ON LOANS	283,578	662,466	(378,889)	-57.19%	3,864,079	3,508,906	355,173	10.12%
INVESTMENT INTEREST & GAIN(LOSS)	103,339	262,846	(159,507)	-60.68%	2,310,383	2,784,136	(473,753)	-17.02%
ADMINISTRATIONS & APPLICATION FEES	797,386	884,838	(87,452)	-9.88%	7,245,822	6,915,243	330,579	4.78%
ANNUAL ISSUANCE & LOAN FEES	63,056	85,402	(22,345)	-26.17%	957,627	1,094,975	(137,349)	-12.54%
OTHER INCOME	16,204	(12,061)	28,265	-234.36%	248,470	661,928	(413,458)	-62.46%
TOTAL REVENUE	1,263,564	1,883,492	(619,928)	-32.91%	14,626,381	14,965,187	(338,807)	-2.26%
EXPENSES								
EMPLOYEE RELATED EXPENSES								
COMPENSATION & TAXES	146,196	303,339	(157,143)	-51.80%	2,971,703	3,045,619	(73,916)	-2.43%
BENEFITS	29,247	22,581	6,666	29.52%	279,547	313,846	(34,299)	-10.93%
TEMPORARY HELP	3,370	11,089	(7,719)	-69.61%	76,502	104,245	(27,743)	-26.61%
EDUCATION & DEVELOPMENT	-	-	-	0.00%	3,553	7,652	(4,100)	-53.57%
TRAVEL & AUTO	7,766	12,455	(4,689)	-37.65%	117,514	166,739	(49,225)	-29.52%
TOTAL EMPLOYEE RELATED EXPENSES	186,578	349,463	(162,885)	-46.61%	3,448,818	3,638,102	(189,283)	-5.20%
PROFESSIONAL SERVICES								
CONSULTING, LEGAL & ADMIN	(14,991)	212,032	(227,023)	-107.07%	762,040	1,737,676	(975,637)	-56.15%
LOAN EXPENSE & BANK FEE	204,835	633,659	(428,823)	-67.67%	2,737,804	2,776,000	(38,195)	-1.38%
ACCOUNTING & AUDITING	25,839	59,811	(33,972)	-56.80%	388,009	395,921	(7,911)	-2.00%
MARKETING GENERAL	5,012	30,042	(25,030)	-83.32%	52,932	92,105	(39,172)	-42.53%
FINANCIAL ADVISORY	24,000	(16,991)	40,991	-241.26%	295,372	236,205	59,168	25.05%
CONFERENCE/TRAINING	1,280	225	1,055	468.89%	6,023	20,262	(14,239)	-70.27%
MISC. PROFESSIONAL SERVICES	-	69,000	(69,000)	0.00%	49,555	102,728	(53,173)	-51.76%
DATA PROCESSING	5,437	7,242	(1,805)	-24.92%	56,303	39,817	16,486	41.40%
TOTAL PROFESSIONAL SERVICES	251,412	995,020	(743,608)	-74.73%	4,348,039	5,400,713	(1,052,674)	-19.49%

**Illinois Finance Authority
Consolidated
Statement of Activities
Comparison
for June 2008 and June 2007**

	Actual June 2008	Actual June 2007	Current Month Variance Actual vs. Actual	Current % Variance	Actual YTD FY 2008	Actual YTD FY 2007	Year to Date Variance Actual vs. Actual	YTD % Variance
OCCUPANCY COSTS								
OFFICE RENT	25,686	25,576	110	0.43%	289,784	305,776	(15,992)	-5.23%
EQUIPMENT RENTAL AND PURCHASES	3,919	5,938	(2,019)	-34.00%	63,316	50,769	12,546	24.71%
TELECOMMUNICATIONS	4,542	6,923	(2,381)	-34.39%	71,840	81,478	(9,638)	-11.83%
UTILITIES	773	1,115	(343)	-30.73%	12,584	12,605	(21)	-0.17%
DEPRECIATION	7,249	12,194	(4,945)	-40.55%	78,428	54,739	23,689	43.28%
INSURANCE	(593)	1,881	(2,474)	-131.51%	14,949	17,289	(2,340)	-13.53%
TOTAL OCCUPANCY COSTS	41,576	53,628	(12,051)	-22.47%	530,901	522,656	8,245	1.58%
GENERAL & ADMINISTRATION								
OFFICE SUPPLIES	5,114	6,583	(1,468)	-22.31%	88,861	100,719	(11,858)	-11.77%
BOARD MEETING - EXPENSES	4,121	4,761	(640)	-13.44%	53,726	45,087	8,639	19.16%
PRINTING	(426)	660	(1,086)	-164.58%	14,048	17,001	(2,953)	-17.37%
POSTAGE & FREIGHT	1,952	1,496	455	30.43%	28,850	24,852	3,998	16.09%
MEMBERSHIP, DUES & CONTRIBUTIONS	1,655	1,757	(102)	-5.81%	43,743	41,670	2,073	4.98%
PUBLICATIONS	67	5	62	1291.04%	2,083	8,233	(6,150)	-74.70%
OFFICERS & DIRECTORS INSURANCE	14,524	14,746	(222)	-1.51%	176,291	166,208	10,082	6.07%
MISCELLANEOUS	1,822	1,500	322	0.00%	57,721	6,906	50,815	735.87%
TOTAL GENL & ADMIN EXPENSES	28,829	31,508	(2,679)	-8.50%	465,323	410,676	54,647	13.31%
LOAN LOSS PROVISION/BAD DEBT	33,333	352,109	(318,776)	-90.53%	400,620	769,040	(368,420)	-47.91%
OTHER								
INTEREST EXPENSE	644	690	(46)	-6.69%	8,004	8,555	(551)	-6.44%
TOTAL OTHER	644	690	(46)	-6.69%	8,004	8,555	(551)	-6.44%
TOTAL EXPENSES	542,373	1,782,418	(1,240,045)	-69.57%	9,201,705	10,749,742	(1,548,037)	-14.40%
NET INCOME (LOSS) BEFORE UNREALIZED GAIN/(LOSS)	721,191	101,073	620,117	613.53%	5,424,675	4,215,446	1,209,230	28.69%
NET UNREALIZED GAIN/(LOSS) ON INVESTMENT	(1,250)	(9,428)	8,178	-86.74%	(20,138)	(226,097)	205,959	-91.09%
REVENUE GRANT	-	-	-	0.00%	2,000,000	-	2,000,000	0.00%
APPROPRIATIONS FROM STATE	-	-	-		13,000,000	-	13,000,000	0.00%
NET INCOME/(LOSS)	719,941	91,645	628,295	685.57%	20,404,538	3,989,348	16,415,189	411.48%

**Illinois Finance Authority
Consolidated
Balance Sheet
for the Twelve Months Ending June 30, 2008**

	Actual June 2007	Actual June 2008	Budget June 2008	Variance to budget
ASSETS				
CASH & INVESTMENTS, UNRESTRICTED	\$ 26,909,010	\$ 33,673,779	26,291,016	7,382,763
LOAN RECEIVABLE, NET	85,263,033	88,700,484	88,157,125	543,359
ACCOUNTS RECEIVABLE	519,533	290,940	500,000	(209,060)
OTHER RECEIVABLES	1,334,103	1,219,653	1,484,000	(264,347)
PREPAID EXPENSES	170,877	173,328	190,000	(16,672)
TOTAL CURRENT ASSETS	114,196,556	124,058,184	116,622,141	7,436,043
FIXED ASSETS, NET OF ACCUMULATED DEPRECIATION	260,507	157,546	290,643	(133,098)
DEFERRED ISSUANCE COSTS	800,273	691,818	749,540	(57,722)
OTHER ASSETS				
CASH, INVESTMENTS & RESERVES	27,747,740	39,550,520	28,271,864	11,278,656
VENTURE CAPITAL INVESTMENTS	5,554,091	5,738,223	7,054,090	(1,315,867)
OTHER	3,025,522	3,682,072	3,044,243	637,829
TOTAL OTHER ASSETS	36,327,353	48,970,815	38,370,197	10,600,618
TOTAL ASSETS	\$ 151,584,689	\$ 173,878,363	156,032,521	17,845,841
LIABILITIES				
CURRENT LIABILITIES	1,485,029	773,049	1,290,356	(517,307)
LONG-TERM LIABILITIES	58,060,427	60,661,544	59,211,345	1,450,199
TOTAL LIABILITIES	59,545,456	61,434,593	60,501,701	932,892
EQUITY				
CONTRIBUTED CAPITAL	36,061,462	36,061,462	36,061,462	0
RETAINED EARNINGS	15,015,018	17,921,049	17,982,392	(61,343)
NET INCOME / (LOSS)	3,989,349	20,404,538	3,282,773	17,121,765
RESERVED/RESTRICTED FUND BALANCE	24,279,992	25,491,190	25,510,781	(19,591)
UNRESERVED FUND BALANCE	12,693,412	12,565,531	12,693,412	(127,881)
TOTAL EQUITY	92,039,232	112,443,770	95,530,820	16,912,950
TOTAL LIABILITIES & EQUITY	\$ 151,584,688	\$ 173,878,363	\$ 156,032,521	17,845,841

Illinois Finance Authority
Participations
30-60-90-120-180 Day Delinquencies

as of **6/30/2008**

Loan #	Borrower Name	Due Date	Current Principal Balance	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 + Days
Participations									
10041	NEWLINE HARWOODS, INC	2/4/2008	\$171,093.38	.00	.00	.00	171,093.38	.00	.00
10049	SHULTS MACHINE	4/5/2007	\$144,288.11	.00	.00	.00	.00	.00	144,288.11
2				.00	.00	.00	171,093.38	.00	144,288.11
Municipalities									
10098	ADAMS COUNTY WATER	2/1/2008	\$173,000.00	.00	.00	.00	14,587.08	.00	.00
1				.00	.00	.00	14,587.08	.00	.00
3				.00	.00	.00	185,680.46	.00	144,288.11