

# Illinois Office of the Comptroller

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- website [www.ioc.state.il.us](http://www.ioc.state.il.us)



# Illinois Office of the Comptroller

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- Background
- Comptroller Judy Baar Topinka plans to use new technology to upgrade current office practices.



# Legislative changes

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- Public Act 97-0348
  - Direct Deposit ; \$5 Interest Minimum Limit
- Public Act 97-0759
  - State Offset
- Public Act 97-0632 (15 ILCS 10.05 (d))
  - Local Debt Recovery
- Public Act 97-0269 (15ILCS 10.05 (c))
  - Federal Offset



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# Legislation changes- continued

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- Public Act 97-0969
  - Payments <\$5
- Public Act 97-0932
  - Travel Voucher; Lapse period interest changes; Contract threshold
- Public Act 97-0590
  - Contract fee
- Public Act 97-1055
  - Financial Reporting Standards Board



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# Direct Deposit- EFT

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- Why isn't everyone on direct deposit?
  - Union agreements; hardships; etc
- History of state direct deposit
  - Payroll
  - Commercial



# Our current statistics for direct deposit

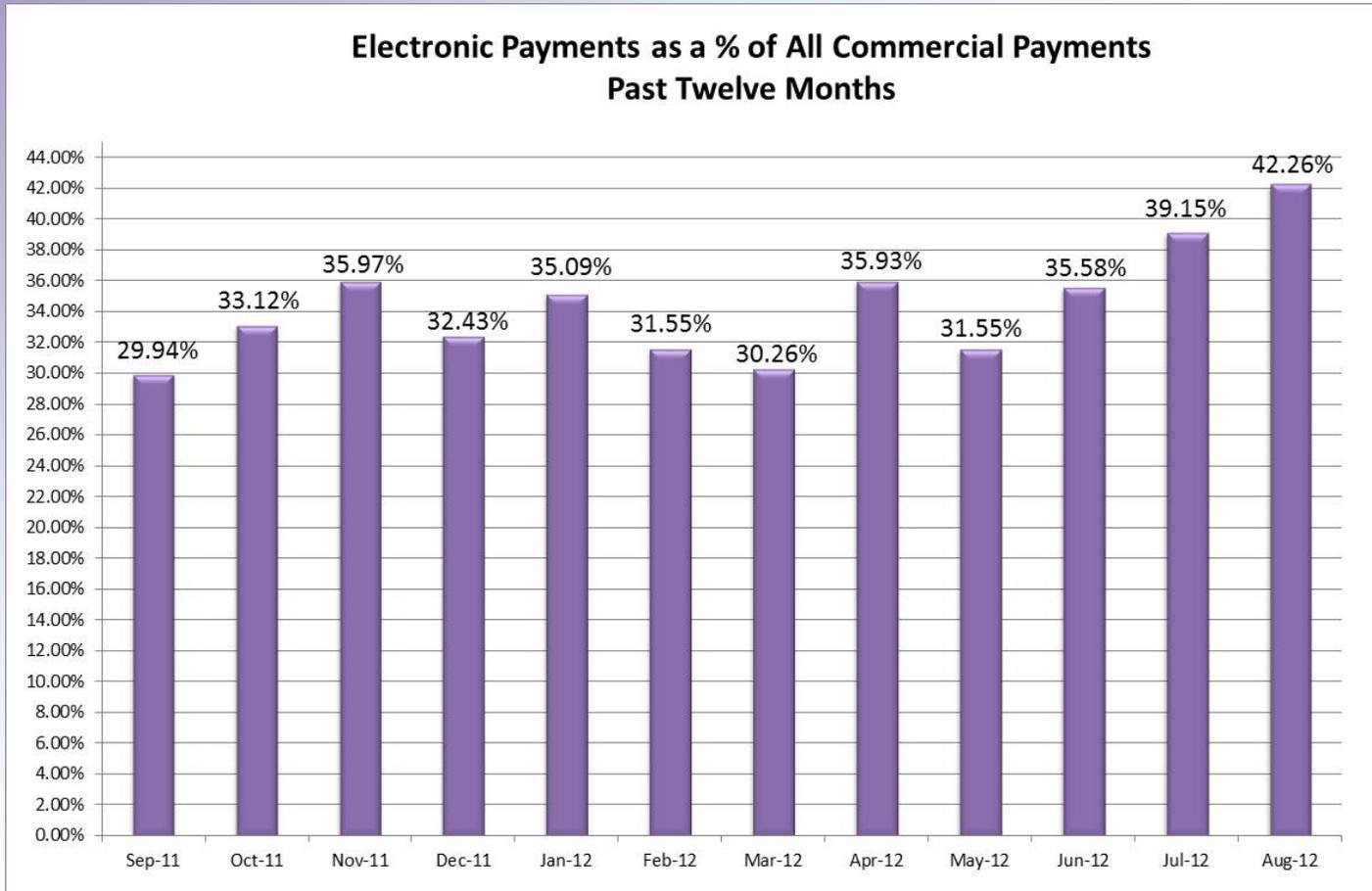
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- Payroll
  - 91% (FY 11 cumm)
  - 95% (last month)
- Retirement
  - 88%
- Income Tax Refunds
  - 63.5%
- Commercial
  - 26.9% (FY 11 cumm)
  - >40% (last month)



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# Commercial Direct Deposit Stats



# Annual statistics for income tax refunds

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- FY 12      63.5%
- FY 11      61.6%
- FY 10      60.1 %
- FY 09      56.7%
- FY 08      51.1%



# EFT costs / efficiency

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- \$ .02-.03 per transaction
- Bulk rate posting is near \$ .40/transaction
- Warrant distribution
- Mail returns
- Voids
- Staff attrition



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# EFT concerns for vendors

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- SAMS implementation 7/1/97
- Detail information in a limited field
- Multiple paying agencies
  - Old mainframe systems
  - Subsystems with detailed vendor information
- Security around confidential information
- All or nothing options
- Multiple accounts



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# Legislation – Direct Deposit

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- Legislation for direct deposit – PA 97-0348
  - Employee Payroll or expense reimbursements must be paid by direct deposit or may be charged a \$2.50 processing fee
  - State payments to vendors that exceed allowable limit may be charged a \$2.50 processing fee
- IOC implementation
  - Focus groups
  - Mailings
  - Agency contacts



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# Payroll Bulletin 1-12

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- Employees must be direct deposit or \$2.50 fee
- File layout changes
- Effective 2/1/12



# Accounting Bulletin 173

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- State Employee reimbursements using certain DOCS
- Vendor payments > the allowable limit (minimum 30)
- Hardships
- Exemptions



# Accounting Bulletin 175

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- IOC liaison program
- Hardship petition
- Implementation date 7/1/12



# Accounting Bulletin 176 and 177

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- (176) Multiple bank account options
- (177) Hardship inquiry screen and file



# Expanded Vendor Remittance (EVR)

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- Web site changes where a vendor can view their confidential data using a PIN number
- Adding additional data that can be downloaded
- E-mail notification of payments



# Accounting Bulletin 172

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- No interest payment <\$5
- DHS and HFS exceptions



# Legislation- State Offset

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- PA 97-0759
  - Threshold set at \$250
  - 60 day protest
  - \$15 fee
- IOC implementation



# Accounting Bulletin 181 and 185

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- Sets new threshold of \$250 (University exception)
- Electronic submission of debt
- 60-day protest
- \$15 fee
- Effective date 9/5/12
- No manual transactions after 8/31/12



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# Legislation- Local Debt Recovery

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- Public Act 97-0632 and 97-0970
  - Local debt Recovery
  - Circuit clerks



# Local Debt Recovery

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- IOC implementation
  - Background
  - IGA
  - Pilot
  - Statistics
  - Circuit clerks



# Legislation- Federal Offset

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- Public Act 97-0269
  - Background
  - System request changes



# Legislation - \$5

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- Public Act 97-0969
  - Background
  - IOC implementation



# Accounting Bulletin 186

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- Vouchers <\$5 cannot be paid except by direct deposit
- Multiple warrant systems
- Exceptions- legislative branch;



# Legislation – Minority Business

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- Public Act 97-0590
  - Background
  - IOC implementation



# Accounting Bulletin 174

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- Contract award codes subject to a \$15 fee
- Effective 8/26/11
- First payment



# Legislation – IOC cleanup

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- Public Act 97-0932
- Background
  - Travel Vouchers
  - Contract limit raised to \$20,000
  - 30 day late filing contracts
  - Interest payments after 6/30



# Accounting Bulletin 183 and 184

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- \$20,000 contract threshold
- 30 day late filing contracts
- Electronic filing of contracts
- Travel vouchers – receipts and signatures



# Future Bulletin

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- Address interest payment made after June 30<sup>th</sup>
- 60 days after issue
- New DOC



# Legislation – Lapse Extension

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- Public Act 97-0732 (BIMP bill)
  - Background
  - IOC implementation



# Accounting Bulletin 180

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- Extend lapse to 12/31



# Legislation – Financial Reporting Standards Board

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- Creates Financial Reporting Standards Board
- Set guidelines for improving financial reporting



# Scanning Contracts

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- Background
- IOC implementation
- Unique contract number
- Accounting Bulletin 178
  - Beginning in FY 13 contract numbers cannot be reused
- Future – agency submission



# Website changes

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- Expanded Vendor Remittance (EVR)
  - Vendors can see detail confidential information
- LEDGER
  - Transparency and accountability
- POWER
  - Small and minority owned business have the resources needed to compete for state contracts



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# Future changes

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- On-line reports
- Additional on-line transactions (IW, receipts)
- SharePoint options



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# Questions?

