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HOUSE RESOLUTION

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WHEREAS, The Department of Central Management Services provides general administrative functions for State government; and

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WHEREAS, The Department of Central Management Services bills State agencies for some of its administrative services and utilizes 7 revolving funds as the conduit for payments from agencies and payments to vendors; and

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WHEREAS, The Department of Central Management Services has been cited by the Illinois Auditor General for weaknesses in internal controls over financial reporting, a condition that has existed since 2007; and

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WHEREAS, These 7 revolving funds earned revenues of \$566,000,000 in FY'12 and \$500,000,000 in FY'13; and

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WHEREAS, 92% of the FY'12 revenues and 90% of the FY'13 revenues to 5 of the revolving funds (Facilities Management, Statistical Services, Communications, State Garage, State Surplus Property) were from billings to State agencies; and

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WHEREAS, During FY'12, these 5 revolving funds operated at a surplus of \$54,000,000, and in FY'13, a deficit of

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1 \$35,000,000; and

2 WHEREAS, The Department of Central Management Services
3 also receives revenues for these revolving funds from non-State
4 agency sources; and

5 WHEREAS, Between FY'10 and FY'14, while overall State
6 appropriations have risen 12%, Department of Central
7 Management Services appropriations have risen 420%; therefore,
8 be it

9 RESOLVED, BY THE HOUSE OF REPRESENTATIVES OF THE
10 NINETY-EIGHTH GENERAL ASSEMBLY OF THE STATE OF ILLINOIS, that
11 the Auditor General is directed to conduct a management audit
12 of the Department of Central Management Services for the period
13 FY'12 through FY'14; and be it further

14 RESOLVED, This management audit include, but not be limited
15 to, the following determinations:

16 1) An examination of the rate setting process and policies
17 that are used to charge State agencies for administrative
18 functions paid through the revolving funds;

19 2) An examination of the billings and revenues in the
20 revolving funds;

21 3) An examination of the expenses paid with funds

1 maintained in the revolving funds;

2 4) An examination of the procurement process utilized by
3 the Department of Central Management Services to ascertain if
4 it follows relevant laws, rules, policies, and procedures and
5 meets the needs of the State agencies being served; and

6 5) An examination of the hiring process utilized by the
7 Department of Central Management Services to ascertain if it
8 supports the needs of the State agencies it serves; and be it
9 further

10 RESOLVED, That the Department of Central Management
11 Services and any other State agency or other entity or person
12 that may have information relevant to this audit cooperate
13 fully and promptly with the Auditor General's Office in its
14 audit; and be it further

15 RESOLVED, That the Auditor General commence this audit as
16 soon as practical and report his findings and recommendations
17 upon completion in accordance with the provisions of Section
18 3-14 of the Illinois State Auditing Act; and be it further

19 RESOLVED, That a suitable copy of this resolution be
20 presented to the Auditor General.