

STATE BANKING BOARD OF ILLINOIS
Meeting of Monday, January 13, 2014
1:00 p.m.

Illinois Department of Financial and Professional Regulation
Division of Banking
100 West Randolph, Suite 900
Chicago, IL 60601

AGENDA

- I. Call to Order
- II. Approval of Minutes of the Meeting of October 21, 2013
- III. New Business:
 - Approval of December 31, 2013 Financial Statement of the Illinois Bank Examiners Education Foundation
 - Current condition of the industry
 - Merger and Consolidation Activity
 - IDFPR Proposed Legislative Agenda for 2014
 - Discussion of new Mortgage Rules
 - Discussion of Volcker Rule and its impact on Illinois banks
- IV. Open Discussion from Board members
- V. Open Discussion from the Public
- VI. Adjourn

MINUTES
STATE BANKING BOARD OF ILLINOIS
October 21, 2013, 1:00 PM
Illinois Department of Financial and Professional Regulation
Division of Banking
100 West Randolph, Suite 900
Chicago, IL 60601

MEMBERS PRESENT

Manuel Flores, Chairman and
Acting Secretary
Department of Financial and Professional Regulation

Joy French Becker
President
Farmers Sate Bank & Trust Company
Jacksonville, Illinois

Lisa M. Derezinski
Public Member
Chicago, Illinois

Mark G. Field
President
The Farmers bank of Liberty
Liberty, Illinois

Walter Grady
President
Seaway Bank and Trust Company
Chicago, Illinois

James B. Jurgens
President
State Bank of Arthur
Arthur, Illinois

Mike Polanski
Chairman of the Board
Village Bank & Trust
Arlington Heights

Dory Rand
Public Member
Chicago, Illinois

Andy Sauk
President
First Eagle Bank
Chicago, Illinois

STAFF PRESENT

Scott Clarke, Assistant Director
Division of Banking

Thomas J. Olsen, Attorney
Division of Banking

Michael Diaz, Deputy General Counsel
Division of Banking

Marc Edwards, Manager
Bank and Thrift Supervision

Deboree Dixon, Administrative Assistant
Division of Banking

GUESTS PRESENT

Lamont K. Black, Professor
DePaul University, Chicago, Illinois

Chairman Flores called the meeting to order at 1:04 pm. A quorum was present. Members and staff introduced themselves.

Approval of the minutes of the meeting of May 14, 2012 – Dory Rand motioned and Lisa Derezinski seconded; minutes approved unanimously.

Approval of the minutes of the meeting of January 14, 2013 – Mike Polanski motioned and Walter Grady seconded; minutes approved unanimously.

OLD BUSINESS

Scott Clarke stated that there was no old business.

NEW BUSINESS

Chairman Flores indicated that the Division of Banking has relocated from its offices at 122 South Michigan Avenue to the State of Illinois Thompson Center building at 100 West Randolph Street, Chicago. The move consolidated all three IDFPR Divisions under one roof which assists in enhancing communications between IDFPR Divisions and saves the Division money in having less money spend on rent.

Chairman Flores indicated that the budget for this fiscal year included funds to hire an additional 10 examiners. We are also taking steps to enhance the training provided to all examiners.

Chairman Flores indicates that he was pleased that the banking conditions in Illinois were improving. Over 80 percent of the state chartered banks had composite ratings of 1 or 2 and that the number of 3, 4 or 5 rated banks in the Chicago metropolitan area had decreased.

LEGISLATIVE UPDATE

Michael Diaz, Deputy General Counsel stated that there were nine Bills and two new rules that impacted Illinois state banks as follows:

Foreclosure Counseling Regulations (Public Act 98-20; Effective June 11, 2013) This Public Act amends the Illinois Housing Development Act by capping the amount the Illinois Housing Development Authority (IHDA) can recover at 4% of annual appropriation for administrative expenses. Also, IHDA has full authority to determine which jurisdiction would get appropriated foreclosure counseling funds. Section 15-1504.1 creates a circuit court clerk administrative fund to retain 2% of each foreclosure filing fee that a plaintiff/mortgagee pays when filing a foreclosure complaint.

Good Funds for Title Closings (Public Act 98-387; Effective June 16, 2013) Public Act 98-387 amends the Title Insurance Act to reinstate the use of cashier's checks as "good funds" for purposes of title closings (as long as the title insurer or agent and the financial institution issuing the cashier's check are known to each other and agree to the use of a cashier's check as good funds). The qualification of cashier's check as "good funds" is set to expire on January 1, 2015

ATM Signage (Public Act 98-415; Effective June 16, 2013) This act amends the Illinois' Electronic Fund Transfer Act by and eliminates the requirement for a physical ATM surcharge sign on the exterior of an ATM if the surcharge is disclosed electronically on the ATM terminal screen and the user has an opportunity to cancel the transaction prior to incurring the fee/surcharge.

Monetary Floor of Unclaimed Property (Public Act 98-495; Effective June 16, 2013) The Act amends section 11(b) of the Illinois' Uniform Disposition of Unclaimed Property Act to lower the monetary value floor of unclaimed property that must be reported and remitted to the State Treasurer from \$25 to \$5.

Tenant Rights Under a Bona Fide Lease (Public Act 98-514; Effective November 19, 2013) This act amends Articles IX and XV of the Civil code to provide tenants in bona fide leases rights in cases of foreclosure. The lease of a bona fide leaseholder may only be terminated at the end of the lease *so long as* a 90 day advance written notice of termination has been provided to the bona fide lease holder. If the subsequent owner of a foreclosed on property will occupy the real estate as his or her primary residence, then it is only necessary to provide the bona fide lease holder with a 90 day advance written notice (the leaseholder does not necessarily have the right to live out the duration of the lease). Entries of foreclosure and orders of possession do not affect bona fide lease holders even if they were named as parties in the foreclosure action.

Promissory Notes Issued to Counties (Public Act 98-525; Effective August 23, 2013) Counties are now allowed to directly borrow using promissory notes for any corporate purpose from any financial institution provided that the loan is to be repaid within two years. The county's repayment obligation represents a direct general obligation of the county payable from the general funds of the county and such other sources of payment as are otherwise lawfully available.

Banks Can Prohibit Firearms (Public Act 98-0063; Effective July 9, 2013 with realistic projections that State Police will not be prepared to begin issuing licenses until early 2014) Permits any business proprietor (e.g. a bank) to prohibit firearms on the premises of the business if the proprietor posts a sign outside the bank. The sign must conform to the yet to be provided guidelines by the State Police.

The following is a summary of Federal rules enacted during 2013:

Risk-Based Capital Final Rule Applicable to Community Banks

Community banks will continue to use current risk weights for residential mortgages when calculating risk-based capital. The possibility of using eight separate risk buckets as previously proposed will not be implemented. Another change from the original proposal is that Trust preferred securities (TruPS) will continue to be permanently included in Tier 1 capital (TruPS issued prior to May 19, 2010 for banking organizations that had less than \$15 billion in assets as of Dec. 31, 2009, or that were in mutual form as of May 19, 2010) instead of phased out over time as proposed. These rules apply to all banks and savings associations; all bank holding companies with more than \$500 million in assets; and all savings and loan companies. For financial institutions with total consolidated assets of less than \$250 billion, the final rule does not apply until Jan.1, 2015. Additionally, a 2.5 percent capital buffer is to be applied to the common equity Tier 1 capital, the Tier 1 capital ratio, and the total capital ratio. This heightened standard of capital buffer must be met with common equity capital. If an institution fails to meet the additional capital buffer there will be a limit on capital payouts and discretionary executive bonuses.

Final Rules amending the Ability-to-Repay and Qualified Mortgage Rules under Regulation Z

Overall, the rules create three categories of loans with different protections: (1) loans not deemed “qualified mortgages (QM)” that must therefore satisfy the “ability-to-pay” requirements; (2) loans deemed QM that receive safe harbor legal protection because they are not higher interest mortgage loans; and (3) loans deemed QM that receive a rebuttable presumption of legal compliance (a lesser legal protection) because they are higher interest loans. Understanding the general requirements for QMs is necessary to sufficiently differentiate between the three loan categories. Dodd-Frank sets certain feature prerequisites and affordability underwriting requirements for QMs and gives discretion to the Consumer Financial Protection Bureau (CFPB) to decide whether additional underwriting or other requirements should apply. The final rule, being issued on January 10, 2014 by the CFPB, generally prohibits loans with negative amortization, interest-only payments, balloon payments, or terms exceeding 30 years from being QMs. “No-doc” loans where the creditor does not verify income or assets are also precluded from being QMs. Finally, a loan usually is not a QM if the points and fees paid by the consumer exceed three percent of the total loan amount. More information regarding QM criteria can be found within the rule.

1. Loans Deemed QM that Receive “Safe Harbor” Legal Protection

A QM receives a “safe harbor” status if it has an annual percentage rate (APR) less than 1.5 percentage points above the average prime offer rate (APOR). “Safe Harbor” loans receive a presumption of compliance by the lender and this presumption is conclusive and not rebuttable.

2. Loans Deemed QM that Receive a Rebuttable Presumption of Legal Compliance

A QM receives a “rebuttable presumption” status if it has an APR that is more than 1.5 percentage points above the APOR. This standard allows for a consumer to “rebut the presumption of compliance” for a QM loan if they showed that despite having made a QM, the creditor did not make a reasonable and good faith determination of their ability to repay the loan.

**For subordinate-lien mortgages the cutoff between safe harbor and rebuttable presumption status is an APR 3.5% above the APOR.*

3. Loans Not Deemed QM that Must Satisfy Ability-to-Pay Requirements

At a minimum, Creditors must consider these following eight underwriting factors when dealing with a loan not deemed to be a QM: (1) Current or reasonable expected income or assets (other than value of the collateral). The creditor may consider assets alone; (2) Consumer’s current employment status if the creditor relies on income from their employment; (3) Monthly payment on the covered transaction. Payments on adjustable rate mortgages (ARMs) must reflect use of the “fully indexed rate” or any introductory rate, whichever is greater; (4) The monthly payment on any simultaneous loan that the creditor knows or has reason to know will be made. This includes any loan covered by these rules, or any HELOC that will be secured by the same property as the loan at issue and that is made at, before, or after consummation of the loan; (5) The monthly payment for mortgage-related obligations such as property taxes, insurance, condominium assessments, etc.; (6) Current debt obligations, alimony, and child support; (7) The monthly debt-to-income (DTI) ratio or residual income. Creditors must make a reasonable and good faith determination of consumer’s ability to repay; (8) Credit history. Creditors are not required to obtain or consider a consolidated credit score. Creditors may look to nontraditional credit references, such as rental payment history or utility payments.

Mr. Grady asked if staff of banks were allowed to carry weapons into banks. Mr. Diaz indicated that the new concealed carry law allows building owners to make that decision but that the law required building owners to prominently post signs if they intended to prohibit concealed weapons in their facilities. Illinois banks should have their boards make such a decision on employees and visitors to banks. The banking trade associations have signs available to their members free of charge.

LEGAL UPDATE

CHANGES TO ADMINISTRATIVE RULES

Dory Rand stated that lot of loans that are foreclosure were poorly written; lacked the proper documentation and received upfront fees. New rules are designed to stop this and require that proper documents get executed. She indicated that there were many that wanted to see these rules postponed until 2015 but in her opinion this will not happen.

UPDATE ON FINANCIAL CONDITION OF ILLINOIS BANKS

Scott Clarke handed out charts and graphics for the update

Mr. Clarke provided a current update on the financial condition of Illinois state chartered banks. Over 80 percent of the state banks are currently rated a composite 1 or 2. Over 50 percent of the banks in the Chicago metropolitan area are currently rated a composite 3, 4 or 5 however this is down 10 percent from one year ago. He indicated that it was still difficult for community banks with problems to raise capital. We expect that there is a potential for 3 to 4 banks to fail during 2014. The agency remains concerned about the high cost of agricultural land and the potential for an Ag "bubble". The agency also remains concerned about technological risks for banks as well as the investments in municipal bonds. The agency has not seen the level of improvement in commercial real estate that it would like to see.

Mr. Clarke also discussed the increased numbers of mergers and consolidations in the banking industry. This is occurring both with the consolidation of banks owned by multi-bank holding companies as well as with independent community banks.

Review of the Financial Statements of the Illinois Bank Examiners' Education Foundation as of September 30, 2013

Walter Grady moved, Lisa Derezinski seconded, the financial statements of the Illinois Bank Examiners' Education Foundation as of September 30, 2013. The motion passed unanimously.

Proposed Amendments to the Bylaws of the Illinois Bank Examiners' Education Foundation

Joy Becker moved, Dory Rand seconded the proposed amendments to the bylaws of the Illinois Bank Examiners' Education Foundation. The motion passed unanimously.

Proposed Resolution 2013-01 Regarding Appointment of Agents of the Board

Joy Becker moved and Mark Fields seconded the approval of Resolution 2013-01. The motion was approved unanimously.

Meeting Schedule for 2014

The board discussed their desire to meet on the Second Monday of each quarter. Scott Clarke will send out calendars.

Report on the Community Banking in the 21st Century Conference

Chairman Flores introduced Professor Lamont Black from DePaul University who served as a moderator at a panel at the recent Conference on Community Banking jointly sponsored by the Federal Reserve and Conference of State Bank Supervisors. Professor Black provided a summary of the conference to the member. The participants in the conference included academics, regulators and community bankers. The Chairman suggested that the members would be interested in reviewing the presentations made at the conference which are available on the Federal Reserve Bank of St. Louis web site.

Open Comment period for members of the Board

Several members discussed the problem of finding appraisers and the amount of time it takes to get appraisals. There was lengthy discussion about the value of appraisals but the difficulties banks in rural areas have in finding qualified appraisers..

Open Comment Period for Members of the Public

None

Adjourn

The meeting was adjourned at 3:08 pm.

**ILLINOIS BANK EXAMINERS' EDUCATION FOUNDATION
BALANCE SHEET (As of December 31, 2013)**

ASSETS:	Money Market Passbook	200,428.44
	Certificates of Deposit	3,075,000.00
	Checking	2,201.30
	Accrued Interest Receivable	3,327.77
	Total Assets	<u>3,280,957.51</u>
LIABILITIES:	Accounts Payable	0.00
FUND EQUITY:	Retained Earnings As of 6/30/13	3,263,951.17
	Income less Expenses for 7/1/13 - 12/31/13	17,006.34
	Total Liabilities and Fund Equity	<u>3,280,957.51</u>

**FISCAL YEAR 2014 STATEMENT OF REVENUES AND EXPENSES
July 1, 2013 Through December 31, 2013**

REVENUES:	Interest from Investments	17,753.34	
	Contributions	0.00	
	Total Revenues		17,753.34
EXPENSES:	Training Programs	0.00	
	Fund Transfer	0.00	
	Miscellaneous	747.00	
	Total Expenses		<u>747.00</u>
NET INCOME:			<u>17,006.34</u>

**ILLINOIS BANK EXAMINERS' EDUCATION FUND ACTIVITY
July 1, 2013 Through December 31, 2013**

BEGINNING BALANCE, JULY 1, 2013		3,260,646.44
ADDITIONS:	FY13 Interest Received in FY14	3,304.73
	FY14 Interest Received	14,425.57
	FY14 Contributions	0.00
	Total Additions	17,730.30
REDUCTIONS:	FY13 Training Programs Paid in FY14	0.00
	FY14 Training Programs	0.00
	FY13 Fund Transfer Paid in FY14	0.00
	FY14 Fund Transfer	0.00
	FY13 Miscellaneous Paid in FY14	0.00
	FY14 Miscellaneous	747.00
	Total Reductions	<u>747.00</u>
ENDING BALANCE, December 31, 2013		<u>3,277,629.74</u>

ILLINOIS BANK EXAMINERS' EDUCATION FOUNDATION**Investment Summary****December 31, 2013**

BANK NAME	COUNTY	INVESTMENT AMOUNT	TERM	RATE	DATE OF MATURITY
The Iuka State Bank 303 N. Main Street Iuka, IL 62849	Marion	\$100,000.00	36 Months	1.75%	2/28/2014
The Iuka State Bank 303 N. Main Street Iuka, IL 62849	Marion	\$100,000.00	36 Months	1.75%	2/28/2014
Marshall County State Bank 510 Main Street Varna, IL 61375	Varna	\$100,000.00	36 Months	2.00%	3/1/2014
Bank of Belleville 720 W. Main St., Suite 100 Belleville, IL 62220	St. Clair	\$75,000.00	12 Months	0.50%	3/1/2014
The Iuka State Bank 303 N. Main Street Iuka, IL 62849	Marion	\$1,000,000.00	36 Months	1.75%	5/24/2014
State Bank of Toulon 102 West Main Street P.O. Box 609 Toulon, IL 61483	Stark	\$200,000.00	12 Months	0.40%	6/5/2014
Goodfield State Bank 201 S. Eureka Street Goodfield, IL 61742	Woodford	\$200,000.00	12 Months	0.40%	6/11/2014
Milledgeville State Bank 451 N. Main Ave. P.O. Box 789 Milledgeville, IL 61051	Carroll	\$200,000.00	12 Months	0.45%	6/12/2014
Middletown State Bank P.O. Box 50 Middletown, IL 62666	Logan	\$200,000.00	12 Months	0.40%	6/12/2014
State Bank of Toulon 102 West Main Street P.O. Box 609 Toulon, IL 61483	Stark	\$200,000.00	12 Months	0.40%	6/17/2014
The Iuka State Bank 303 N. Main Street Iuka, IL 62849	Marion	\$100,000.00	24 Months	0.70%	8/6/2014
The Iuka State Bank 303 N. Main Street Iuka, IL 62849	Marion	\$100,000.00	24 Months	0.70%	8/7/2014
The Iuka State Bank 303 N. Main Street Iuka, IL 62849	Marion	\$100,000.00	24 Months	0.70%	8/7/2014
The Iuka State Bank 303 N. Main Street Iuka, IL 62849	Marion	\$100,000.00	36 Months	1.56%	9/15/2014
The Iuka State Bank 303 N. Main Street Iuka, IL 62849	Marion	\$100,000.00	36 Months	1.56%	9/16/2014
State Bank of Nauvoo 1205 Mullholland P.O. Box 218 Nauvoo, IL 62354	Nauvoo	\$100,000.00	36 Months	1.05%	5/18/2015
State Bank of Nauvoo 1205 Mullholland P.O. Box 218 Nauvoo, IL 62354	Nauvoo	\$100,000.00	36 Months	1.05%	5/18/2015

ILLINOIS BANK EXAMINERS' EDUCATION FOUNDATION**Investment Summary****December 31, 2013**

BANK NAME	COUNTY	INVESTMENT AMOUNT	TERM	RATE	DATE OF MATURITY
SUBTOTAL		\$3,075,000.00			
Marine Bank 3050 West Wabash Springfield, IL 62701	Sangamon	\$200,428.44		A.P.Y. 0.20%	
Marine Bank 3050 West Wabash Springfield, IL 62701	Sangamon	\$2,201.30		N/A	
TOTAL		\$3,277,629.74			

Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

Department of the Treasury
Internal Revenue Service

▶ The organization may have to use a copy of this return to satisfy state reporting requirements.

A For the 2012 calendar year, or tax year beginning **JUL 1, 2012** and ending **JUN 30, 2013**

B Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Terminated <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	C Name of organization Illinois Bank Examiners' Education Foundation Doing Business As Number and street (or P.O. box if mail is not delivered to street address) Room/suite 320 W Washington City, town, or post office, state, and ZIP code Springfield, IL 62786 F Name and address of principal officer: Manuel Flores same as C above	D Employer identification number 37-1220866 E Telephone number (217) 785-2900 G Gross receipts \$ 38,467. H(a) Is this a group return for affiliates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No H(b) Are all affiliates included? <input type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach a list. (see instructions) H(c) Group exemption number ▶
I Tax-exempt status: <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 501(c) () ◀ (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527		
J Website: ▶ N/A		
K Form of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other ▶		L Year of formation: 1987
M State of legal domicile: IL		

Part I Summary

1	Briefly describe the organization's mission or most significant activities: Education and professional training activity for the examination employees of the Illinois		
2	Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.		
3	Number of voting members of the governing body (Part VI, line 1a)	3	1
4	Number of independent voting members of the governing body (Part VI, line 1b)	4	0
5	Total number of individuals employed in calendar year 2012 (Part V, line 2a)	5	0
6	Total number of volunteers (estimate if necessary)	6	0
7 a	Total unrelated business revenue from Part VIII, column (C), line 12	7a	0.
b	Net unrelated business taxable income from Form 990-T, line 34	7b	0.
8	Contributions and grants (Part VIII, line 1h)	0.	0.
9	Program service revenue (Part VIII, line 2g)	0.	0.
10	Investment income (Part VIII, column (A), lines 3, 4, and 7d)	67,692.	38,467.
11	Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	0.	0.
12	Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	67,692.	38,467.
13	Grants and similar amounts paid (Part IX, column (A), lines 1-3)	0.	0.
14	Benefits paid to or for members (Part IX, column (A), line 4)	0.	0.
15	Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	0.	0.
16a	Professional fundraising fees (Part IX, column (A), line 11e)	0.	0.
b	Total fundraising expenses (Part IX, column (D), line 25) ▶ 0.		
17	Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e)	22,625.	50,958.
18	Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	22,625.	50,958.
19	Revenue less expenses. Subtract line 18 from line 12	45,067.	<12,491.>
20	Total assets (Part X, line 16)	3,276,442.	3,263,951.
21	Total liabilities (Part X, line 26)	0.	0.
22	Net assets or fund balances. Subtract line 21 from line 20	3,276,442.	3,263,951.

Part II Signature Block

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here	Signature of officer	Date 10/22/13
	Manuel Flores, Chairman Type or print name and title	

Paid Preparer Use Only	Print/Type preparer's name Allen K Murphy, CPA	Preparer's signature 	Date 10-19-2013	Check <input type="checkbox"/> if self-employed	PTIN P00135697
	Firm's name ▶ Murphy & Associates CPAs LLC		Firm's EIN ▶ 27-4404526		
	Firm's address ▶ 1307 S. Seventh Street Springfield, IL 62703		Phone no. (217) 544-2120		

May the IRS discuss this return with the preparer shown above? (see instructions) Yes No

Part III Statement of Program Service Accomplishments

Check if Schedule O contains a response to any question in this Part III [X]

1 Briefly describe the organization's mission: Provide a means through which funds may be raised, invested, and disbursed for continuing education and professional training activity for the examination employees of the Illinois Department of Financial and Professional Regulation, Division of Banking, an agency of the

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? [] Yes [X] No If "Yes," describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? [] Yes [X] No If "Yes," describe these changes on Schedule O.

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code:) (Expenses \$ 50,201. including grants of \$) (Revenue \$) Accumulated funding for the continuing education and professional training of examination employees. Disbursements for conference/seminar registration fees and travel expenses.

4b (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4c (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4d Other program services (Describe in Schedule O.) (Expenses \$ including grants of \$) (Revenue \$)

4e Total program service expenses 50,201.

**Illinois Bank Examiners' Education
Foundation**

Part IV Checklist of Required Schedules

		Yes	No
1	Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? <i>If "Yes," complete Schedule A</i>	X	
2	Is the organization required to complete <i>Schedule B, Schedule of Contributors</i> ?		X
3	Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? <i>If "Yes," complete Schedule C, Part I</i>		X
4	Section 501(c)(3) organizations. Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? <i>If "Yes," complete Schedule C, Part II</i>		X
5	Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? <i>If "Yes," complete Schedule C, Part III</i>		X
6	Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? <i>If "Yes," complete Schedule D, Part I</i>		X
7	Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? <i>If "Yes," complete Schedule D, Part II</i>		X
8	Did the organization maintain collections of works of art, historical treasures, or other similar assets? <i>If "Yes," complete Schedule D, Part III</i>		X
9	Did the organization report an amount in Part X, line 21, for escrow or custodial account liability; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? <i>If "Yes," complete Schedule D, Part IV</i>		X
10	Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? <i>If "Yes," complete Schedule D, Part V</i>		X
11	If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable.		
a	Did the organization report an amount for land, buildings, and equipment in Part X, line 10? <i>If "Yes," complete Schedule D, Part VI</i>		X
b	Did the organization report an amount for investments - other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VII</i>		X
c	Did the organization report an amount for investments - program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VIII</i>		X
d	Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part IX</i>		X
e	Did the organization report an amount for other liabilities in Part X, line 25? <i>If "Yes," complete Schedule D, Part X</i>		X
f	Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? <i>If "Yes," complete Schedule D, Part X</i>		X
12a	Did the organization obtain separate, independent audited financial statements for the tax year? <i>If "Yes," complete Schedule D, Parts XI and XII</i>		X
b	Was the organization included in consolidated, independent audited financial statements for the tax year? <i>If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI and XII is optional</i>		X
13	Is the organization a school described in section 170(b)(1)(A)(ii)? <i>If "Yes," complete Schedule E</i>		X
14a	Did the organization maintain an office, employees, or agents outside of the United States?		X
b	Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? <i>If "Yes," complete Schedule F, Parts I and IV</i>		X
15	Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? <i>If "Yes," complete Schedule F, Parts II and IV</i>		X
16	Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? <i>If "Yes," complete Schedule F, Parts III and IV</i>		X
17	Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? <i>If "Yes," complete Schedule G, Part I</i>		X
18	Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? <i>If "Yes," complete Schedule G, Part II</i>		X
19	Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? <i>If "Yes," complete Schedule G, Part III</i>		X
20a	Did the organization operate one or more hospital facilities? <i>If "Yes," complete Schedule H</i>		X
b	<i>If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return?</i>		

**Illinois Bank Examiners' Education
Foundation**

Part IV Checklist of Required Schedules *(continued)*

		Yes	No
21	Did the organization report more than \$5,000 of grants and other assistance to any government or organization in the United States on Part IX, column (A), line 1? <i>If "Yes," complete Schedule I, Parts I and II</i>		X
22	Did the organization report more than \$5,000 of grants and other assistance to individuals in the United States on Part IX, column (A), line 2? <i>If "Yes," complete Schedule I, Parts I and III</i>		X
23	Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? <i>If "Yes," complete Schedule J</i>		X
24a	Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? <i>If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25</i>		X
b	Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		
c	Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
d	Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?		
25a	Section 501(c)(3) and 501(c)(4) organizations. Did the organization engage in an excess benefit transaction with a disqualified person during the year? <i>If "Yes," complete Schedule L, Part I</i>		X
b	Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? <i>If "Yes," complete Schedule L, Part I</i>		X
26	Was a loan to or by a current or former officer, director, trustee, key employee, highest compensated employee, or disqualified person outstanding as of the end of the organization's tax year? <i>If "Yes," complete Schedule L, Part II</i>		X
27	Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? <i>If "Yes," complete Schedule L, Part III</i>		X
28	Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):		
a	A current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i>		X
b	A family member of a current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i>		X
c	An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? <i>If "Yes," complete Schedule L, Part IV</i>		X
29	Did the organization receive more than \$25,000 in non-cash contributions? <i>If "Yes," complete Schedule M</i>		X
30	Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? <i>If "Yes," complete Schedule M</i>		X
31	Did the organization liquidate, terminate, or dissolve and cease operations? <i>If "Yes," complete Schedule N, Part I</i>		X
32	Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? <i>If "Yes," complete Schedule N, Part II</i>		X
33	Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? <i>If "Yes," complete Schedule R, Part I</i>		X
34	Was the organization related to any tax-exempt or taxable entity? <i>If "Yes," complete Schedule R, Part II, III, or IV, and Part V, line 1</i>	X	
35a	Did the organization have a controlled entity within the meaning of section 512(b)(13)?		X
b	If "Yes" to line 35a, did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? <i>If "Yes," complete Schedule R, Part V, line 2</i>		
36	Section 501(c)(3) organizations. Did the organization make any transfers to an exempt non-charitable related organization? <i>If "Yes," complete Schedule R, Part V, line 2</i>		X
37	Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? <i>If "Yes," complete Schedule R, Part VI</i>		X
38	Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11b and 19?		
	Note. All Form 990 filers are required to complete Schedule O	X	

Part V Statements Regarding Other IRS Filings and Tax Compliance

Check if Schedule O contains a response to any question in this Part V

		Yes	No
1a	Enter the number reported in Box 3 of Form 1096. Enter -0- if not applicable	0	
b	Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable	0	
c	Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?		
2a	Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return	0	
b	If at least one is reported on line 2a, did the organization file all required federal employment tax returns? Note. If the sum of lines 1a and 2a is greater than 250, you may be required to e-file (see instructions)		
3a	Did the organization have unrelated business gross income of \$1,000 or more during the year?		X
b	If "Yes," has it filed a Form 990-T for this year? If "No," provide an explanation in Schedule O		
4a	At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?		X
b	If "Yes," enter the name of the foreign country: See instructions for filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.		
5a	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?		X
b	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?		X
c	If "Yes," to line 5a or 5b, did the organization file Form 8886-T?		
6a	Does the organization have annual gross receipts that are normally greater than \$100,000, and did the organization solicit any contributions that were not tax deductible as charitable contributions?		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
7 Organizations that may receive deductible contributions under section 170(c).			
a	Did the organization receive a payment in excess of \$75 made partly as a contribution and partly for goods and services provided to the payor?		X
b	If "Yes," did the organization notify the donor of the value of the goods or services provided?		
c	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?		X
d	If "Yes," indicate the number of Forms 8282 filed during the year		
e	Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?		
f	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		
g	If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?		
h	If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?		
8 Sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations. Did the supporting organization, or a donor advised fund maintained by a sponsoring organization, have excess business holdings at any time during the year?			
9 Sponsoring organizations maintaining donor advised funds.			
a	Did the organization make any taxable distributions under section 4966?		
b	Did the organization make a distribution to a donor, donor advisor, or related person?		
10 Section 501(c)(7) organizations. Enter:			
a	Initiation fees and capital contributions included on Part VIII, line 12		
b	Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities		
11 Section 501(c)(12) organizations. Enter:			
a	Gross income from members or shareholders		
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)		
12a	Section 4947(a)(1) non-exempt charitable trusts. Is the organization filing Form 990 in lieu of Form 1041?		
b	If "Yes," enter the amount of tax-exempt interest received or accrued during the year		
13 Section 501(c)(29) qualified nonprofit health insurance issuers.			
a	Is the organization licensed to issue qualified health plans in more than one state? Note. See the instructions for additional information the organization must report on Schedule O.		
b	Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans		
c	Enter the amount of reserves on hand		
14a	Did the organization receive any payments for indoor tanning services during the tax year?		X
b	If "Yes," has it filed a Form 720 to report these payments? If "No," provide an explanation in Schedule O		

Part VI Governance, Management, and Disclosure For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions.

Check if Schedule O contains a response to any question in this Part VI

Section A. Governing Body and Management

		Yes	No
1a Enter the number of voting members of the governing body at the end of the tax year 1a 1 If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain in Schedule O.			
b Enter the number of voting members included in line 1a, above, who are independent 1b 0			
2 Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?	2		X
3 Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors, or trustees, or key employees to a management company or other person?	3		X
4 Did the organization make any significant changes to its governing documents since the prior Form 990 was filed?	4		X
5 Did the organization become aware during the year of a significant diversion of the organization's assets?	5		X
6 Did the organization have members or stockholders?	6		X
7a Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body?	7a		X
b Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body?	7b		X
8 Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:			
a The governing body?	8a	X	
b Each committee with authority to act on behalf of the governing body?	8b	X	
9 Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O	9		X

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

		Yes	No
10a Did the organization have local chapters, branches, or affiliates?	10a		X
b If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?	10b		
11a Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form?	11a	X	
b Describe in Schedule O the process, if any, used by the organization to review this Form 990.			
12a Did the organization have a written conflict of interest policy? If "No," go to line 13	12a	X	
b Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	12b	X	
c Did the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this was done	12c	X	
13 Did the organization have a written whistleblower policy?	13	X	
14 Did the organization have a written document retention and destruction policy?	14	X	
15 Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?			
a The organization's CEO, Executive Director, or top management official	15a	X	
b Other officers or key employees of the organization	15b	X	
If "Yes" to line 15a or 15b, describe the process in Schedule O (see instructions).			
16a Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?	16a		X
b If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?	16b		

Section C. Disclosure

- 17 List the states with which a copy of this Form 990 is required to be filed ▶ None
- 18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (Section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply.
 Own website Another's website Upon request Other (explain in Schedule O)
- 19 Describe in Schedule O whether (and if so, how), the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year.
- 20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization: ▶
Scott D. Clarke, Agent of Board - (217)785-1260
320 W Washington St, Springfield, IL 62786

Part VIII Statement of Revenue

Check if Schedule O contains a response to any question in this Part VIII

		(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514	
Contributions, Gifts, Grants and Other Similar Amounts	1 a Federated campaigns 1a					
	b Membership dues 1b					
	c Fundraising events 1c					
	d Related organizations 1d					
	e Government grants (contributions) 1e					
	f All other contributions, gifts, grants, and similar amounts not included above 1f					
	g Noncash contributions included in lines 1a-1f: \$					
	h Total. Add lines 1a-1f ▶					
Program Service Revenue			Business Code			
	2 a _____					
	b _____					
	c _____					
	d _____					
	e _____					
	f All other program service revenue					
g Total. Add lines 2a-2f ▶						
Other Revenue	3 Investment income (including dividends, interest, and other similar amounts) ▶	38,467.			38,467.	
	4 Income from investment of tax-exempt bond proceeds ▶					
	5 Royalties ▶					
			(i) Real	(ii) Personal		
	6 a Gross rents					
	b Less: rental expenses					
	c Rental income or (loss)					
	d Net rental income or (loss) ▶					
			(i) Securities	(ii) Other		
	7 a Gross amount from sales of assets other than inventory					
	b Less: cost or other basis and sales expenses					
	c Gain or (loss)					
	d Net gain or (loss) ▶					
	8 a Gross income from fundraising events (not including \$ _____ of contributions reported on line 1c). See Part IV, line 18 a					
	b Less: direct expenses b					
c Net income or (loss) from fundraising events ▶						
9 a Gross income from gaming activities. See Part IV, line 19 a						
b Less: direct expenses b						
c Net income or (loss) from gaming activities ▶						
10 a Gross sales of inventory, less returns and allowances a						
b Less: cost of goods sold b						
c Net income or (loss) from sales of inventory ▶						
Miscellaneous Revenue		Business Code				
11 a _____						
b _____						
c _____						
d All other revenue						
e Total. Add lines 11a-11d ▶						
12 Total revenue. See instructions. ▶		38,467.	0.	0.	38,467.	

**Illinois Bank Examiners' Education
Foundation**

Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A).

Check if Schedule O contains a response to any question in this Part IX

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the United States. See Part IV, line 21				
2 Grants and other assistance to individuals in the United States. See Part IV, line 22				
3 Grants and other assistance to governments, organizations, and individuals outside the United States. See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees				
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages				
8 Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)				
9 Other employee benefits				
10 Payroll taxes				
11 Fees for services (non-employees):				
a Management				
b Legal				
c Accounting	747.		747.	
d Lobbying				
e Professional fundraising services. See Part IV, line 17				
f Investment management fees				
g Other. (If line 11g amount exceeds 10% of line 25, column (A) amount, list line 11g expenses on Sch O.)				
12 Advertising and promotion				
13 Office expenses				
14 Information technology				
15 Royalties				
16 Occupancy				
17 Travel	13,217.	13,217.		
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings	36,984.	36,984.		
20 Interest				
21 Payments to affiliates				
22 Depreciation, depletion, and amortization				
23 Insurance				
24 Other expenses. Itemize expenses not covered above. (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.)				
a Miscellaneous	10.		10.	
b				
c				
d				
e All other expenses				
25 Total functional expenses. Add lines 1 through 24e	50,958.	50,201.	757.	0.
26 Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation.				

Check here if following SOP 98-2 (ASC 958-720)

**Illinois Bank Examiners' Education
Foundation**

Part X Balance Sheet

Check if Schedule O contains a response to any question in this Part X

		(A) Beginning of year		(B) End of year
Assets	1	Cash - non-interest-bearing	1.	1.
	2	Savings and temporary cash investments	3,272,000.	3,260,646.
	3	Pledges and grants receivable, net		
	4	Accounts receivable, net		
	5	Loans and other receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L		
	6	Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instr). Complete Part II of Sch L		
	7	Notes and loans receivable, net		
	8	Inventories for sale or use		
	9	Prepaid expenses and deferred charges		
	10a	Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D	10a	
	b	Less: accumulated depreciation	10b	10c
	11	Investments - publicly traded securities		
	12	Investments - other securities. See Part IV, line 11		
	13	Investments - program-related. See Part IV, line 11		
	14	Intangible assets		
	15	Other assets. See Part IV, line 11	4,441.	3,304.
16	Total assets. Add lines 1 through 15 (must equal line 34)	3,276,442.	3,263,951.	
Liabilities	17	Accounts payable and accrued expenses		
	18	Grants payable		
	19	Deferred revenue		
	20	Tax-exempt bond liabilities		
	21	Escrow or custodial account liability. Complete Part IV of Schedule D		
	22	Loans and other payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L		
	23	Secured mortgages and notes payable to unrelated third parties		
	24	Unsecured notes and loans payable to unrelated third parties		
	25	Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D		
	26	Total liabilities. Add lines 17 through 25	0.	0.
Net Assets or Fund Balances	Organizations that follow SFAS 117 (ASC 958), check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.			
	27	Unrestricted net assets	2,331,231.	2,318,740.
	28	Temporarily restricted net assets	945,211.	945,211.
	29	Permanently restricted net assets		
	Organizations that do not follow SFAS 117 (ASC 958), check here <input type="checkbox"/> and complete lines 30 through 34.			
	30	Capital stock or trust principal, or current funds		
	31	Paid-in or capital surplus, or land, building, or equipment fund		
	32	Retained earnings, endowment, accumulated income, or other funds		
	33	Total net assets or fund balances	3,276,442.	3,263,951.
	34	Total liabilities and net assets/fund balances	3,276,442.	3,263,951.

Part XI Reconciliation of Net Assets

Check if Schedule O contains a response to any question in this Part XI

1	Total revenue (must equal Part VIII, column (A), line 12)	1	38,467.
2	Total expenses (must equal Part IX, column (A), line 25)	2	50,958.
3	Revenue less expenses. Subtract line 2 from line 1	3	<12,491.>
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	4	3,276,442.
5	Net unrealized gains (losses) on investments	5	
6	Donated services and use of facilities	6	
7	Investment expenses	7	
8	Prior period adjustments	8	
9	Other changes in net assets or fund balances (explain in Schedule O)	9	0.
10	Net assets or fund balances at end of year. Combine lines 3 through 9 (must equal Part X, line 33, column (B))	10	3,263,951.

Part XII Financial Statements and Reporting

Check if Schedule O contains a response to any question in this Part XII

		Yes	No
1	Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other _____ If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O.		
2a	Were the organization's financial statements compiled or reviewed by an independent accountant? _____ If "Yes," check a box below to indicate whether the financial statements for the year were compiled or reviewed on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis		X
b	Were the organization's financial statements audited by an independent accountant? _____ If "Yes," check a box below to indicate whether the financial statements for the year were audited on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis		X
c	If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant? _____ If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.		
3a	As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133? _____		X
b	If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits _____		

Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ▶	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) 2012	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")						
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
3 The value of services or facilities furnished by a governmental unit to the organization without charge ...						
4 Total. Add lines 1 through 3						
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						
6 Public support. Subtract line 5 from line 4.						

Section B. Total Support

Calendar year (or fiscal year beginning in) ▶	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) 2012	(f) Total
7 Amounts from line 4						
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources ...						
9 Net income from unrelated business activities, whether or not the business is regularly carried on ...						
10 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
11 Total support. Add lines 7 through 10						
12 Gross receipts from related activities, etc. (see instructions)					12	
13 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here						<input type="checkbox"/>

Section C. Computation of Public Support Percentage

14 Public support percentage for 2012 (line 6, column (f) divided by line 11, column (f))	14	%
15 Public support percentage from 2011 Schedule A, Part II, line 14	15	%
16a 33 1/3% support test - 2012. If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
b 33 1/3% support test - 2011. If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
17a 10% -facts-and-circumstances test - 2012. If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
b 10% -facts-and-circumstances test - 2011. If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
18 Private foundation. If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions		<input type="checkbox"/>

Part III Support Schedule for Organizations Described in Section 509(a)(2)

(Complete only if you checked the box on line 9 of Part I or if the organization failed to qualify under Part II. If the organization fails to qualify under the tests listed below, please complete Part II.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ►	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) 2012	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")						
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
3 Gross receipts from activities that are not an unrelated trade or business under section 513						
4 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
5 The value of services or facilities furnished by a governmental unit to the organization without charge ...						
6 Total. Add lines 1 through 5						
7a Amounts included on lines 1, 2, and 3 received from disqualified persons						
b Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year						
c Add lines 7a and 7b						
8 Public support (Subtract line 7c from line 6.)						

Section B. Total Support

Calendar year (or fiscal year beginning in) ►	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) 2012	(f) Total
9 Amounts from line 6						
10a Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources ...						
b Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975						
c Add lines 10a and 10b						
11 Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on						
12 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
13 Total support. (Add lines 9, 10c, 11, and 12.)						

14 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here

Section C. Computation of Public Support Percentage

15 Public support percentage for 2012 (line 8, column (f) divided by line 13, column (f))	15	%
16 Public support percentage from 2011 Schedule A, Part III, line 15	16	%

Section D. Computation of Investment Income Percentage

17 Investment income percentage for 2012 (line 10c, column (f) divided by line 13, column (f))	17	%
18 Investment income percentage from 2011 Schedule A, Part III, line 17	18	%

19a 33 1/3% support tests - 2012. If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and stop here. The organization qualifies as a publicly supported organization

b 33 1/3% support tests - 2011. If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and stop here. The organization qualifies as a publicly supported organization

20 Private foundation. If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions

SCHEDULE O
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Supplemental Information to Form 990 or 990-EZ

Complete to provide information for responses to specific questions on
Form 990 or 990-EZ or to provide any additional information.
▶ Attach to Form 990 or 990-EZ.

OMB No. 1545-0047

2012

Open to Public
Inspection

Name of the organization

Illinois Bank Examiners' Education
Foundation

Employer identification number
37-1220866

Form 990, Part I, Line 1, Description of Organization Mission:

Department of Financial and Professional Regulation, Division of
Banking, an agency of the State of Illinois.

Form 990, Part III, Line 1, Description of Organization Mission:

State of Illinois.

Form 990, Part VI, Section B, line 11: All members of the board receive
copies of the Form 990 and the board approves the submission of the Form
990.

Form 990, Part VI, Section B, Line 12c: Each member files conflict of
interest disclosure statements which are publically available.

Form 990, Part VI, Section B, Line 15: No person receives compensation.

Form 990, Part VI, Section C, Line 18: Documents are available for public
inspection upon request.

Form 990, Part VI, Section C, Line 19: Documents are available for public
inspection upon request.

**Illinois Bank Examiners' Education
Foundation**

Part V Transactions With Related Organizations (Complete if the organization answered "Yes" to Form 990, Part IV, line 34, 35b, or 36.)

Note. Complete line 1 if any entity is listed in Parts II, III, or IV of this schedule.

1 During the tax year, did the organization engage in any of the following transactions with one or more related organizations listed in Parts II-IV?

	Yes	No
a Receipt of (i) interest (fii) royalties or (iv) rent from a controlled entity	<input checked="" type="checkbox"/>	
b Gift, grant, or capital contribution to related organization(s)	<input checked="" type="checkbox"/>	
c Gift, grant, or capital contribution from related organization(s)	<input checked="" type="checkbox"/>	
d Loans or loan guarantees to or for related organization(s)	<input checked="" type="checkbox"/>	
e Loans or loan guarantees by related organization(s)	<input checked="" type="checkbox"/>	
f Dividends from related organization(s)		<input checked="" type="checkbox"/>
g Sale of assets to related organization(s)		<input checked="" type="checkbox"/>
h Purchase of assets from related organization(s)		<input checked="" type="checkbox"/>
i Exchange of assets with related organization(s)		<input checked="" type="checkbox"/>
j Lease of facilities, equipment, or other assets to related organization(s)		<input checked="" type="checkbox"/>
k Lease of facilities, equipment, or other assets from related organization(s)		<input checked="" type="checkbox"/>
l Performance of services or membership or fundraising solicitations for related organization(s)		<input checked="" type="checkbox"/>
m Performance of services or membership or fundraising solicitations by related organization(s)		<input checked="" type="checkbox"/>
n Sharing of facilities, equipment, mailing lists, or other assets with related organization(s)		<input checked="" type="checkbox"/>
o Sharing of paid employees with related organization(s)		<input checked="" type="checkbox"/>
p Reimbursement paid to related organization(s) for expenses		<input checked="" type="checkbox"/>
q Reimbursement paid by related organization(s) for expenses		<input checked="" type="checkbox"/>
r Other transfer of cash or property to related organization(s)		<input checked="" type="checkbox"/>
s Other transfer of cash or property from related organization(s)		<input checked="" type="checkbox"/>

2 If the answer to any of the above is "Yes," see the instructions for information on who must complete this line, including covered relationships and transaction thresholds.

	(a) Name of other organization	(b) Transaction type (a-s)	(c) Amount involved	(d) Method of determining amount involved
(1)				
(2)				
(3)				
(4)				
(5)				
(6)				

ILLINOIS DEPARTMENT OF
FINANCIAL AND PROFESSIONAL REGULATION

(Fill in Name of Board)

STATEMENT OF REIMBURSABLE EXPENSES
FOR BOARD MEMBERS FOR FY14

PLEASE TYPE. ALL INFORMATION MUST BE LEGIBLE

NAME: _____ SS#: _____

ADDRESS: _____

PURPOSE OF TRAVEL: _____

DESTINATION OF TRAVEL: (ADDRESS OF MEETING) : _____

COMMENCED TRAVEL: _____
(Month, Day, Year) (Time) (Miles)

COMPLETED TRAVEL: _____
(Month, Day, Year) (Time) (Miles)

Automobile Transportation: _____ mile(s) @ .56/mile _____

Other Primary Transportation – Air, Rail, etc (attach receipt) _____

Lodging (attach receipt) _____

Per Diem / Meal Allowance (if applicable / allowable) _____

Other – (Please circle) indicate / list separately

Parking, Taxi, etc. Please tape loose receipts to piece of paper, attach itemized list) Attach additional paper if necessary. _____

TOTAL AMOUNT DUE: _____

By signing this form, I certify that, In accordance with Section 12 of "An Act in Relations to State Finance", the above amount is correct and just, that the detailed items charged for subsistence were actually paid, that the expenses were occasioned by office business or unavoidable delays requiring the stay in hotels for the time specified; that the journey was performed with all practicable dispatch by the shortest route usually traveled in the customary reasonable manner, and that I have not been furnished with transportation or money in lieu thereof for any part of the journey therein charged for. I also certify that I have a valid driver's license and the minimum insurance coverage required pursuant to Section 10-101(b) of the Illinois Vehicle Code and all travel is required for State Business and above amount is correct and just.

Signature of Board Member

Date

Signature of Supervisor / Approval

Date

Board Members are to forward their vouchers to their Board Liaison for approval signatures. When all signatures are obtained, please forward to Leslie Ann Dinora, 101 West Jefferson, MC 2-550, Springfield, IL 62702