

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Years Ended June 30, 2022 and June 30, 2021

Community College District 509, 1700 Spartan Drive, Elgin, IL

*Improving people's lives
through learning.*



Elgin
Community
College

Bright Choice. Bright Future.

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

For the Years Ended
June 30, 2022 and 2021

Prepared by
Finance Department

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DISTRICT NUMBER 509
ELGIN, ILLINOIS
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INTRODUCTORY SECTION

ELGIN COMMUNITY COLLEGE
Community College District No. 509

Principal Officials

BOARD OF TRUSTEES

Members

Jennifer Rakow, Chairperson

Donna Redmer, Vice-Chairperson

John Duffy, Secretary

Candace McCreary

Sergio Rodriguez

Shane Nowak

Clare M. Ollayos

Alison McVey, Student Member of the Board

David Sam, President



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Elgin Community College
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO



December 5, 2022

Board of Trustees
Elgin Community College
1700 Spartan Drive
Elgin, Illinois 60123

The annual comprehensive financial report of Elgin Community College (ECC), Community College District No. 509 for the fiscal year ended June 30, 2022 is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management of the College. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and changes in financial position of the College. All disclosures necessary to enable the reader to gain an understanding of the College's financial activities have been included.

The annual comprehensive report presents the Management Discussion and Analysis (MD&A), basic financial statements, and information required by the Illinois Community College Board. The MD&A provides an analytical overview of the College's financial activity. This letter of transmittal should be read in conjunction with the MD&A.

VISION, MISSION, SHARED VALUES, PHILOSOPHIES, AND KEY IMPERATIVES

All major directives and initiatives at the College are guided by the institution-wide *ECC Strategic Plan*, a comprehensive and institution-wide plan which is renewed every five years by the Strategic Planning Committee, a cross-functional team of faculty, administrators, staff, students, and trustees. The plan is divided into several broad components, which include: the vision, mission, philosophies, shared values, and key imperatives, as defined below.

Vision	Statement about where we are headed (our future)
Mission	Statement about why the college exists (our purpose)
Shared Values	Foundational beliefs that shape our actions and reflect our expectations for one another to shape our work experience.
Philosophies	The core conceptual framework that guides our work.
Key Imperatives	Enduring concepts emerging from planning discussions used to set priorities for carrying out the mission of the college.

The College community started a nearly year-long process in fall of 2021 to conduct a self-study that continued through spring 2022. During this time, the Strategic Planning Team engaged in critical reflection on our past and current data; accomplishments and successes; present actions and decisions; and future opportunities and aspirations to envision ECC five years into the future.

The processes were informed by employee focus groups, student meetings, web surveys, surveys of area residents, and forums with educational, business, and community leaders. The efforts of these groups and the strategic planning committee brought to focus four key imperatives to frame the college's future work which include: Teaching and Learning Excellence, Lifelong Connections, ECC Experience, and Fortify Our Future. The strategic plan for 2023 through 2027 was approved by the board of trustees in June of 2022. The key components are as follows:

VISION

The vision of the college is to be the first choice for everyone to learn, grow, and dream in a culture that ensures access, advances innovation, and fosters success.

MISSION

The mission of Elgin Community College is to improve people's lives through learning. Through our decisions and actions we empower:

STUDENTS to reach their goals in an equitable and welcoming environment;
EMPLOYEES to thrive and fully use their collective talents; and
Our COMMUNITY to transform and enrich the world.

SHARED VALUES

Excellence

We strive to offer the highest level of excellence in our programs and services to achieve our Vision. We use research-based methods to strengthen curriculum and deliver high-quality learning-centered instruction and services.

Freedom of Inquiry

We believe learning is most engaging and viable when a spirit of free inquiry exists, allowing everyone the freedom to explore new and diverse ideas and to express their interests and attitudes. We strive to create environments where innovation and inquiry flourish.

Ethical Practices

We are responsible to carry out our work with honesty and integrity. Our Vision, not personal interests, guides our decisions and actions so that they will be enacted out of service to our students and community members.

Accountability

As a public institution, we commit to making the best use of resources. We are transparent in measurement and reporting, seek feedback from others, accept responsibility for our decisions and actions, and continuously improve our practices.

Collaboration

We are committed to serving students, employees, and community members. The decisions and actions we undertake in carrying out our Vision derive from working cooperatively with all stakeholders.

Holistic Approach

As stewards of people's learning, we understand their perspectives and we use our insight and compassion to support them through challenging times. We believe in educating and supporting the whole person through a comprehensive approach that addresses the emotional, social, ethical, and academic needs of students, employees, and community members.

PHILOSOPHIES

These philosophies serve as our ethical compass and the lens through which we look when making decisions.

Learning

Learning is a lifelong process that empowers individuals.

Learning is the primary driver behind our Mission and Vision. Learning empowers individuals to improve their own lives as well as the economic, social, and cultural conditions of local and global communities. In partnership with faculty, we envision learning to be a lifelong process of intellectual and personal growth that allows individuals to expand their depth of knowledge, skills, and experiences.

Equity

Equity is ensuring everyone receives what they need to be successful.

At its core, ECC's Mission to *improve people's lives through learning* is a recognition that, as a community college, we are successful only when we provide access to quality education and appropriate, equitable support in an inclusive environment to all members of our community. We believe in the intentional and meaningful inclusion of diverse experiences, backgrounds, and social identities in all aspects of the college. We further believe this is a moral imperative which deepens and enriches the educational and workplace experience for everyone.

Diversity

Diversity is all expressions of humanity.

ECC recognizes that diversity is an invaluable resource for teaching, learning, and fostering personal growth. The pursuit of excellence requires a diverse and representative community. The college strives to cultivate a safe environment that represents our extensive network and reflects all expressions of humanity. It is imperative that all communities are full participants in the construction of knowledge and diversity of thought.

Inclusion

Inclusion is valuing what makes us unique.

ECC recognizes and values its communities' social, cultural, and geographical differences. The college is committed to ensuring these differences are represented and acknowledged throughout the campus at every level. Inclusion is not only a moral imperative but also serves to enrich and strengthen the experiences of students and employees in our institution. We commit to making our philosophy of inclusivity prominent in all institutional decisions.

Justice

Justice is ensuring our structures and systems honor individual rights.

To build on equity, respect diversity, and value inclusion, ECC acknowledges and appreciates that everyone has inalienable and inborn rights to live, learn, and grow. We must be vigilant and proactive about issues that would detract from or interfere with the rights of every person. We are aware of the harmful effects of racial inequalities, systemic poverty, and other societal barriers on members of our community. As such, the college commits to:

- Ongoing intentional examination of college resources, policies, and procedures;
- Challenging and dismantling structures, systems, and attitudes that perpetuate inequities;
- Restructuring and rebuilding in just ways that welcome multiple identities and lives experiences; and
- Advocating for full and equal participation for all, particularly those who are minoritized and historically underrepresented.

KEY IMPERATIVES

TEACHING AND LEARNING EXCELLENCE

Deliver instructional practices and curriculum to ensure student-centered Learning

Learning is fundamental to everything the college does and to everyone the college serves. Under Teaching and Learning Excellence, we develop goals to ensure that everyone has a role to play in advancing student-centered work. Goals under this imperative ensure that students not only learn but excel; faculty not only teach but innovate; and administrators and staff not only support but enact vital decisions and actions.

Performance Indicators

- Curriculum and Assessment Quality
- Delivery of Student Services
- Gateway Course Success
- Instructional Quality
- Mastery of Student Learning Outcomes
- Completion

LIFELONG CONNECTIONS

Create a lifelong meaningful and mutual relationship with the college

Lifelong Connections encompasses the various ways that ECC interacts with students: from initial contact with the college; through orientation and admission; enrollment in programs and courses; and onto graduation and beyond. Regardless of where students are in life, whether they enroll for an entire program or only take a course or two, we want to build relationships that meet their current learning needs. At the same time, we want to be a trusted lifelong resource for their future needs as students or as community partners.

Performance Indicators

- College Readiness
- Enrollment
- Credit Accumulation and Momentum
- Persistence and Retention
- Transfer and Baccalaureate Attainment
- Career Advancement

ECC EXPERIENCE

Cultivate a welcoming destination for students, employees, and our community

We want ECC to be an engaging and welcoming culture. This imperative captures this quality and gives life to our institutional identity. The ECC Experience means for:

- Students – a college that remains open and accessible to all, supports their academic success, and advances personal and professional growth.
- Employees – a college that rewards excellent service; cares about their professional development; and values their talents through hiring, retention, and succession planning.
- Community – a college that designs programs and services that are responsive to their needs and delivered with a spirit of service.

Performance Indicators

- Accessibility and Wellness
- Alumni Relations
- Community Engagement, Partnerships, and Satisfaction
- Employee Engagement and Satisfaction
- Institutional Culture
- Student Engagement and Satisfaction

FORTIFY OUR FUTURE

Position the college to remain affordable while ensuring long-term financial stability and operational efficiency

Fortify Our Future is a three-pronged imperative. First, from a student perspective, this imperative ensures that we keep ECC affordable and that we support students' goals while setting them on a path toward financial success. Second, from an institutional perspective, Fortify Our Future ensures the financial health of the college and a future in which we manage budgets well, reduce costs, decrease and we consider internal and external opportunities to streamline and synergize for optimum efficiency overhead, and increase revenues. Third, from an efficiency standpoint, this imperative ensures our efforts pay off; funds and outcomes meet intended targets; and we consider internal and external opportunities to streamline and synergize for optimum efficiency.

Performance Indicators

- Financial Health
- Fundraising
- Innovation
- Operational Efficiency
- Planning
- Student Affordability

ECONOMIC CONDITION AND LOCAL ECONOMY

The College's district covers a 360 square-mile area in northern Illinois. It encompasses parts of five counties: Cook, DeKalb, DuPage, Kane, and McHenry Counties; and serves 29 incorporated municipalities and substantial unincorporated areas. The main campus of the College is located on 213.9 acres in southwest Elgin. According to the US Census's 2020 American Community Survey estimates (5-year average), the College serves an area of 440,419 residents. At the time of publication, the Demographic Profile data for 2020 decennial Census figures are not yet available (scheduled for release in May, 2023). The population is predominantly in Kane County, though the district includes portions of Cook, McHenry, DeKalb, and DuPage counties. The city of Elgin comprises the largest portion of the District's population at approximately 25%, followed by Bartlett, Streamwood, Hanover Park, and Carpentersville at approximately 9% each. According to regional population projections by the Chicago Metropolitan Agency for Planning (CMAP), the largest expected area for growth within the district will continue to occur in communities along the western edge of the district. CMAP projects that the total population in the Village of Burlington will grow by more than 500% between 2020 and 2050, while populations in the Villages of Virgil and Lily Lake will more than double over that same time frame. Even the population of district 509's largest municipality, Elgin, is projected to increase by more than 30,000 residents (+28%) over the next 30 years. (See <https://www.cmap.illinois.gov/data/demographics/population-forecast> for CMAP "On to 2050" regional projections).

Historically, Illinois is and has been a destination for immigrants. This influx of immigrants seeks employment in the state and brings a greater need for training in many skill areas, from Basic English as a Second Language courses to technical credentials. As immigration continues to rise, the convenience, affordability, and accessibility of community colleges will be essential to training this new workforce. According to the latest census estimates (from the 2020 American Community Survey 5-year average estimates), the district is 58% White and 28% Hispanic/Latino; however, the Latino population is not evenly disbursed throughout the district and is much higher in certain communities, such as Carpentersville at 51%, Elgin at 47%, Hanover Park at 38%, Streamwood at 36%, and Gilberts at 21%. Other racial/ethnic minorities in the district are Asian/Pacific Islander at 8% and Black/African American at 4%.

According to census estimates, males and females equally represent the district (50% for each) compared to the Illinois state levels of 51% for males and 49% for females. Seventy-six percent (76%) of district residents are 18 years of age and over, and 39% are between the ages of 15 and 44.

ECC's FY 2022 student population was comprised of 43% Hispanic, 37% White, 7% Asian, 4% Black or African American, and 8% other, which is representative of the district. According to data compiled by the American Association of Community Colleges for 2022 (<https://www.aacc.nche.edu/research-trends/fast-facts/>), the average age of a community college student nationwide is 27. ECC's average student is 26 years of age. In addition, 57% of ECC students are women; this is typical of the nation's community colleges, which are on average 60% female. Just over 77% of ECC students have graduated from high school and 4% have earned a bachelor's, graduate, or professional degree (bachelor's degree or higher).

EMPLOYMENT TRENDS

Like many Illinois communities, the greater Elgin area has traditionally been a region of manufacturing, an industry that continues to support many district residents. Over the years, much of the area's heavy manufacturing has given way to a host of service occupations, the largest of which are in healthcare, architecture/engineering, media/technology, and retail. The largest industries in the area include educational services, healthcare, and social assistance (19%), manufacturing (16%), retail trade (12%) and professional, scientific, management administrative and waste management services (12%).

Industry of Workers

	District 509
Civilian Employed Population 16 and Over	230,732
Agriculture, Fishing, Hunting, and Mining	<1%
Construction	6%
Manufacturing	16%
Wholesale Trade	4%
Retail Trade	12%
Transportation, Warehousing, and Utilities	6%
Information	2%
Finance, Insurance, Real Estate, Rental, and Leasing	8%
Professional, Scientific, Management, Administrative, and Waste Management Services	12%
Educational Services, Healthcare, and Social Assistance	19%
Arts, Entertainment, Recreation, Food Services, and Accommodation	8%
Other Services (except Public Administration)	4%
Public Administration	2%

Source: 2020 American Community Survey, 5-year estimates of selected economic characteristics for District 509 boundary.

A program gap analysis was also recently conducted by a consulting firm as part of a larger campus master planning project in fall 2019 and spring 2020. This analysis found that it's nursing and automotive programs were meeting a need for training in these high demand industries in ECC's service area, while there was an opportunity to further expand existing programming in manufacturing (industrial mechanics/maintenance, machine tool technology and welding), professional/administrative services (general office occupations) and other service industries (HVAC) to meet a high need for workers in these industries in district 509.

Like many areas in the nation, unemployment for Kane County has been declining over the past couple years; however, due to the COVID-19 pandemic, unemployment hit a record high in April 2020 at 17.1% according to the Illinois Department of Employment Security. Since that time, the unemployment rate for Kane County has decreased to an annual average of 9.3% in 2020 and then 5.9% in 2021. The most recent unemployment rate of 4.1% for September 2022 continues this unemployment rate decline and is lower than the current Illinois state unemployment rate of 4.5% and the pre-pandemic rate for Kane county, which was an annual average rate of 4.3% for 2019.

STUDENT ENROLLMENT

The COVID 19 pandemic caused the college to transition to online learning in mid-March 2020 and offer limited lab classes in person and mostly online classes for fiscal year 2021 and 2022. Fiscal year 2022 saw lingering declines from years prior to the pandemic (FY 2019 & FY 2020), but slight increases in overall enrollment (+7%) and total credit hours (+1%) between FY 2021 and FY 2022. The college adjusted to 3-foot social distance from 6-foot social distance in the fall 2022. The ability to deliver more classes in a face to face environment to more students per class is expected to increase enrollment in fiscal year 2023.

Student enrollment at the census date (10th day of each term) and end-of-semester total credit hours generated for the last 3 years are contained below:

Fiscal Year	2020	2021	2022
Fall Enrollment	9,917	7,882	8,050
Spring Term Enrollment	9,554	7,453	7,665
Summer Term Enrollment	4,992	3,439	4,267
Annual Unduplicated Enrollment	14,467	11,788	12,560
Total Claimed Credit Hours	173,961	144,094	142,864.5

Source: ICCB E1 enrollment files, A1 annual enrollment files, SR/SU claim reports.

Through its Planning and Institutional Effectiveness office, the College analyzes trends, current data, and the environment to establish a plan and goals for monitoring student success. A key commitment of the current strategic plan is to improve reporting practices throughout the College, so that they are data-driven and integrated with decision-making processes related to student success.

STRATEGIC GOALS & TARGETS FOR FISCAL YEAR 2023

The College has made every effort to minimize expenses while delivering quality education. Zero based budgeting is utilized across campus. This process builds the budget in line by line detail specifically identifying each expense. The detailed process allows the College to accurately identify the use of funds and allows for adjustments throughout the year to restrict spending, repurpose funds that aren't needed for the intended purpose, and reprioritize. The College can accurately adjust for unexpected needs, unexpected declines in funding, and increases in enrollment or revenue. This process allows the College to make the funding commitments required to support the strategic plan through innovation. While COVID-19 created a shift in operational needs, the College was able to make the necessary adjustments to redirect funds to accommodate the changing needs brought on by the pandemic, as well as, continue with important initiatives identified within the strategic plan. With the full return to campus for employees and the increase in class size for the fall 2022 semester, the college has been able to adjust the budget to conform to the changing needs of the college. The following efforts will be the focus for fiscal year 2023 in addition to the great work the College has already institutionalized.

The Student Success Infrastructure (SSI) (and the SSI Coordinating council) is the College's umbrella organization where student success interventions on campus are strategized. Its purpose is to promote "broad engagement around student success by focusing on innovations that produce systemic results" and is composed of faculty and administrators working together to determine where we should best leverage our efforts to maximize results. The SSI also pilots projects for future scaling. The council's efforts slowed during the pandemic; however, the focus on innovation and intentional efforts resumed as the campus community returned to campus last fall and will continue under the direction of the new strategic plan.

The College has developed very intentional operating goals to support the key imperatives of the strategic plan. These goals have been institutionalized with the expectation that each individual's goal will roll up into the institutional goals to make intentional impact on the College. Eleven operational goals have been established for fiscal year 2023 to provide direct focus with measurable outcomes for the institution that span across the four key imperatives as follows:

Imperative 1: Teaching and Learning

Goal 1: Completion - to increase percentage of completion from 35.7% to 39.5% with a stretch goal of 41.0% by the end of fiscal year.

Goal 2: Mastery of Learning – to decrease the standards of achievement gaps between students of color and majority students in general educational learning outcomes to - 5% with a stretch goal of 0% by the end of the fiscal year.

Imperative 2: Lifelong Connections

Goal 3: Enrollment – to increase annual unduplicated enrollment in fiscal year 2023 from 12,559 to 13,500 with a stretch goal of 14,500.

Goal 4: Credit Accumulation – to increase the total annual credit hour count from 145,636 to 160,000 with a stretch goal of 170,000.

Imperative 3: ECC Experience

Goal 5: Student Experience – to increase the percentage of students responding “very satisfied” or “satisfied” to a question about overall satisfaction on the fall 2022 administration of Current Student Survey from 87% to 90% with a stretch goal of 93%.

Goal 6: Employee Experience – to identify a consistent annual measurement to gauge employee engagement and satisfaction and get a baseline to make this goal more specific for fiscal year 2024.

Goal 7: Community Experience – to identify a consistent annual measurement to use and establish a baseline for fiscal year 2024 goal planning.

Imperative 4: Fortify Our Future

Goal 8: Student Affordability – to decrease average net price to attend ECC per student from \$4,159 to \$4,000 with a stretch goal of \$3,750 by fall of 2023.

Goal 9: Institutional Financial Health – to increase the College average departmental actual to budget ratio from 90% to 92% with a stretch goal of 94% for the year.

Goal 10: College Fundraising – to raise unrestricted college campaign fund of at least \$1.5 million with a stretch goal of \$2 million.

Goal 11: Operation Efficiency – to create request/project tracking system and follow-up survey for key departments for fiscal year 2024 implementation.

Cross-functional strategy teams are being established to provide strategy, research, policy revisions, actions, and evaluate outcomes in relation to the strategic plan and the supporting operational goals. The strategy teams are expected to be in place at the start of the spring 2023 semester with specific focus in credit accumulation, gateway course completion, black student success, Latinx success/ECC’s identity as a Hispanic Serving Institution (HSI), and professional development.

FACILITIES MASTER PLAN

The College developed a new comprehensive facilities master plan during fiscal year 2020. The master planning process was a collaborative effort that engaged the entire campus community through surveys, small group discussions, drop-in sessions, town forums, planning meetings, and board discussions. The master plan creates a multi-year framework to reinforce a vision, establish priorities, enhance campus identity and create a sense of place for students, faculty and staff. It is about maximizing the utilization of existing resources while fostering a physical environment to support academic goals into the future. It is also about stewardship and getting the most from every dollar invested within an environment of limited funding. The facilities master plan included a space utilization study, program and market analysis, and facility assessment to create a comprehensive plan that will prioritize needs on campus for the next five to ten years.

The comprehensive master plan establishes a road map to guide the College forward as it strives to continue to grow as a regional focal point. Deferred maintenance of existing space is an ongoing need of any campus, as well as, evaluation and modification of existing space, and the consideration of additional space to serve the evolving needs of the community. One of the top priorities within the master plan is driven by the needs of the community and the industry partners within the district to provide education and training for advanced manufacturing careers by building a manufacturing and technology center. The building will embody a broad assemblage of programs and pathways aimed at producing workers to fill the middle skills gap. The College has been able to secure an allocation of state funds from the state of Illinois and earmark local funds for the building. Preliminary planning is underway with the intention of construction in the near future depending on the release of funds by the state of Illinois.

The College has continued with other priorities within the master plan while anxiously awaiting the release of funds to construct the manufacturing center. In addition to deferred maintenance, the larger projects in process include:

- Phase 2 of the building H remodel and renovation is underway. Renovation of the classroom space will re-allocate space to better suit the needs of the programs and upgrade the learning environment with new lighting, flooring, and finishes. The remodel includes an addition to the scene shot and the music wing providing much needed space for student programs.
- Truck Driving Building is in the design phase. The truck driving program has utilized a temporary trailer for classroom space which will be replaced with a prefab building structure. The truck driving building will contain 2 classrooms, one with a separate space for the truck driving simulator; restrooms; office space; and a conference room. The new building will allow for additional program offerings and improve the student experience.

LONG-TERM FINANCIAL PLANNING

The Board has a required operating reserves policy to maintain working capital equal to six months of operating expenses in the operating subfunds (the education subfund and the operations and maintenance subfund). Due to the uncertainty of annual budgets and appropriations from the State of Illinois, the College realizes the importance of planning for the success of students. By requiring the maintenance of six months of operating expenditures in working capital, the College will ensure that it has the reserves available to complete a semester of operations once it has started regardless of state funding levels. The College has met the reserve requirement of six months of reserves through fiscal responsibility and conservative budgeting.

Public Act 89-1 places limitations on the annual growth of property tax collections of most local governments, including the College; however, the College has the capacity to meet revenue shortfall as a result of this cap through increased tuition rates. State law does, however, limit tuition and mandatory fees to one-third of the College's per capita costs.

RELEVANT FINANCIAL POLICIES

The Board of Trustees has established Board Policies for administration to follow relating to Budgeting, Financial Condition, and Asset Protection. Administration has established administrative procedures to establish direction for revenues, investing, purchasing, operating reserve levels, accounting for capital assets, tuition and fees, and other pertinent financial matters. These procedures are used as the basis for decision making within the College in accordance with the Board Policies. The College also follows the Illinois Compiled Statutes as they relate to Illinois Community Colleges and reports to the Illinois Community College Board as required by the Statutes.

Management of the College is responsible for establishing and maintaining internal controls designed to ensure that the assets of the College are protected from loss, theft or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

OTHER INFORMATION

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to Elgin Community College for its annual comprehensive financial report for the fiscal year ended June 30, 2021. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized annual comprehensive financial report whose contents conform to program standards. Such an annual comprehensive financial report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We are proud to announce that we received our first Certificate of Achievement award for the fiscal year ended June 30, 2003 and each subsequent year through 2021. We believe our current report for the fiscal year ended June 30, 2022 continues to meet the stringent program requirements for the Certificate of Achievement and will be submitted to GFOA.

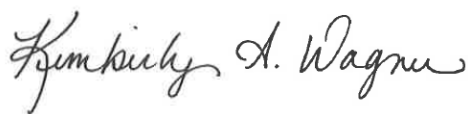
Additionally, the Aspen Institute named Elgin Community College one of the top 150 community colleges in the United States in 2023, and the College received the same honor in 2015, 2019, and 2021. ECC is the only Chicago-land community college recognized as an Aspen Prize Top 150 college more than two times. ECC was further named among the top 25 colleges nationwide as a semifinalist for the 2023 Aspen Prize for Community College Excellence, the signature recognition of high achievement and performance among America's community colleges. Awarded every two years, the Aspen Prize honors colleges with outstanding performance in five critical areas: teaching and learning, certificate and degree completion, transfer and bachelor's attainment, workforce success, and equitable outcomes for students of color and students from low-income backgrounds.

Independent Audit. The Illinois statutes require an annual audit of the College's financial statements by independent certified public accountants. The College's board of trustees selected Sikich LLP to perform this function. The auditor's report on the basic financial statements is included in the financial section of this report. The College was subject to the requirements of the Uniform Grant Guidance (the Single Audit). The Single Audit Report is available under separate cover.

Acknowledgments. The preparation of the annual comprehensive financial report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has my sincere appreciation for the contributions made in the preparation of this report.

Furthermore, a special thanks to the College President and College Board of Trustees for their leadership and support.

Sincerely,



Kimberly Wagner, Ed.D.
Vice President, Business and Finance

FINANCIAL SECTION

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

Members of the Board of Trustees
Elgin Community College
District Number 509
Elgin, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities and the discretely presented component unit, Elgin Community College Foundation (the Foundation), of Elgin Community College District Number 509 (the District), as of and for the years ended June 30, 2022 and 2021, and the related notes to financial statements, which collectively comprise the District's basic financial statements as listed in the accompanying table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the discretely presented component unit, Elgin Community College Foundation (the Foundation), of Elgin Community College District Number 509 (the District) as of June 30, 2022 and 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards*. Our responsibilities under these standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings and certain internal control-related matters that we identified during the audit.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The supplementary information, supplemental financial information and uniform financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information, supplemental financial information and uniform financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, supplemental financial information and uniform financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section and statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2022, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Sikich LLP

Naperville, Illinois
December 5, 2022

BASIC FINANCIAL STATEMENTS

Elgin Community College

MANAGEMENT'S DISCUSSION AND ANALYSIS

Introduction

As management of Elgin Community College, we offer readers of Elgin Community College's (hereafter "the College") financial statements this narrative overview and analysis of the financial activities of the College for the fiscal years ended June 30, 2022; June 30, 2021 and June 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information available in the letter of transmittal and the College's basic financial statements.

Using This Annual Report

The financial statements below provide a holistic overview of the College state of finances. The College's basic financial statements are intended to provide a clear picture of the College as a single, unified entity. The focus of the Statement of Net Position is designed to show the bottom-line results for the College. This statement combines and consolidates current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus. The Statement of Revenues, Expenses, and Changes in Net Position focuses on operating revenues and expenses that report primarily exchange transactions such as tuition revenue and the direct costs of providing services to the constituency while non-operating revenues and expenses report revenues from non-exchange transactions such as property taxes and state and federal grants. This approach is intended to summarize and simplify the user's analysis for the cost of various College services to students and the public.

Accounting Standards

The College did not have any Governmental Accounting Standards Board (GASB) Statements to implement during fiscal year 2022 or 2021.

The College implemented GASB Statement No. 84, *Fiduciary Activities*, during the fiscal year 2020. The implementation of this new accounting statement resulted in a restatement of the beginning net position of the College's student activity or student club sub-funds and Student Life and Athletics sub-funds. The implementation of this accounting principle resulted in the recording of income and expenses for the Student Life club accounts.

Financial Highlights

The College has refined its shared values and has identified key imperatives for carrying out our mission to improve people's lives through learning. Of those key imperatives financial health is an indicator of our ability to fortify our future by positioning the college to remain affordable while ensuring long-term financial stability and operational efficiency.

Two of the College's shared values are accountability and collaboration. The College has strong financial policies to provide reliable and timely information. As a public institution, the College is committed to fiscal responsibility and strives to be transparent in reporting. The College defines collaboration in the strategic plan as remaining committed to serving students,

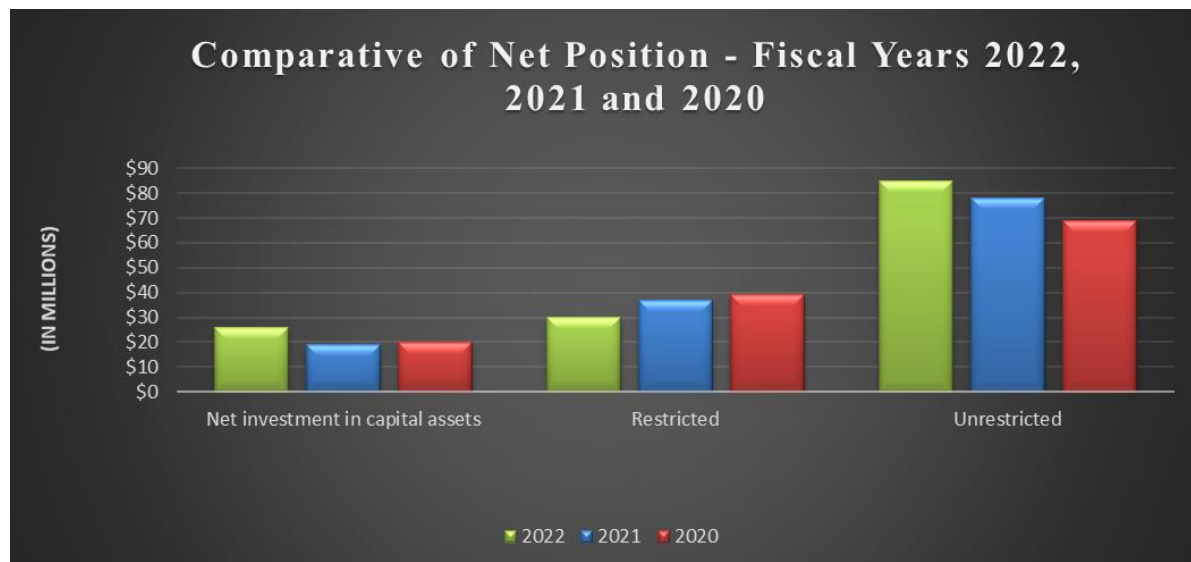
employees, and community members. The College utilizes collaboration in decisions and actions taken to achieve the mission of the college. Similar to fiscal year 2021 and 2020, accountability and collaboration continued to be challenged in fiscal year 2022 due to the COVID-19 pandemic. The College's emergency operations plan was activated in early March 2020 to respond to the pandemic. The College campus was closed during the Fall 2020 semester. However, in the Spring 2021 semester, some classes were offered in-person, as well as continuing to be offered online. Staff and students began to return to the campus in a cautious manner to prevent the spread of COVID-19. The College had to continue to take safety measures as College staff and students returned to campus. Throughout the pandemic, the Emergency Operations Team and the Policy Group devised a comprehensive return to campus operating plan to lead the college through this difficult time. Meetings have been held throughout the fiscal year to respond to the changing mitigation measures from the Governor of Illinois to maintain a safe campus and to address the needs of the college community.

The College's fiscal year 2022 audit has been completed, and the College is pleased to share the financial highlights of the fiscal year. The College's net position increased by \$6.2 million or 4.4 percent compared to fiscal year ended June 30, 2021. In fiscal year 2022, the College focused on the return to campus for in-class offerings and robust online classes while still enforcing social distancing on campus. The College's employees continued a hybrid schedule of limited remote work one day per week for the majority of the year eventually returning to campus fully in the Summer of 2022. Many professional growth and training conferences resumed in person offerings as pandemic restrictions lifted increasing travel expenses in the Spring of 2022. The College continued to receive additional grant funding for equipment and supply needs in response to the COVID-19 pandemic. Grants such as GEER II, HEERF, and the Childcare Restoration Grant contributed to offset salary expenses and support students in the hiring of Student Success coaches. With the HEERF funds, there was also an increase in scholarships to help students through the hardships of the pandemic. Additionally, vacant positions within the College that went unfilled contributed to the increase in net position in fiscal year 2022.

	2022	2021	Increase/(Decrease) 2022/2021	2020
Total College Revenues	150,935,862	158,288,784	(7,352,922)	158,896,574
Total College Expenses	145,389,125	152,819,258	(7,430,133)	146,388,429
Change in net position before capital contributions	5,546,737	5,469,526	77,211	12,508,145
Capital Contributions	667,701	146,475	521,226	1,740,000
Change in net position	6,214,438	5,616,001	598,437	14,248,145
Net position at beginning of year	134,003,647	128,387,646	5,616,001	113,204,842
Change in accounting principle	-	-	-	934,659
Net position, July 1, Restated	134,003,647	128,387,646	5,616,001	114,139,501
Net position at end of year	\$ 140,218,085	\$ 134,003,647	\$ 6,214,438	\$ 128,387,646

Breakdown of Net Position – By Category

The following chart provides a graphical breakdown of net position by category for the fiscal years ended June 30, 2022; June 30, 2021; and June 30, 2020:



In fiscal year 2022, the College's unrestricted net position was \$84.7 million, an increase of \$7 million from fiscal year 2021. The college completed a number of projects around campus. The college updated audio/video systems in meeting rooms in Buildings B, E, I, and J. The control system touch screens in Spartan Terrace Restaurant were updated to enhance functionality for the instructors. The College completed the buildout of the third floor of Building A for Health Professions programs and continued work on the Building H remodel. Demolition was completed on 600 S. McLean Boulevard, the future site of the manufacturing and technology center. A few new software contracts were unable to be completed during the fiscal year which attributed to the increase in unrestricted net position. Salary and benefit costs remained down due to retirements of long-term personnel and various vacancies around the college. The college continued to receive Higher Education Emergency Relief Funds (HEERF) and many costs were expensed to those grants versus the College's operating budget. A significant portion of these funds were used to offset the expense of carrying out mandates from the Governor of Illinois to prevent the spread of COVID-19.

In fiscal year 2022, net investment in capital assets increased by \$6.5 million when compared to fiscal year 2021. In fiscal year 2022 net investment in capital assets was \$19.5 million compared to \$26 million in fiscal year 2021. The restricted net position consists of capital projects, debt service, specific purposes, and working cash. Total restricted net position decreased by \$7.3 million. The restricted net position in fiscal year 2022 was \$29.5 million, compared to \$36.8 million in fiscal year 2021.

In fiscal year 2021, the College's unrestricted net position was \$77.7 million, an increase of \$8.3 million from fiscal year 2020. The College completed various projects around campus. The main receiving dock was repaired and renovated in December 2020. The College completed the purchase of 600 South McLean Boulevard for the future site of a manufacturing and technology center. An athletic path was installed for easier access to the soccer and baseball fields. Various concrete repairs were completed around the main campus. Hallway cameras were installed throughout the main campus to aid in the security of students and staff. New furniture was purchased for Building H. A new building automation system was installed to improve the efficiency of building systems and reduce energy consumption and operating costs. New choral risers and stage decks were purchased for the Building H stage renovations. A few expenses that were not able to be completed and attributed to the increase in the unrestricted net position include the purchase of new contract software and travel and professional development plans were not able to occur due to COVID-19 restrictions. Salary and benefit costs were down due to retirements of long-term personnel and various vacancies around the College. With the HEERF received from the US Department of Education, many costs were expensed to those grants versus the College's operating budget.

In fiscal year 2020, the College's unrestricted net position was \$69.4 million, an increase of \$14.5 million from fiscal year 2019. The College completed large projects on the fiscal year 2020 project list. Examples of these projects include the new roof for Building I, the completion of the Building H remodel phase I, the baseball fence was replaced at the College's baseball fields, and classroom renovations were completed for the Cybersecurity Department to allow for a more conducive instructional environment. There were other projects on the fiscal year 2020 project list that were not able to be completed and attributed to the increase in the unrestricted net position. A few of those projects are the purchase of new contract software, purchase and implementation of student retention and success software, and a new fire truck for the Emergency Services Fire Science and Safety department. Due to COVID-19, many travel plans for professional development, training and student field trips were canceled.

The Statement of Net Position

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector institutions. All the current year's revenue and expenses are recognized as incurred.

	2022	2021	Increase/ (Decrease) 2022/2021	2020
Current assets	\$ 213,725,178	\$ 211,912,122	\$ 1,813,056	\$ 205,027,619
Total current assets	213,725,178	211,912,122	1,813,056	205,027,619
Non-current assets				
Capital assets, net of depreciation	178,915,190	179,449,668	(534,478)	184,755,689
Total non-current assets	178,915,190	179,449,668	(534,478)	184,755,689
Total assets	392,640,368	391,361,790	1,278,578	389,783,308
Deferred outflows of resources	5,727,088	3,431,241	2,295,847	1,793,809
Total assets and deferred outflows of resources	398,367,456	394,793,031	3,574,425	391,577,117
Current liabilities	25,774,087	24,833,147	940,940	22,634,889
Non-current liabilities	188,790,613	195,630,338	(6,839,725)	200,776,749
Total liabilities	214,564,700	220,463,485	(5,898,785)	223,411,638
Deferred inflows of resources	43,584,671	40,325,899	3,258,772	39,777,833
Total liabilities and deferred inflows of resources	258,149,371	260,789,384	(2,640,013)	263,189,471
Net Position				
Net investment in capital assets	25,954,412	19,470,773	6,483,639	19,693,055
Restricted for:				
Capital projects	15,286,442	21,482,313	(6,195,871)	22,908,872
Debt service	4,534,355	4,888,362	(354,007)	4,841,931
Specific purposes	5,672,338	6,441,357	(769,019)	7,547,301
Working cash	4,014,363	4,014,363	-	4,014,363
Unrestricted	84,756,175	77,706,479	7,049,696	69,382,124
Total net position	\$ 140,218,085	\$ 134,003,647	\$ 6,214,438	\$ 128,387,646

Net Position as of June 30

The net position is comprised of three major categories. Net investment in capital assets represent the College's total investment in capital assets, net accumulated depreciation, and the net of any outstanding long-term liabilities incurred to construct or purchase capital assets. Restricted net position includes resources the College is legally or contractually obligated to spend under restrictions imposed by external third parties. Unrestricted net position includes resources derived from student tuition and fees, state appropriations, and auxiliary enterprises.

The College operates on a balanced budget from year to year. When additional revenues are received and large budgeted projects are delayed, the impact on the net position is apparent. The change in net position from operations resulted in part from the College receiving additional HEERF grants from the U.S. Department of Education and vacant positions, along with conservative spending. Additional revenue received without allocating funds to additional expenses or additional projects will result in a surplus.

The College's total assets and deferred outflows of resources at fiscal year-end 2022 were \$398.4 million and \$394.8 million in fiscal year 2021. Fiscal year 2022 increased by \$3.6 million when compared to fiscal year 2021. Current assets increased \$1.8 million when compared to fiscal year 2021. Cash and cash equivalents decreased by \$39.9 million, however investments increased by \$36.6 million when compared to fiscal year 2021. The College's receivables increased by \$5.1 million and prepaid assets remained flat when compared to fiscal year 2021. Noncurrent assets decreased by \$.05 million in fiscal year 2022. Capital assets decreased due to assets which were disposed and annual depreciation. Total deferred outflows of resources increased by \$2.3 million when compared to fiscal year 2021. The other post-employment benefit expense increased by \$2.4 million compared to fiscal year 2021. Total current liabilities increased by \$.9 million in fiscal year 2022 when compared to the previous fiscal year. This increase is primarily due to an increase in payables as of June 30. Noncurrent liabilities decreased \$6.8 million when compared to fiscal year 2021. General obligation bonds payable decreased \$7.6 million due to the combination of principal payments made for the outstanding bond debt. The Total deferred inflows of resources were \$43.6 million, and that includes deferred property tax at \$31.7 million and other post-employment employee benefit (OPEB) liability of \$11.8 million. These deferred liabilities increased in total by \$3.3 million when compared to fiscal year 2021. Deferred property tax revenue increased by \$1.4 million and the OPEB liability increased by \$1.9 when compared to the previous fiscal year. Overall, liabilities and deferred inflows of resources decreased by \$2.6 million when compared to fiscal year 2021.

The College's total assets and deferred outflows of resources at fiscal year-end 2021 were \$394.8 million. Fiscal years 2021 and 2020 were relatively flat when compared to each other. Current assets increased \$6.9 million when compared to fiscal year 2020. The increase was due to cash and cash equivalents increasing by \$22.4 million and a decrease of \$9.6 million in investments compared to fiscal year 2020. The College's receivables decreased by \$6.4 million and prepaid assets increased by \$.5 million when compared to fiscal year 2020. Noncurrent assets decreased by \$5.3 million in fiscal year 2021. Capital assets decreased due to assets which were disposed and annual depreciation. The College completed a physical inventory of all the capital assets that resulted in the removal of assets from inventory that are no longer utilized. Total deferred outflows of resources increased by \$1.6 million when compared to fiscal year 2020. The other post-employment benefit expense increased by \$1.2 million compared to fiscal year 2020. Total current liabilities increased by \$2.2 million in fiscal year 2021 when compared to the previous fiscal year. This increase is attributed to an increase in payables as of June 30. Noncurrent liabilities decreased \$5.1 million when compared to fiscal year 2020. General obligation bonds payable decreased \$5.1 million due to the combination of principal payments made for the outstanding bond debt and the 2021 refunding bonds issued to refund the 2010B and 2010C Series Build America Bonds, the 2010D and 2013A Series General Obligation bonds. Total deferred inflows of resources balance were \$40.3 million and includes deferred property tax at \$30.3 million and other post-employment employee benefit (OPEB) liability of \$10.0 million. These deferred liabilities increased in total by \$0.5 million when compared to fiscal year 2020. Deferred property tax revenue decreased by \$1.4 million and the OPEB liability increased by \$1.9 when compared to the previous fiscal year. The overall decrease to liabilities and deferred inflows of resources was \$2.4 million in fiscal year 2021.

Statement of Revenue, Expenses, and Changes in Net Position

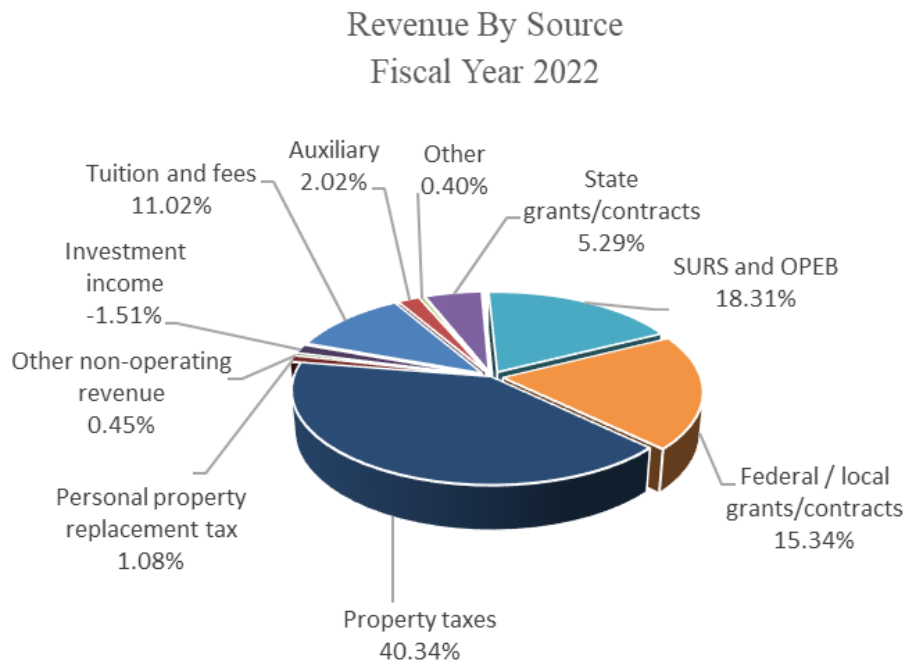
Following is a comparison of the major components of operating results of the College for the years ended June 30, 2022; June 30, 2021, and June 30, 2020:

	Increase/(Decrease)			
	2022	2021	2022/2021	2020
Operating Revenues				
Tuition and fees	\$ 17,150,244	\$ 17,122,627	\$ 27,617	\$ 20,248,902
Auxiliary enterprises revenue	3,141,577	2,169,519	972,058	3,689,390
Other operating revenue	625,330	516,497	108,833	604,607
Total operating revenues	20,917,151	19,808,643	1,108,508	24,542,899
Non-Operating Revenues				
State grants and contracts	8,234,052	7,691,107	542,945	7,022,027
State Universities Retirement System (SURS)	28,250,724	40,677,451	(12,426,727)	36,548,008
Community College Health Insurance Security Fund OPEB	246,969	711,419	(464,450)	1,411,308
Federal and local grants and contracts	30,469,386	24,294,087	6,175,299	21,097,380
Property taxes	62,787,660	62,765,814	21,846	64,005,961
Personal property replacement tax	1,678,895	770,228	908,667	677,470
Other non-operating income	705,918	1,153,987	(448,069)	1,027,620
Investment income	(2,354,893)	416,048	(2,770,941)	2,563,901
Total non-operating revenues	130,018,711	138,480,141	(8,461,430)	134,353,675
Total Revenues	150,935,862	158,288,784	(7,352,922)	158,896,574
Operating Expenses				
Instruction	50,089,719	55,690,987	(5,601,268)	54,235,510
Academic support	15,514,019	15,673,781	(159,762)	13,010,581
Student services	10,726,400	11,318,348	(591,948)	10,966,528
Public services	1,032,222	1,142,359	(110,137)	966,105
Auxiliary services	3,880,264	7,769,999	(3,889,735)	5,442,904
Scholarships and student grants	15,973,482	9,929,136	6,044,346	9,236,123
Operation and maintenance of plant	13,335,207	10,472,019	2,863,188	14,033,863
Institutional support	23,471,804	27,533,305	(4,061,501)	22,671,699
Depreciation	8,057,912	8,007,521	50,391	8,859,499
Total operating expenses	142,081,029	147,537,455	(5,456,426)	139,422,812
Non-Operating Expenses				
Interest expense and fiscal charges	3,308,096	4,700,440	(1,392,344)	6,965,617
Loss on disposal of capital assets	-	581,363	(581,363)	-
Total non-operating expenses	3,308,096	5,281,803	(1,973,707)	6,965,617
Total Expenses	145,389,125	152,819,258	(7,430,133)	146,388,429
Change in net position before capital contributions	5,546,737	5,469,526	77,211	12,508,145
Capital Contributions	667,701	146,475	521,226	1,740,000
Change in net position	6,214,438	5,616,001	598,437	14,248,145
Net position at beginning of year	134,003,647	128,387,646	5,616,001	113,204,842
Change in accounting principle	-	-	-	934,659
Net position, July 1, Restated	134,003,647	128,387,646	5,616,001	114,139,501
Net position at end of year	\$ 140,218,085	\$134,003,647	\$ 6,214,438	\$128,387,646

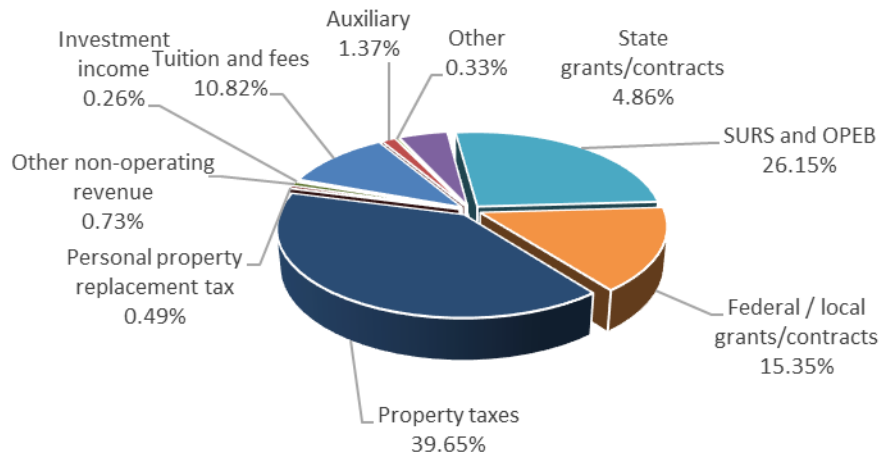
Source: Statement of Revenues, Expenses, and Changes in Net Assets

Internally, the College accounts for its activities using fund accounting, which is then reorganized into operating and non-operating components for the basic financial statements. The College accounts for its operating revenues through student tuition and fees, chargeback revenue, auxiliary enterprises, and other operating revenue. The College is primarily financed through the following sources of revenue – property taxes, state grants and contracts, federal and local grants and contracts, and tuition and fees.

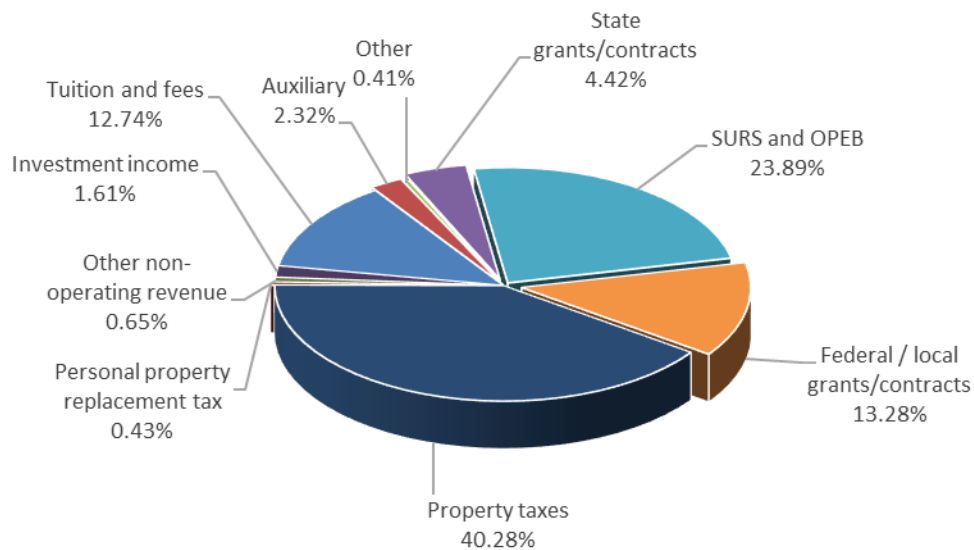
The following charts show the percentage of these sources of revenues as they were for the years ended June 30, 2022, June 30, 2021, and June 30, 2020:



Revenue By Source Fiscal Year 2021



Revenue By Source Fiscal Year 2020



In fiscal year 2022, the three main sources of revenue, from highest to lowest, are property taxes, federal and local grants and contracts, and tuition and fees. Property tax revenue amounted to 40.28 percent of total revenue collected in fiscal year 2022. In fiscal years 2021 and 2020, property tax revenue amounted to 39.65 percent and 40.28 percent of total revenue collected, respectively. Property tax continues to be the College's main source of revenue.

In fiscal year 2022, federal and local grants and contracts amounted to 15.34 percent of total revenue for the College. Federal and local grants and contracts in previous fiscal years have been the third-highest source of revenue for the College. In fiscal year 2020, this changed for the College and became the second largest source of total revenue at 13.28 percent. Federal and local grants and contracts became the second-largest and tuition and fees became the third-largest source of revenue. Due to the COVID-19 pandemic, the College received additional funding from the US Department of Education through the Higher Education Emergency Relief Fund (HEERF). In total, the College has been awarded three allocations from HEERF: Coronavirus Aid, Relief, and Economic Security (CARES) Act, Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) and the American Rescue Plan (ARP). These three grants allocated federal funds to colleges and universities to help students as they transitioned from in-person learning to online learning, provide supportive services to those who have been impacted by COVID-19, and award direct student grant aid for expenses incurred while in school. The US Department of Education grants also provided support to help institutions cover some of the expenses incurred because of the COVID-19 pandemic. The College's CARES Act allocation was \$2.3 million for student relief and \$2.3 million for institutional expenses related to COVID-19. The CRRSAA grant awarded \$7.6 million for institutional expenses and \$2.3 million for student relief. The ARP grant awarded \$8.7 million for institutional expenses related to COVID-19 and \$8.8 million for student relief. Combined with these US Department of Education grants, the College was awarded an additional \$0.9 million for being a Hispanic Serving Institution (HSI). Of the \$32.9 million allocated from the CARES Act, CRRSAA grant, ARP grant and the HSI grants, the College expended and received as revenue \$8.5 million for student assistance and \$7.7 million on institutional expenses in fiscal year 2022. In fiscal years 2021 and 2020, federal and local grants and contracts had revenue at 15.35 percent and 13.28 percent, respectively, of total revenue.

In fiscal years 2022, 2021 and 2020, tuition and fees revenue were the third largest source of income for the College at 11.02 percent, 10.82 percent and 12.74 percent, respectively, of total revenue. In previous years, tuition and fees revenue have been the second-largest source of revenue for the College. Due to the COVID-19 pandemic, tuition and fees decreased for the College beginning the third and fourth quarters of fiscal year 2020 continuing into 2022. Social distancing measures remained in place limiting class size for in-person offerings. In fiscal year 2020, the College allowed students to drop courses with no penalty and refunds were issued to students for the courses dropped due to the COVID-19 pandemic. With the uncertainty of what COVID-19 would bring, many students dropped their courses.

Public Act 1965 removed the community colleges from the system of common K-12 schools and put a ceiling on how much revenue would come from the students in the form of tuition. The one-third philosophy was formed whereby the State would provide one-third of the revenue, property taxes would provide one-third and tuition would comprise the remaining one-third of community college revenue. Illinois has increasingly depended on property taxpayers and students to fund community colleges. State grants and contracts have remained to be the fourth largest source of total revenue for the College. State grants and contracts were 5.29 percent of the total College's revenue in fiscal year 2022. State grants and contracts were 4.86 percent of the total College's revenue in fiscal year 2021 and in fiscal year 2020, state grants and contracts revenue made up 4.42 percent of total revenue.

Fiscal Year 2022

For the College as a whole, total revenue decreased by \$7.3 million or 4.65 percent when compared to fiscal year 2021.

- Property tax revenue was static when compared to fiscal year 2021. In fiscal year 2022 the College issued bond payments totaling \$6.1 million; that amount included \$3.3 million to the 2013A Series, \$1.9 million to the 2021B GO Refunding Bond, \$0.5 million to the 2021A GO Refunding Bond, and \$0.4 million to the 2012 GO Refunding Bond.
- State and local grants increased by \$0.5 million or 7.06 percent when compared to fiscal year 2021. State grants awarded to the College in fiscal year 2022 include the Governor's Emergency Education Relief Grant (GEER II), the CRSS Success Program, the DCEO Apprenticeship Expansion Program, and various local grants obtained by the College's Foundation.
- State Universities Retirement System (SURS) proportionate share of revenue and expense had a \$12.4 million decrease when compared to fiscal year 2021. SURS is a special funding situation whereby the State of Illinois is responsible for funding pensions on behalf of the College. The change in fiscal year 2022 is a 30.55 percent decrease from 2021. The College's proportionate share of revenue and expense for the Health Insurance Security Fund (OPEB) decreased by \$0.5 million when compared to fiscal year 2021.
- Federal and local grants and contracts increased by 25.42 percent or \$6.2 million when compared to fiscal year 2021. In fiscal year 2022, the College awarded \$7.6 million in PELL grants. This reflects a 5.83 percent increase when compared to fiscal year 2021. The number of direct loans to students decreased by 92 loans when compared to fiscal year 2021. In fiscal year 2022 the College awarded \$1.3 million in direct loans compared to \$1.6 million in fiscal year 2021, this represents a decrease of 18.40 percent. Examples of federal grants in fiscal year 2022 include five TRIO grant awards that services students from disadvantaged backgrounds. The College has Workforce Development grants with both Cook and Kane county. Each grant provides targeted youth with work experience and training. Another federal grant that the College has had for many years is Perkins Postsecondary. This grant supports local CTE programs that service secondary and postsecondary education students. In total, the College was awarded \$32.9 million from the US Department of Education for the CARES/CRRSA/ARP program. As of fiscal year, 2022, the College has spent and been reimbursed for \$27.2 million of the \$32.9 million total award in CARES/CRRSAA/ARP funds. \$16.2 million was spent and awarded in fiscal year 2022, \$8.6 million in fiscal year 2021, and \$2.4 million in fiscal year 2020.
- Tuition and fee revenue primarily remained flat when compared to fiscal year 2021. Tuition and fee revenue totaled \$17.2 million or increased by 0.16 percent when compared to fiscal year 2021. The College has kept the in-district tuition rate at \$132 for the fourth consecutive year. There was a decrease to out of district and out of state tuition rates in fiscal year 2021. In fiscal year 2022, the out of district tuition and fees and the out of state tuition and fees remained at \$297 and \$396 per semester hour, respectively. Due to the COVID-19 pandemic, the College's total claimed credit hours in fiscal year 2022 slightly decreased when compared to fiscal year 2021. The College will continue its efforts to increase enrollment, as well as work to retain and support current students in completing their academic goals.

- Auxiliary enterprise revenue increased by \$1.0 million when compared to fiscal year 2021; this translates to a 44.81 percent increase. The auxiliary units were affected by the COVID-19 pandemic when the College closed mid-March 2020. As the College began to re-open in the Spring of 2021, the Auxiliary Programs also began to reopen and earn revenue for the College in fiscal year 2022. Examples of the College's auxiliary units include Childcare, Visual and Performing Arts, Production Services, Bookstore, Facilities Rental, and Food Service.
- Investment income decreased by \$2.8 million when compared to fiscal year 2021. The decline is due to unrealized losses on investments held by the college. The College intends to hold the investments until maturity thus not realizing the losses. In fiscal year 2022, investment revenue totaled a negative \$2.4 million, in fiscal year 2021 investment income was \$0.4 million, and in fiscal year 2020 it was \$2.6 million. The current market and rising inflation have attributed to this decrease.
- Overall, the College's total non-operating revenue decreased by \$8.5 million or 6.11 percent and operating revenue decreased by \$5.5 million or 3.70 percent when compared to fiscal year 2021.

Fiscal Year 2021

For the College as a whole, total revenue decreased by \$0.6 million or 0.38 percent when compared to fiscal year 2020.

- Property tax revenue decreased by \$1.2 million or 1.94 percent. The debt service requirements for the 2020 property tax levy were 4.7 percent lower when compared to property taxes levied for 2019. The College issued \$91.3 million in general obligation refunding bonds to refund \$41.0 million in Series 2010B and 2010C general obligation Build America bonds. \$32.5 million in Series 2010D and \$30.0 million in series 2013A general obligation bonds.
- State and local grants increased by \$0.7 million or 9.53 percent when compared to fiscal year 2020. State grants the College was awarded in fiscal year 2021 include the State Performance and Support for Adult Education, the Small Business Development Center grant along with the Small Business Development Center CARES grant, the Illinois Department of Commerce and Economic Opportunity grant for the College's Apprenticeship program and various local grants obtained by the College's Foundation.
- State Universities Retirement System (SURS) proportionate share of revenue and expense had a \$4.1 million increase when compared to fiscal year 2020. SURS is a special funding situation whereby the State of Illinois is responsible for funding pensions on behalf of the College. The increase in fiscal year 2021 is a 11.3 percent increase from 2020. The increase in revenue is offset by the same increase in expenses for SURS retirement costs incurred by the State on behalf of the College. The College's proportionate share of revenue and expense for the Health Insurance Security Fund (OPEB) decreased by \$0.7 million when compared to fiscal year 2020.
- Federal and local grants and contracts increased 15.1 percent or \$3.2 million when compared to fiscal year 2020. In fiscal year 2021, the College awarded \$8.1 million in PELL grants. This reflects a 17.5 percent decrease when compared to fiscal year 2020. The number of direct loans to students decreased by 191 loans when compared to fiscal year 2020. In fiscal year 2021, the College awarded \$1.6 million in direct loans compared to \$2.4 million in fiscal year 2020. This represents a decrease of 32.1 percent. Examples of federal grants in fiscal year 2021 include five TRIO grant awards that services students from disadvantaged backgrounds. The College has Workforce

Development grants with Cook and Kane counties to provide targeted youth with work experience and training. Another federal grant the College has had for many years is the Perkins Postsecondary grant to support local programs that services special populations. As noted previously, the College was awarded a total of \$32.9 million in CARES/CRRSAA/ARP funding from the US Department of Education. Out of this \$32.9 million, the College spent and was reimbursed for \$8.6 million in CARES/CRRSAA funding in fiscal year 2021.

- Tuition and fee revenue decreased in fiscal year 2021 when compared to fiscal year 2020. Tuition and fee revenue amounts to \$17.1 million or a 15.4% decrease when compared to fiscal year 2020. The in-district tuition rate remained at \$132 for the third consecutive year in fiscal year 2020. The out of district tuition rate was reduced from \$434.49 to \$297 per semester hour and the out of state tuition and fees was reduced from \$497.79 to \$396 per semester hour. Due to the COVID-19 pandemic, the College's total claimed credit hours dropped from 173,961 total claimed credit hours in fiscal year 2020 to 146,389 total claimed credit hours in fiscal year 2021.
- Auxiliary enterprise revenue decreased by \$1.5 million when compared to fiscal year 2020. This was a 41.2 percent decrease in fiscal year 2021. The auxiliary units were affected by the COVID-19 pandemic when the College closed mid-March 2020. Examples of the College's auxiliary units include Childcare, Visual and Performing Arts, and Food Service. When the College closed campus in the middle of March 2020, auxiliary programs were closed as well. Performances scheduled for the College's Visual and Performing Arts in fiscal year 2021 were presented in an online format. As the College began to re-open in the Spring of 2021, the Auxiliary Programs also began to reopen.
- Investment income decreased \$2.1 million or 83.8 percent when compared to fiscal year 2020. In fiscal year 2020, investment revenue amounted to \$2.6 million and in fiscal year 2019 investment income was \$2.5 million.
- Overall, the College's total non-operating revenue increased by \$4.1 million or 3.0 percent and operating revenue decreased by \$4.7 million or 19.3 percent when compared to fiscal year 2020.

Fiscal Year 2020

For the College as a whole, total revenue increased by \$8.1 million or 5.39 percent when compared to fiscal year 2019.

- Property tax revenue increased by \$2.2 million or 3.64 percent. The debt service requirements for the 2019 property tax levy were 8.9 percent lower when compared to the property taxes levied for 2018. The College issued \$38.6 million in general obligation refunding bonds to refund \$39.8 million in Series 2009B and 2009C General Obligation Bonds. The College's BAB rebates for 2009B and 2009C will no longer be available to the College with the refunding. The College will continue to receive Build America Bond payments for the 2010B and 2010C bonds.
- State and local grants remained flat when compared to fiscal year 2019. State grants the College was awarded in fiscal year 2020 include the State Performance and Support for Adult Education, the Apprenticeship grant, and various local grants obtained by the College's Foundation. The Small Business Development Center grant has returned to the College after three years due to the State of IL budget impasse.

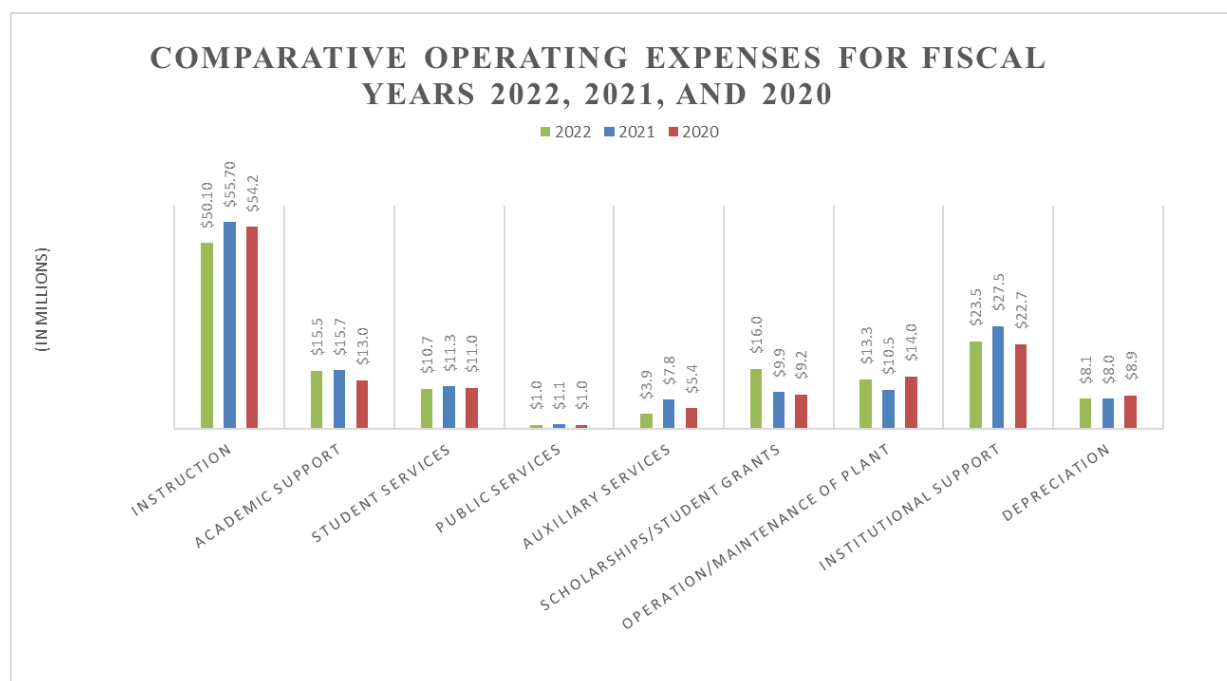
- State Universities Retirement System (SURS) proportionate share of revenue and expense had a \$4.8 million increase when compared to fiscal year 2019. The increase in fiscal year 2020 is a 15.0 percent increase from 2019. The increase in revenue is offset by the same increase in expenses for SURS retirement costs incurred by the State on behalf of the College. The College's proportionate share of revenue and expense for the Health Insurance Security Fund (OPEB) decreased by \$1.0 million when compared to fiscal year 2019.
- Federal and local grants and contracts increased 11.0 percent or \$2.0 million when compared to fiscal year 2019. In fiscal year 2020, the College awarded \$9.8 million in PELL grants. This is a 5.5 percent increase when compared to fiscal year 2019. The number of direct loans to students decreased by 44 loans when compared to fiscal year 2019. In fiscal year 2020, the College awarded \$2.4 million in direct loans compared to \$2.5 million in fiscal year 2019. This is a decrease of 4.9 percent. The College was awarded \$4.9 million in CARES Act funding in fiscal year 2020 and spent \$2.4 million in CARES Act grant monies during the year. The unused balance was carried forward for spending in the future.
- Tuition and fee revenue remained flat in fiscal year 2020 when compared to fiscal year 2019. Tuition and fee revenue amounts to \$20.2 million or 1.4% increase when compared to fiscal year 2019. The College kept the in-district tuition rate at \$132 for the second year in a row. There were no increases in out of district tuition or out of state tuition in fiscal year 2020. Due to the COVID-19 pandemic, the College's enrollment rate dropped in the spring 2020 semester. The College swiftly moved to an online learning platform to continue students' education.
- Auxiliary enterprise revenue decreased by \$1.3 million when compared to fiscal year 2019. This was a 26.2 percent decrease in fiscal year 2020. The auxiliary units were affected by the COVID-19 pandemic as when the College closed mid-March, the auxiliary programs closed as well.
- Investment income remained level when compared to fiscal year 2019. In fiscal year 2020, investment revenue amounted to \$2.6 million and in fiscal year 2019 investment income was \$2.5 million.
- Overall, the College's total non-operating revenue increased by \$9.2 million or 7.34 percent and operating revenue decreased by \$1.1 million or 4.16 percent when compared to fiscal year 2019.

Operating Expense

Operating expenses are all the costs necessary to perform, conduct, and support academic programs. They include salaries and benefits, utilities, general material and supplies, contractual services, and travel and conference or meeting expenses and are then categorized by programs. During fiscal year 2022, overall operating expenses of \$142.1 million decreased by \$5.5 million or 3.70 percent when compared to fiscal year 2021. During fiscal year 2021, overall operating expenses of \$147.5 million increased by \$8.1 million or 5.82 percent when compared to fiscal year 2020.

Operating Expenses – By Function

The following is a graphic illustration of operating expenses:



Fiscal Year 2022

- Instructional departments are the departments that provide academic programs to the College's students. The College's instruction expenses decreased by \$5.6 million or 10.06 percent in fiscal year 2022. The SURS proportionate share of instructional revenue and expenses decreased by \$5.9 million when compared to fiscal year 2021 which greatly attributed to this decrease. Overall instruction salaries and benefits for fiscal year 2022 increased by \$0.5 million compared to fiscal year 2021. When compared to fiscal year 2020, salaries and benefits in fiscal year 2022 increased by \$1.2 million. General materials and supplies expense increased by \$0.3 million in fiscal year 2022 compared to fiscal year 2021. Instruction printing costs were \$0.2 million compared to \$0.04 million in fiscal year 2021. This can be attributed to the return to campus following the COVID-19 pandemic. Instructional supplies increased \$0.1 million in fiscal year 2022. Instructional supplies amounted to \$0.6 million in fiscal year 2022 compared to \$0.5 million in fiscal year 2021 and \$0.6 million in fiscal year 2020. Software expense increased by \$0.1 million in fiscal year 2022 when compared to fiscal years 2021 and 2020. Professional development travel and training expenses increased in fiscal year 2022 by \$0.2 million as pandemic restrictions began to lift and in-person conferences and training opportunities resumed.

- Academic Support is made up of departments that provide support services for instruction, academic computing, and research. The College's library is an example of a department included with Academic Support. In fiscal year 2022, Academic Support expenses decreased by \$0.2 million when compared to fiscal year 2021 and increased \$2.5 million when compared to fiscal year 2020. The SURS proportionate share of revenue and expenses decreased \$2.3 million compared to fiscal year 2021. There continued to be increase in 2022 compared to 2020 for Academic Support expenses due to the CARES/CRRSAA/ARP grants received from the US Department of Education and the ICCB Governor's Emergency Education Relief Fund (GEER). Total salaries and benefits decreased in fiscal year 2022 when compared to fiscal year 2021 by \$1.2 million. Equipment expensed in fiscal year 2022 remained static when compared to 2021. The CARES/CRRSAA/ARP grant expenses for equipment remained near \$0.3 million consistent with fiscal year 2021. The ICCB GEER II grant began in fiscal year 2022 to continue relief for expenses incurred due to the COVID-19 pandemic. GEER II and CARES/CRRSAA/ARP funds continued to support staff reassigned to other duties due to COVID-19 and Student Success Coaches hired to support students.
- Student Services are departments that assist in areas of financial aid, admissions, student records, testing, and advising. In fiscal year 2022, the Student Support services expenses amounted to a \$0.6 million decrease when compared to fiscal year 2021 and a \$0.2 million decrease when compared to fiscal year 2020. In fiscal year 2022, salaries and benefits increased \$0.3 million and \$0.5 million when compared to fiscal years 2021 and 2020, respectively. Other Contractual expenses in fiscal year 2022 were relatively flat when compared to fiscal years 2021 and 2020. Fiscal year 2022 had a slight increase of \$0.06 million in printing costs when compared to fiscal year 2021 and remained the same when compared to fiscal year 2020. General material and supplies under Student Support Services had a slight increase of \$0.1 million when compared to fiscal year 2021 and remained the same when compared to fiscal year 2020.
- Public Service departments include noncredit classes and other activities such as Continuing Education, Corporate training, or the College's Strategic Partnership and Experience Leadership. Public Service expenses in fiscal years 2022, 2021 and 2020 have remained relatively flat in comparison. Public Service salary and benefits had a slight decrease in fiscal year 2022 when compared to fiscal year 2021 and a slight increase when compared to fiscal year 2020. In fiscal year 2022, salaries and benefits decreased \$0.01 million when compared to fiscal year 2021 and increased \$0.1 million when compared to fiscal year 2020. Contractual expenses and general material and supplies have remained similar when fiscal year 2022 is compared to fiscal years 2021 and 2020. Professional development had a slight increase in fiscal year 2022 of \$0.04 million when compared to previous fiscal years due to the return of onsite conferences.
- Auxiliary Services provides for the operation of such entities as the Bookstore, Food Services, Childcare, Visual and Performing Arts, and Student Clubs and Athletics. In fiscal year 2022, Auxiliary Services decreased \$3.9 million when compared to fiscal year 2021 and decreased \$1.5 million when compared to fiscal year 2020. Many Auxiliary Service Departments were able to reassign staff during the period when the College was working remotely due to COVID-19. Staff who were reassigned had salary and benefits reclassified to the CARES/CRRSAA/ARP grant. This allowed the Auxiliary Service Departments to not incur those costs while maintaining the employees. Many Auxiliary Services like Childcare, Visual Performing Arts, Bookstore and Food Services were able to reduce its costs due to the College working remotely in

the Fall of 2020 through the Summer of 2021. As the College began reinstating in-person classes and staff returned to the College building gradually, the Auxiliary Services Departments were able to re-open and provide in-person services to the students, staff and the community members of District 509.

- The scholarships and student grants had expenses of \$16 million in fiscal year 2022. Total PELL grant awards decreased by \$0.5 million or 5.8 percent in fiscal year 2022 when compared to fiscal year 2021. The number of PELL students went from 2,549 in fiscal year 2021 to 2,458 students in fiscal year 2022. This is a decrease of 91 students or 3.6 percent. The SEOG awards decreased from \$455,981 in fiscal year 2021 to \$366,753 in fiscal year 2022. This is a decrease of \$89,228 or 19.6 percent. The average SEOG awarded per student was \$338. This amount is down from \$349 average award in fiscal year 2021. Direct Loans in fiscal year 2022 were \$1.3 million and in fiscal year 2021 direct loans were \$1.6 million. This is a \$0.3 million decrease or 18.1 percent. The number of direct loan students was 341 in fiscal year 2022 and in fiscal year 2021 the number of direct loan students was 439. With the COVID-19 funding from the U.S. Department of Education, the College was able to award students who were affected by COVID-19 scholarships to help with tuition and books and other living costs.
- Institutional support is expenses for executive-level activities and support services that benefit the entire institution. In fiscal year 2022, institutional support expenses decreased from \$27.5 million in fiscal year 2021 to \$23.5 million. This is a decrease of \$4 million. When fiscal year 2022 is compared to fiscal year 2020, Institutional Support expenses increased \$0.8 million. The SURS proportionate share of revenue and expense decreased by \$2 million when compared to fiscal year 2021. Medical benefits for PPO and HMO increased by \$1.2 million when compared to fiscal year 2021 and increased \$3.1 million when compared to fiscal year 2020. Salary and benefit costs decreased \$1.3 million compared to fiscal year 2021. The College offered a voluntary retirement program in fiscal year 2021 in which many long-term employees retired in December of 2021.

Fiscal Year 2021

- Instructional departments are the departments that provide academic programs to the College's students. The College's instruction expenses increased by \$1.5 million or 2.68 percent in fiscal year 2021. The SURS proportionate share of instructional revenue and expenses increased by \$1.5 million when compared to fiscal year 2020. Overall instruction salaries and benefits for fiscal year 2021 remained relatively flat when compared to fiscal year 2020. General materials and supplies expense decreased by \$0.3 million in fiscal year compared to fiscal year 2020. With the online offerings, the College had significant savings with printing costs and office supplies. In fiscal year 2021. Instruction printing costs were \$0.04 million compared to \$0.2 million in both fiscal year 2020. Instructional supplies decreased \$0.1 million in fiscal year 2021. Instructional supplies amounted to \$0.5 million in fiscal year 2021 compared to \$0.6 million in fiscal year 2020. Software expense remained flat in fiscal year 2021 when compared to fiscal years 2020 and 2019. Due to COVID-19, professional development travel and training expenses continued to be minimal when compared to fiscal year 2020. Many conferences and training opportunities were offered online which saved the College in travel expenses.

- Academic Support is made up of departments that provide support services for instruction, academic computing, and research. The College's library is an example of a department included with Academic Support. In fiscal year 2021, Academic Support expenses increased by \$2.7 million when compared to fiscal year 2020. The SURS proportionate share of revenue and expenses increased \$1.2 million compared to fiscal year 2020. The increase in 2021 for Academic Support expenses is due to the CARES grants received from the US Department of Education and the ICCB Governor's Emergency Education Relief Fund (GEER). The College was able to expense the faculty stipends for teaching online as well as expense the College staff who were reassigned to other duties during the time the College was shut down due to COVID-19. The amount of salaries expensed to the academic support grants was a \$0.8 million increase from fiscal year 2020. Total salaries and benefits increased in fiscal year 2021 when compared to fiscal year 2020 by \$1.4 million. Equipment expensed in fiscal year 2021 increased by \$0.3 million. The ICCB GEER grant equipment increased by \$0.08 million when compared to fiscal years 2020 and 2019. The CARES grant expense for equipment was a \$0.3 million increase when compared to fiscal year 2020. The ICCB GEER grant began in fiscal year 2021 due to the onset of COVID-19. Many of the CARES grant expenses occurred in fiscal year 2021 when compared to fiscal year 2020.
- Student Services are departments that assist in areas of financial aid, admissions, student records, testing, and advising. In fiscal year 2021, the Student Support services expenses amounted to a \$0.3 million increase when compared to fiscal year 2020. Salary and benefits for Student Services had minimal increases when compared to fiscal year 2020. In fiscal year 2021, salaries and benefits increased \$0.2 million when compared to fiscal year 2020. Other Contractual expenses in fiscal year 2021 were relatively flat when compared to fiscal year 2020. Fiscal year 2021 had a slight increase of \$0.1 million when compared to fiscal year 2020. General material and supplies under Student Support Services had a slight decrease of \$0.1 million when compared to fiscal year 2020.
- Public Service departments include noncredit classes and other activities such as Continuing Education or Corporate training or the College's Strategic Partnership and Experience Leadership. Public Service expenses in fiscal years 2021 and 2020 have remained relatively flat in comparison. Public Service salary and benefits had a slight increase in fiscal year 2021 when compared to fiscal year 2020. In fiscal year 2021, salaries and benefits increased \$0.2 million over fiscal year 2020. Contractual expenses and general material and supplies have remained similar when fiscal year 2021 is compared to fiscal year 2020. Travel had a slight decrease in fiscal year 2021 of \$0.05 million when compared to previous fiscal years due to COVID-19 and the lack of onsite conferences for professional growth.
- Auxiliary Services provides for the operation of such entities as the Bookstore, Food Services, Childcare, Visual and Performing Arts, and Student Clubs and Athletics. In fiscal year 2021, Auxiliary Services increased \$2.4 million when compared to fiscal year 2020. Many Auxiliary Service Departments were able to reassign staff during the period when the College was working remotely due to COVID-19. Staff who were reassigned had salary and benefits reclassified to the CARES grant. This allowed the Auxiliary Service Departments to not incur those costs. Many Auxiliary Services like Childcare, Visual Performing Arts, Bookstore and Food Services were able to reduce its costs due to the College working remotely in the Fall of 2020. As the College began reinstating in-person classes and staff returned to the College building gradually, the Auxiliary Services Departments were able to re-open and provide in-person services to the students, staff and the community members of District 509.

- The scholarships and student grants had expenses of \$9.9 million in fiscal year 2021. Total PELL grant awards decreased by \$1.7 million or 17.5 percent in fiscal year 2021 when compared to fiscal year 2020. The number of PELL students went from 3,098 in fiscal year 2020 to 2,549 students in fiscal year 2021. This is a decrease of 549 students or 17.7 percent. The SEOG awards increased from \$291,630 in fiscal year 2020 to \$455,981 in fiscal year 2021. This is an increase of \$164,351 or 56.4 percent. The average SEOG awarded per student was \$349. This amount is down from \$388 average award in fiscal year 2020. Due to COVID-19 and the College not having students on campus, \$0.2 million of Federal Work Study was transferred to SEOG for fiscal year 2021. Direct Loans in fiscal year 2021 were \$1.6 million and in fiscal year 2020 direct loans were \$2.4 million. This is a \$0.8 million decrease or 32.1 percent. The number of direct loan students were 439 students in fiscal year 2021 and in fiscal year 2020 the number of direct loan students was 630. With the COVID-19 funding from the U.S. Department of Education, the College was able to award students who were affected by COVID-19 scholarships to help with tuition and books and other living costs.
- Institutional support is expenses for executive-level activities and support services that benefit the entire institution. In fiscal year 2021, institutional support expenses increased from \$22.7 million in fiscal year 2020 to \$27.5 million. This is an increase of \$4.8 million. In fiscal year 2021, the College offered an early retirement incentive to employees who attained age 55 with at least 15 years of continuous full-time employment and who gave an irrevocable pledge prior to May 14, 2021. The College recorded a liability of \$1.3 million on in fiscal year 2021 for accrued salaries and benefits payable and accrued health care liability payable. This \$1.3 million was expensed in the Institutional Support category. The SURS proportionate share of revenue and expense increased by \$0.8 million when compared to fiscal year 2020. Medical benefits for PPO and HMO increased by \$1.9 million when compared to fiscal year 2020. Medicare expense increased \$0.3 million in fiscal year 2021 when compared to fiscal year 2020. Legal full-time expenses increased \$.01 million in fiscal year 2021 when compared to fiscal year 2020.

Fiscal Year 2020

- The College's instruction expenses increased by \$2.4 million in fiscal year 2020. The SURS proportionate share of revenue and expense increased by \$2.2 million. The Math Department and the English Department each increased expense by \$0.3 million when compared to fiscal year 2019. This was due to the addition of full-time faculty added to each department. Other instructional departments who filled vacant positions and increased the fulltime faculty expense in fiscal year 2020 were General Business, Art History, Nursing, Biology and History and Political Science. In areas such as other contractual, materials and supplies and equipment, the fiscal year 2020 expenses were relatively flat when compared to fiscal year 2019 expenses. The college implemented a temporary no travel policy due to the onset of COVID-19. Many conferences and training opportunities occur in September and October and then again in the March, April and May. Faculty and staff were not able to attend planned conferences and training opportunities or offer field trips to students in the spring of 2020 due to COVID-19.
- In fiscal year 2020, Academic Support remained flat when compared to fiscal year 2019. Academic Support operating expenses were \$13.0 million in fiscal year 2020 which increased by \$0.6 million when compared to fiscal year 2019. Salary and benefits increased by \$0.20 in fiscal year 2020. In fiscal year 2019, the expenses totaled \$12.4 million and in fiscal year 2018, the expenses were \$12.1 million.

- Student Services' operating expenses totaled \$11.0 million during fiscal year 2020. When compared to fiscal year 2019, the student services expenses increased by \$0.8 million or 7.52 percent. Wellness Services increased the number of Wellness professionals which caused a slight increase in full-time salary and benefits from prior years. The Orientation department had an increase in computer software expense when compared to fiscal year 2019 due to the purchase and implementation of Online Orientation software. This software allows the Orientation department to provide robust orientation and training online for new students.
- In fiscal year 2020, public services operating expenses amounted to \$0.10 million compared to \$0.8 million in fiscal year 2019. The public service operating expenses increased by \$0.1 million or 17.4 percent when compared to fiscal year 2019. One area that has grown in fiscal year 2020 is Strategic Partnerships and Experiential Learning. Strategic Partnerships and Experiential Learning works with area businesses to recruit employees and promote area business career events to students.
- In fiscal year 2020, auxiliary services had \$5.4 million in operating expenses. This is a \$0.3 million decrease when compared to fiscal year 2019. In 2019, the auxiliary operating expenses amounted to \$5.7 million. Due to the COVID-19 pandemic, the auxiliary service departments such as food service, the bookstore, childcare, visual performing arts, continuing education, and corporate training and production services had reduced expenses with the college campus closing. Foodservice was not purchasing food and supplies for resale. The bookstore had a decrease in the purchase of new textbooks and general materials. Childcare had fewer expenses in materials and supplies as well.
- The scholarships and student grants had expenses of \$9.2 million in fiscal year 2020 which is a \$2.7 million increase from fiscal year 2019. In fiscal year 2019, the amount expensed was \$7.0 million. The number of PELL awards increased in fiscal year 2020 from 3,079 awards in 2019 to 3,098 awards in 2020. In fiscal year 2020, the amount of PELL grants awarded was \$9.9 million compared to fiscal year 2019 of \$9.3 million. The Federal Supplemental Education Opportunity Grant (SEOG) is an eligibility-based grant for students who demonstrate financial need. In fiscal year 2020, the College awarded \$0.3 million or 752 awards. This is a decrease of 28 awards when compared to fiscal year 2019. The College received \$2.3 million in CARES Act funding for students. In fiscal year 2020, the College awarded \$1.6 million to students who were registered in the spring semester.
- In fiscal year 2020, institutional support expenses remained flat when compared to fiscal year 2019. Fiscal year 2020 institutional support expenses amounted to \$22.7 million. This is an increase of \$0.4 million dollars. In fiscal year 2019, the total institutional support expenses were \$26.0 million. The College had savings in salaries and benefits in institutional support due to long term employees leaving the College and from department reorganizations.

Long-Term Debt

As of June 30, 2022, 2021, and 2020, the College had a total of \$153,860,200, \$160,968,576, and \$165,584,222 in outstanding bonded indebtedness, respectively. The decrease in long-term debt from fiscal years 2022 and 2021 was due to the repayment of principal bonds. The College issued \$29,495,000 and \$61,755,000 in General Obligation Refunding Bonds, Series 2021A and 2021B, respectively. The 2021 General Obligation Refund Bond issuances refunded a total of \$41,000,000 from the Series 2010B and 2010C Taxable Build America bonds, \$32,470,000 from the 2010D Series General Obligation Bond and \$28,150,000 Series 2013A Taxable General Obligation Bonds. The decrease in long-term debt from fiscal years 2020 and 2019 was due to the repayment of principal bonds. The College issued \$38,585,000 General Obligation Refunding Bonds, Series 2019 to refund General Obligation Bonds, Series 2009B and 2009C in the amount of \$4,800,000 and \$35,000,000, respectively. The amount each year is in the form of general obligation bonds that are backed by the full faith and credit of the College.

Please refer to the long-term debt disclosures in the notes to the financial statements (Footnote 5. on pages 21 - 25) for more detailed information.

Capital Assets

Net Capital Assets

	2022	2021	2020
Capital Assets			
Land and improvements	\$ 19,928,997	\$ 19,928,997	\$ 19,065,397
Site improvements	25,368,910	25,329,616	25,329,616
Construction in progress	5,781,207	1,467,520	-
Buildings	243,098,596	240,728,733	244,187,664
Machinery and equipment	16,439,436	15,889,099	16,077,646
Furniture and fixtures	322,288	322,288	393,376
Total capital assets	310,939,434	303,666,253	305,053,699
Less: accumulated depreciation	(132,024,244)	(124,216,585)	(120,298,010)
Net capital assets	\$178,915,190	\$ 179,449,668	\$ 184,755,689

Net capital assets decreased \$.5 million in fiscal year 2022 when compared to fiscal year 2021 and decreased \$5.8 million when compared to fiscal year 2020. In fiscal year 2022, land and improvements remained flat when compared to fiscal year 2021. Site improvements remained flat in fiscal year 2022 when compared to fiscal years 2021 and 2020. Construction in progress increased \$4.3 million in fiscal year 2022 when compared to fiscal year 2021 and increased \$5.8 million when compared to fiscal year 2020. Projects included in construction in progress include the chiller replacement project at \$1.1 million, the audio-visual project at \$0.05 million, the HVAC project at \$0.2 million and Building H phase two renovations at \$0.1 million. The

chiller replacement project is a State of Illinois Capital Development Board (CDB) project. The CDB is funding \$0.4 million and the College will be funding a total of \$1.4 million of the chiller replacement project. Buildings and improvements increased by \$2.4 million when compared to fiscal year 2021 and decreased by \$1.1 million when compared to fiscal year 2020. In fiscal year 2022 machinery and equipment increased by \$.6 million when compared to fiscal year 2021, and increased by \$.4 million when compared to fiscal year 2020. Assets purchased in fiscal year 2022 included a new dump truck, a new police car, a lightning detection system and various instructional equipment items such as freezers for culinary programs and patient simulators for health professions programs.

Net capital assets decreased \$5.3 million in fiscal year 2021 when compared to fiscal year 2020 and decreased \$4.1 million when compared to fiscal year 2019. In fiscal year 2021, land and improvements increased \$0.8 million compared to fiscal year 2020 and 2019. This was due to the purchase of 600 South McLean Boulevard. This land will be used for a new manufacturing and technology building the College plans to build in conjunction with funding appropriated from the State of Illinois. Site improvements remained flat in fiscal year 2021 when compared to fiscal year 2020. Construction in progress increased \$1.5 million in fiscal year 2021 when compared to fiscal year 2020. Projects included in construction in progress include the initial costs of the chiller replacement project at \$1.1 million, the audio-visual project at \$0.05 million, the HVAC project at \$0.2 million and Building H phase two renovations at \$0.1 million. Buildings and improvements decreased by \$3.5 million when compared to fiscal year 2020. In fiscal year 2021, the main dock receiving repairs and renovations were added to capital assets as a building improvement. In fiscal year 2021, machinery and equipment decreased \$0.02 million due to asset disposals which included a fire pump truck, computer equipment, a semi-tractor and various workstations. Furniture and fixtures in fiscal year 2021 decreased slightly from fiscal year 2020 with a decrease of \$0.07 million due to capital assets being fully depreciated. In fiscal year 2021 capital asset additions included a new fire pump truck, new skid steer for the grounds department, various instructional equipment items such as milling machines and CNC lathes. In fiscal year 2021, accumulate depreciation decreased \$3.9 million when compared to fiscal year 2020.

Please refer to the capital assets disclosures in the notes to the financial statements (Footnote 4. on pages 20 - 21) for more detailed information on capital activity.

CONTACTING THE COLLEGES FINANCIAL MANAGEMENT

This financial report is designed to provide our constituents with a general overview of Elgin Community College's finances and to demonstrate the College's accountability for the resources it receives. Questions concerning this report or requests for additional financial information should be directed to Kimberly Wagner, Vice President for Business and Finance, 1700 Spartan Drive, Elgin, IL 60123.

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ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS

STATEMENTS OF NET POSITION

June 30, 2022 and 2021

	2022	2021
CURRENT ASSETS		
Cash and cash equivalents	\$ 52,719,133	\$ 92,625,368
Investments	114,239,241	77,674,885
Property tax receivable	29,768,603	29,272,570
Accrued interest receivable	34,448	119,293
Student tuition receivable	6,520,208	5,822,124
Other accounts receivable	8,393,087	4,434,277
Inventory	313,046	269,185
Prepaid assets	1,737,412	1,694,420
Total current assets	213,725,178	211,912,122
NONCURRENT ASSETS		
Capital assets	310,939,434	303,666,253
Less accumulated depreciation	(132,024,244)	(124,216,585)
Total noncurrent assets	178,915,190	179,449,668
Total assets	392,640,368	391,361,790
DEFERRED OUTFLOWS OF RESOURCES		
Unamortized loss on refunding	899,422	989,681
OPEB expense	4,566,576	2,203,422
SURS pension expense	261,090	238,138
Total deferred outflows of resources	5,727,088	3,431,241
Total assets and deferred outflows of resources	398,367,456	394,793,031

(This statement is continued on the following page.)

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS

STATEMENTS OF NET POSITION (Continued)

June 30, 2022 and 2021

	2022	2021
CURRENT LIABILITIES		
Accounts payable	\$ 2,787,316	\$ 2,180,474
Accrued salaries and benefits payable	4,435,149	5,553,039
Accrued health care liability	584,384	580,359
Unearned tuition revenue	8,585,362	7,819,337
Claims payable	1,399,618	1,241,292
Interest payable	172,871	182,008
General obligation bonds payable	6,565,000	6,075,000
Other postemployment benefit liability	225,202	225,202
Other current liabilities	1,019,185	976,436
Total current liabilities	25,774,087	24,833,147
NONCURRENT LIABILITIES		
General obligation bonds payable	147,295,200	154,893,576
Other postemployment benefit liability	41,495,413	40,736,762
Total noncurrent liabilities	188,790,613	195,630,338
Total liabilities	214,564,700	220,463,485
DEFERRED INFLOWS OF RESOURCES		
Deferred revenue - property taxes	31,749,595	30,342,292
OPEB expense	11,835,076	9,983,607
Total deferred inflows of resources	43,584,671	40,325,899
Total liabilities and deferred inflows of resources	258,149,371	260,789,384
NET POSITION		
Net investment in capital assets	25,954,412	19,470,773
Restricted for		
Capital projects	15,286,442	21,482,313
Debt service	4,534,355	4,888,362
Grant purposes	2,343,908	2,343,908
Audit purposes	165,890	190,685
Liability insurance	2,901,450	3,668,626
Pension contributions	261,090	238,138
Working cash	4,014,363	4,014,363
Unrestricted	84,756,175	77,706,479
TOTAL NET POSITION	\$ 140,218,085	\$ 134,003,647

See accompanying notes to financial statements.

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION**

For the Years Ended June 30, 2022 and 2021

	2022	2021
OPERATING REVENUES		
Student tuition and fees	\$ 17,150,244	\$ 17,122,627
Auxiliary enterprises revenue	3,141,577	2,169,519
Other operating revenue	625,330	516,497
Total operating revenues	20,917,151	19,808,643
OPERATING EXPENSES		
Instruction	50,089,719	55,690,987
Academic support	15,514,019	15,673,781
Student services	10,726,400	11,318,348
Public services	1,032,222	1,142,359
Auxiliary services	3,880,264	7,769,999
Scholarships and student grants	15,973,482	9,929,136
Operation and maintenance of plant	13,335,207	10,472,019
Institutional support	23,471,804	27,533,305
Depreciation	8,057,912	8,007,521
Total operating expenses	142,081,029	147,537,455
OPERATING INCOME (LOSS)	(121,163,878)	(127,728,812)
NON-OPERATING REVENUES (EXPENSES)		
State grants and contracts	36,731,745	49,079,977
Property taxes	62,787,660	62,765,814
Personal property replacement tax	1,678,895	770,228
Federal grants and contracts	30,051,932	23,966,251
Local grants and contracts	417,454	327,836
Interest expense and fiscal charges	(3,308,096)	(4,700,440)
Other non-operating revenues	705,918	1,153,987
Loss on disposal of capital assets	-	(581,363)
Investment income	(2,354,893)	416,048
Total non-operating revenues (expenses)	126,710,615	133,198,338
CHANGE IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	5,546,737	5,469,526
CAPITAL CONTRIBUTIONS	667,701	146,475
CHANGE IN NET POSITION	6,214,438	5,616,001
NET POSITION, JULY 1	134,003,647	128,387,646
NET POSITION, JUNE 30	\$ 140,218,085	\$ 134,003,647

See accompanying notes to financial statements.

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2022 and 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Tuition and fees	\$ 17,218,185	\$ 16,993,925
Payments to suppliers	(48,133,676)	(41,136,844)
Payments to employees	(57,320,445)	(54,340,311)
Auxiliary enterprise charges	3,046,297	2,403,119
Other	168,144	1,657,857
Net cash from operating activities	(85,021,495)	(74,422,254)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Local property taxes	63,698,930	67,622,220
Local grants and contracts	417,454	327,836
State appropriations and grants	8,998,879	8,421,491
Federal grants and contracts	26,664,303	21,996,678
Proceeds from fundraising and grants	705,918	1,153,987
Net cash from noncapital financing activities	100,485,484	99,522,212
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of capital assets	(6,200,470)	(2,463,480)
Principal paid on bonds	(6,075,000)	(5,575,000)
Interest paid on bonds	(4,258,569)	(5,253,958)
Net cash from capital and related financing activities	(16,534,039)	(13,292,438)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of investments	87,024,597	87,876,767
Interest on investments	(5,224,483)	1,403,185
Purchase of investments	(120,636,299)	(78,659,597)
Net cash from investing activities	(38,836,185)	10,620,355
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(39,906,235)	22,427,875
CASH AND CASH EQUIVALENTS, JULY 1	92,625,368	70,197,493
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 52,719,133	\$ 92,625,368
Cash and cash equivalents	\$ 52,719,133	\$ 92,625,368
TOTAL CASH AND CASH EQUIVALENTS	\$ 52,719,133	\$ 92,625,368

(This statement is continued on the following page.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

STATEMENTS OF CASH FLOWS (Continued)

For the Years Ended June 30, 2022 and 2021

	2022	2021
RECONCILIATION OF NET OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES		
Operating income (loss)	\$ (121,163,878)	\$ (127,728,812)
Adjustments to reconcile net income (loss) to net cash from operating activities		
Depreciation	8,057,912	8,007,521
State pension and OPEB expense	29,233,392	41,428,781
Bond issuance costs	-	932,703
Changes in net position		
Receivables (net)	(1,242,255)	1,393,147
Inventories	(43,861)	188,631
Prepaid expenses	(42,992)	(578,322)
Accounts payable	(48,421)	(499,338)
Accrued salaries	(1,117,890)	1,638,545
Retirement liability	250,991	614,824
Unearned tuition	766,025	(154,274)
Claims payable	158,326	177,757
Other accrued liabilities	171,156	156,583
NET CASH FROM OPERATING ACTIVITIES	\$ (85,021,495)	\$ (74,422,254)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
Accretion of interest on debt	\$ -	\$ 12,619
Change in fair value of investments	(2,954,435)	368,733
Capital assets acquired through accounts payable	655,263	672,908
Capital contributions	667,701	146,475
Issuance of refunding bonds	-	104,315,756
Issuance costs on refunding bonds	-	(932,703)
Refunding escrow payments	-	(103,383,053)
State pension and OPEB expense	29,256,344	41,388,870
TOTAL NONCASH INVESTING, CAPITAL AND FINANCING	\$ 27,624,873	\$ 42,589,605

See accompanying notes to financial statements.

ELGIN COMMUNITY COLLEGE FOUNDATION
ELGIN, ILLINOIS

STATEMENTS OF FINANCIAL POSITION

June 30, 2022 and 2021

	2022	2021
ASSETS		
Cash and cash equivalents	\$ 1,310,586	\$ 1,074,452
Pledges receivable, net	491,529	40,983
Prepaid assets	14,875	32,875
Investments	564,267	1,508,226
Cash surrender value of life insurance	54,633	51,062
Investments - long term	8,609,360	8,905,044
Fixed assets, net	20,256	33,760
TOTAL ASSETS	\$ 11,065,506	\$ 11,646,402
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 28,733	\$ 49,290
Due to Elgin Community College	248,969	23,748
Deferred revenue	34,700	15,450
Total liabilities	312,402	88,488
NET ASSETS		
Without donor restrictions:		
Undesignated	850,855	1,595,805
Board designated	654,291	119,708
Total without donor restrictions	1,505,146	1,715,513
With donor restrictions	9,247,958	9,842,401
Total net assets	10,753,104	11,557,914
TOTAL LIABILITIES AND NET ASSETS	\$ 11,065,506	\$ 11,646,402

See accompanying notes to financial statements.

**ELGIN COMMUNITY COLLEGE FOUNDATION
ELGIN, ILLINOIS**

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

For the Years Ended June 30, 2022 and 2021

	2022			2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES						
Contributions	\$ 136,681	\$ 1,005,278	\$ 1,141,959	\$ 123,178	\$ 680,439	\$ 803,617
Special events	176,238	-	176,238	102,701	-	102,701
Investment return, net of fees	(121,438)	(1,116,794)	(1,238,232)	246,562	1,840,148	2,086,710
Net assets released from restrictions						
Management fees	83,727	(83,727)	-	75,111	(75,111)	-
Other	439,517	(439,517)	-	491,450	(491,450)	-
Total revenues	714,725	(634,760)	79,965	1,039,002	1,954,026	2,993,028
EXPENSES						
Program services	833,276	-	833,276	614,245	-	614,245
Management and general	544,822	-	544,822	385,954	-	385,954
Fundraising	76,287	-	76,287	114,324	-	114,324
Cost of direct benefits to donors	80,747	-	80,747	52,536	-	52,536
Total expenses	1,535,132	-	1,535,132	1,167,059	-	1,167,059
TRANSFERS FROM AFFILIATE - ELGIN COMMUNITY COLLEGE						
Contributed services and salary	430,140	-	430,140	439,660	-	439,660
Gifts in-kind	179,900	40,317	220,217	25,092	42,624	67,716
Total transfers from affiliate	610,040	40,317	650,357	464,752	42,624	507,376
CHANGE IN NET ASSETS	(210,367)	(594,443)	(804,810)	336,695	1,996,650	2,333,345
NET ASSETS, JULY 1	1,715,513	9,842,401	11,557,914	1,378,818	7,845,751	9,224,569
NET ASSETS, JUNE 30	\$ 1,505,146	\$ 9,247,958	\$ 10,753,104	\$ 1,715,513	\$ 9,842,401	\$ 11,557,914

See accompanying notes to financial statements.

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**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

June 30, 2022 and 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Elgin Community College District Number 509 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting principles. In addition, the District presents its financial statements in accordance with accounting practices prescribed or permitted by the Illinois Community College Board (ICCB). The following is a summary of the more significant policies of the District.

a. Reporting Entity

The District is a separate legal entity established under Illinois Compiled Statutes (ILCS) governed by an elected Board of Trustees. The District is fiscally independent and is considered a primary government pursuant to GASB Statement No. 61. The District has determined that the Elgin Community College Foundation (the Foundation), a legally separate 501(c)(3) corporation, meets the requirements of GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, because of the nature and significance of the Foundation's relationship with the District, which has resulted in the Foundation being reported as a discretely presented component unit of the District as it is legally separate from the District. Separate financial statements of the Foundation are available from the Foundation's Executive Director at 1700 Spartan Drive, Elgin, Illinois 60123.

b. Measurement Focus, Basis of Accounting and Financial Statement Presentation

For financial reporting purposes, the District is considered a special purpose government engaged only in business-type activities. Accordingly, the District's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes; federal, state and local grants; state appropriations; and other contributions. On an accrual basis, revenue from property taxes is recognized in the period for which the levy is intended to finance. Revenue from grants, state appropriations and other contributions is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expense requirements, in which the resources are provided to the District on a reimbursement basis when qualifying expenses are incurred.

The District reports unearned revenue and deferred revenue on its statement of net position. Unearned revenues arise when a potential revenue does not meet both the measurable and earned criteria for recognition in the current period. Unearned revenues also arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to meeting all eligibility requirements. Deferred revenue results from property taxes being levied and reported as a receivable before the period for which the taxes are levied. In subsequent periods, when both revenue recognition criteria are met or when the District has met all eligibility requirements, the liability for unearned revenue or the deferred inflow for deferred revenue is removed from the statement of net position and revenue is recognized. Tuition and fee revenues related to courses primarily held after June 30, 2022 and 2021, respectively, are reported as unearned revenue.

c. Cash and Cash Equivalents

For purposes of the statement of cash flows, the District considers all pooled cash and investments and, for separate accounts, all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

d. Investments

Investments with a maturity less than one year when purchased and all non-negotiable certificates of deposit are carried at cost or amortized cost. Investments with a maturity greater than one year when purchased are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Inventories

Inventories consist primarily of items held for resale in the bookstore and the food services operations and are stated at the lower of cost or market using the first-in/first-out (FIFO) method.

f. Prepaid Assets

Prepaid assets represent payments for goods or services that benefit future periods.

g. Capital Assets

Capital assets include property, plant, equipment, intangible assets and infrastructure assets, such as roads and sidewalks. Capital assets are defined by the District as assets with an initial unit cost of above a set dollar threshold based on the asset type (see chart below). Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets except land and construction in progress of the District are depreciated using the straight-line method over the following useful lives:

Capital Asset Category	Capitalization Threshold	Estimated Useful Life
Equipment	\$ 5,000	8 years
O&M equipment	5,000	8 years
Vehicles	5,000	5 years
Computer equipment and software	5,000	3 years
Furniture and fixtures	5,000	8 years
Site improvements	50,000	10 years
Building improvements	50,000	5-10 years or matched to remaining life on building improved
Buildings	100,000	50 years

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Accrued Salaries and Benefits

Accumulated vacation leave and compensatory time is recorded as an expense and liability as the benefits accrue to employees. The liability for accumulated unpaid vacation leave is based upon accumulated days times the current pay rate for each employee. A maximum of 30 days of vacation and 40 hours of compensatory time may be accumulated for full-time, non-union staff. Since 1986, the District has offered a senior service incentive program to employees planning retirement. Provisions of the current contract with the Elgin Community College Faculty Association and other employee groups allow up to 15 faculty members to retire per year between 1998 and 2008 and to receive additional compensation during the final three years of employment and five years of paid health care. Administrators of the District with over ten years of service were also eligible for a similar plan. This benefit is no longer available to be taken, but there is still a liability accrued for employees that gave irrevocable notice prior to the elimination of the benefit. In 2021, the District offered a new senior service incentive program to employees planning retirement that provides for payments to be made in 2022 and 2023. These amounts are accrued as salaries payable once the employee is eligible and provides irrevocable notice to the District of their intent to utilize this benefit.

When a staff member retires after minimum years of service with the District he/she is allowed to apply his/her accrued sick leave days toward service credit for retirement with the State Universities Retirement System.

i. Long-Term Obligations

Long-term obligations are reported as liabilities in the applicable financial statements. Bond premiums and discounts are capitalized and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses in the period incurred.

j. Net Position

Net Investment in Capital Assets

This represents the District's total investment in capital assets, net of accumulated depreciation and net of liabilities outstanding incurred to construct or purchase capital assets.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Net Position (Continued)

Restricted Net Position

This includes resources that the District is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources when they are needed. None of the District's restricted net position are restricted as a result of the District's enabling legislation.

Unrestricted Net Position

This includes resources derived from student tuition and fees, state appropriations and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the District and may be used at the discretion of the governing board to meet current expenses for any purpose.

k. Classification of Revenues and Expenses

Operating revenue includes activities that have the characteristics of exchange transactions, such as (1) student tuition and fees and (2) sales and services of auxiliary enterprises, net of scholarship discounts and allowances. Non-operating revenue includes activities that have the characteristics of non-exchange transactions, such as (1) local property taxes, (2) state appropriations, (3) most federal, state and local grants and contracts and state appropriations and (4) gifts and contributions. Operating expenses include all direct expenses incurred for education purposes. Non-operating expenses are expenses incidental to operations.

l. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Federal Financial Assistance

The District participates in federally funded Pell Grants, SEOG Grants, Federal Work Study, Federal Family Education Loans and Perkins Loans programs and received funds under the Higher Education Emergency Relief Fund (HEERF). Federal programs are audited in accordance with Uniform Grant Guidance.

n. Pension and OPEB Revenue and Expense

The District applies the requirement of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, and recognizes a revenue and expense for the State of Illinois portion of College Insurance Plan (CIP) under a special funding situation (see Note 8). The District applies the requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, whereby the State of Illinois is responsible for the employer contribution and the total pension liability resulting from a special funding situation. Therefore, the District has reported its proportionate share of the collective pension expense and revenue for the State of Illinois' share (see Note 7).

o. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities and deferred inflows and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

2. DEPOSITS AND INVESTMENTS

ILCS authorizes the District to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and The Illinois Funds.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

The Illinois School District Liquid Asset Fund Plus (ISDLAF), operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at net asset value (NAV) rather than market value. The Multi-Class Series invests in high-quality short-term debt instruments (money market instruments), and shares may be redeemed on any Illinois banking day. The Term Series invest in high-quality debt instruments, which are generally money market instruments but may include instruments with a maturity over one year, and shared may be redeemed with seven day's advance notice.

In addition, the District's Board of Trustees has adopted an investment policy which provides further restrictions on the investment of district funds. It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy, in order of priority are: safety of principal, liquidity, return on investment and maintaining public trust. The use of derivatives is expressly prohibited by the policy.

a. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District's investment policy requires all deposits with financial institutions in excess of federal depository insurance be collateralized at 110% of the uninsured bank balance, with collateral held by the Federal Reserve Bank, the District's agent or by the trust department or escrow agent of the pledging institution, evidenced by a written collateral agreement.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Investments

The following table presents the debt investments of the District as of June 30, 2022 by type of investment:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury notes	\$ 69,169,975	\$ 26,774,965	\$ 42,395,010	\$ -	\$ -
U.S. agency securities	16,176,088	16,176,088	-	-	-
Negotiable certificates of deposit	6,420,878	3,811,717	2,609,161	-	-
TOTAL	\$ 91,766,941	\$ 46,762,770	\$ 45,004,171	\$ -	\$ -

The following table presents the debt investments of the District as of June 30, 2021 by type of investment:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury notes	\$ 26,691,949	\$ -	\$ 26,691,949	\$ -	\$ -
Negotiable certificates of deposit	5,236,436	-	5,236,436	-	-
TOTAL	\$ 31,928,385	\$ -	\$ 31,928,385	\$ -	\$ -

In accordance with its investment policy, the District limits its exposure to interest rate risk by limiting the maturities for its investments to generally less than two years when purchased (180 days for commercial paper).

The District limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by requiring investments primarily in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government, commercial paper obligations must be rated in the two highest classifications by two major rating agencies. At June 30, 2022, the U.S. agency securities were rated Aaa by Moody's.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the District's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the District's agent separate from where the investment was purchased.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Investments (Continued)

Concentration of Credit Risk

The District requires diversification to eliminate the risk of loss resulting in over concentration in a specific maturity issuer or class of securities. The District requires allocation as follows: a maximum of 100% can be invested in securities issued by the United States of America and its agencies, a maximum of 90% can be invested in collateralized savings, time deposits or certificates of deposit with federally insured institutions. Up to 33% can be invested in collateralized repurchase agreements, commercial paper, limited to 10% in any one institution and The Illinois Funds and other money market fund.

The District categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The District has the following recurring fair value measurements as of June 30, 2022: U.S. Treasury securities of \$69,169,975, U.S. agency securities of \$16,176,088, and negotiable certificates of deposit of \$6,420,878 are valued using a matrix pricing model (Level 2 inputs).

The District has the following recurring fair value measurements as of June 30, 2021: U.S. Treasury securities of \$26,691,949 and negotiable certificates of deposit of \$5,236,436 are valued using a matrix pricing model (Level 2 inputs).

3. PROPERTY TAXES

The following information gives significant dates on the property tax calendar of the District.

- The property tax lien date is January 1.
- The annual tax levy resolution for 2020 was passed on December 8, 2020 and the annual tax levy resolution for 2021 was passed on December 14, 2021.
- Property taxes are due to the County Collectors in two installments, June 1 and September 1 of the calendar year following the year the tax attaches as a lien.
- The District will receive the majority of its distributions in June, July, September and November 2021 and 2022.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. PROPERTY TAXES (Continued)

Property taxes are recognized as revenue in the year intended to finance, regardless of when collected. The second half of the 2021 (2020) tax levy is intended to finance the 2022 (2021) fiscal year and, accordingly, is reported as deferred revenue. The 2022 tax levy, which attached as an enforceable lien on property as of January 1, 2022, has not been recorded as a receivable as of June 30, 2022 as the tax has not yet been levied by the District and will not be levied until December 2022 and, therefore, the levy is not measurable at June 30, 2022.

4. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2022 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated				
Land	\$ 19,928,997	\$ -	\$ -	\$ 19,928,997
Construction in progress	1,467,520	6,683,550	2,369,863	5,781,207
Total capital assets not being depreciated	21,396,517	6,683,550	2,369,863	25,710,204
Capital assets being depreciated				
Buildings	240,728,733	2,369,863	-	243,098,596
Site improvements	25,329,616	39,294	-	25,368,910
Machinery and equipment	15,889,099	800,590	250,253	16,439,436
Furniture and fixtures	322,288	-	-	322,288
Total capital assets being depreciated	282,269,736	3,209,747	250,253	285,229,230
Less accumulated depreciation for				
Buildings	93,805,322	5,753,220	-	99,558,542
Site improvements	17,859,437	1,413,061	-	19,272,498
Machinery and equipment	12,381,504	862,030	250,253	12,993,281
Furniture and fixtures	170,322	29,601	-	199,923
Total accumulated depreciation	124,216,585	8,057,912	250,253	132,024,244
Total capital assets being depreciated, net	158,053,151	(4,848,165)	-	153,204,986
CAPITAL ASSETS, NET	\$ 179,449,668	\$ 1,835,385	\$ 2,369,863	\$ 178,915,190

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

Capital asset activity for the year ended June 30, 2021 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated				
Land	\$ 19,065,397	\$ 863,600	\$ -	\$ 19,928,997
Construction in progress	-	1,467,520	-	1,467,520
Total capital assets not being depreciated	19,065,397	2,331,120	-	21,396,517
Capital assets being depreciated				
Buildings	244,187,664	204,588	3,663,519	240,728,733
Site improvements	25,329,616	-	-	25,329,616
Machinery and equipment	16,077,646	742,155	930,702	15,889,099
Furniture and fixtures	393,376	-	71,088	322,288
Total capital assets being depreciated	285,988,302	946,743	4,665,309	282,269,736
Less accumulated depreciation for				
Buildings	91,291,566	5,659,580	3,145,824	93,805,322
Site improvements	16,450,305	1,409,132	-	17,859,437
Machinery and equipment	12,342,081	911,457	872,034	12,381,504
Furniture and fixtures	214,058	27,352	71,088	170,322
Total accumulated depreciation	120,298,010	8,007,521	4,088,946	124,216,585
Total capital assets being depreciated, net	165,690,292	(7,060,778)	576,363	158,053,151
CAPITAL ASSETS, NET	\$ 184,755,689	\$ (4,729,658)	\$ 576,363	\$ 179,449,668

5. LONG-TERM DEBT

Changes in long-term debt for the year ended June 30, 2022 were as follows:

	Balances July 1, 2021	Issuance*	Repayment/ Refunded/ Amortization	Balances June 30, 2022	Current Portion
General Obligation Refunding Bonds					
Series 2012	\$ 3,355,000	\$ -	\$ 380,000	\$ 2,975,000	\$ 2,975,000
General Obligation Bonds					
Series 2013A	3,300,000	-	3,300,000	-	-
General Obligation Bonds					
Series 2013B	10,000,000	-	-	10,000,000	-

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

	Balances July 1, 2021	Issuance*	Repayment/ Refunded/ Amortization	Balances June 30, 2022	Current Portion
General Obligation Refunding Bonds Series 2019	\$ 38,585,000	\$ -	\$ -	\$ 38,585,000	\$ -
General Obligation Refunding Bonds Series 2021A	29,495,000	-	455,000	29,040,000	2,805,000
General Obligation Refunding Bonds Series 2021B	61,755,000	-	1,940,000	59,815,000	785,000
Premium on general obligation bonds	14,478,576	-	1,033,376	13,445,200	-
TOTAL	\$ 160,968,576	\$ -	\$ 7,108,376	\$ 153,860,200	\$ 6,565,000

Changes in long-term debt for the year ended June 30, 2021 were as follows:

	Balances July 1, 2020	Issuance*	Repayment/ Refunded/ Amortization	Balances June 30, 2021	Current Portion
General Obligation (Capital Appreciation) Bonds Series 2001B	\$ 467,380	\$ 12,620	\$ 480,000	\$ -	\$ -
General Obligation Taxable, Build America Bonds Series 2010B	6,000,000	-	6,000,000	-	-
General Obligation Taxable, Build America Bonds Series 2010C	35,000,000	-	35,000,000	-	-
General Obligation Taxable, Build America Bonds Series 2010D	35,270,000	-	35,270,000	-	-
General Obligation Refunding Bonds Series 2012	3,850,000	-	495,000	3,355,000	380,000
General Obligation Bonds Series 2013A	33,250,000	-	29,950,000	3,300,000	3,300,000
General Obligation Bonds Series 2013B	10,000,000	-	-	10,000,000	-
General Obligation Refunding Bonds Series 2019	38,585,000	-	-	38,585,000	-
General Obligation Refunding Bonds Series 2021A	-	29,495,000	-	29,495,000	455,000
General Obligation Refunding Bonds Series 2021B	-	61,755,000	-	61,755,000	1,940,000
Premium on general obligation bonds	3,316,842	13,065,756	1,904,022	14,478,576	-
Discount on general obligation bonds	(155,000)	-	(155,000)	-	-
TOTAL	\$ 165,584,222	\$ 104,328,376	\$ 108,944,022	\$ 160,968,576	\$ 6,075,000

*Annual accretion of interest.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

General Obligation Bonds

The District issues general obligation bonds to finance various capital improvements. General Obligation Bonds at June 30, 2021 are comprised of the following:

\$8,798,748 General Obligation (Capital Appreciation) Bonds, Series 2001B, dated June 28, 2001. The bonds are payable in annual installments of \$100,000 to \$900,000 from December 15, 2005 to December 15, 2020. Interest is not payable annually but rather accretes semiannually at rates of 4.00% to 5.40% to the principal each June 15 and December 15 and is payable upon maturity. These bonds were paid off in 2021.

\$6,000,000 General Obligation Taxable Build America Bonds, Series 2010B, dated August 12, 2010. The bonds are payable in one installment of \$6,000,000 on December 15, 2026. Interest is payable semiannually each June 15 and December 15 at a rate of 5.125%. Pursuant to the American Recovery and Reinvestment Act, the District is eligible to receive a rebate from the U.S. Treasury Department of up to 35% of the interest paid each year. The net interest rate for the Series 2010B Build America Bonds, after rebate, is 3.33%. These bonds were refunded in 2021.

\$35,000,000 General Obligation Taxable Build America Bonds, Series 2010C, dated August 12, 2010. The bonds are payable in installments of \$3,105,000 to \$10,050,000 annually on December 15, 2028 through December 15, 2034. Interest is payable semiannually each June 15 and December 15 at a rate of 5.45% to 5.70%. Pursuant to the American Recovery and Reinvestment Act, the District is eligible to receive a rebate from the U.S. Treasury Department of up to 35% of the interest paid each year. The net interest rate for the Series 2010C Build America Bonds, after rebate, is 3.54% to 3.71%. These bonds were refunded in 2021.

\$40,000,000 General Obligation Taxable Build America Bonds, Series 2010D, dated November 23, 2010. The bonds are payable in installments of \$630,000 to \$12,460,000 annually on December 15, 2016 through December 15, 2027 with one final payment on December 15, 2035. Interest is payable semiannually each June 15 and December 15 at a rate of 2.50% to 6.00%. Pursuant to the American Recovery and Reinvestment Act, the District is eligible to receive a rebate from the U.S. Treasury Department of up to 35% of the interest paid each year. The net interest rate for the Series 2010D Build America Bonds, after rebate, is 1.63% to 3.90%. These bonds were refunded in 2021.

\$8,040,000 General Obligation Refunding Bonds, Series 2012, dated March 13, 2012. The bonds are payable in installments of \$380,000 to \$2,975,000 annually on December 15, 2016 through December 15, 2022. Interest is payable semiannually each June 15 and December 15 at a rate of 2.00% to 2.40%.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

General Obligation Bonds (Continued)

\$38,000,000 General Obligation Bonds, Series 2013A, dated April 1, 2013. The bonds are payable in installments of \$800,000 to \$6,100,000 annually on December 15, 2016 through December 15, 2029. Interest is payable semiannually each June 15 and December 15 at a rate of 3% to 4%. These bonds were paid in full during the fiscal year ended June 30, 2022.

\$10,000,000 General Obligation Bonds, Series 2013B, dated April 16, 2013. The bonds are payable in installments of \$1,000,000 to \$6,200,000 annually on December 15, 2029 through December 15, 2031. Interest is payable semiannually each June 15 and December 15 at a rate of 3.15% to 3.30%.

\$38,585,000 General Obligation Refunding Bonds, Series 2019. The bonds mature on December 15, beginning December 15, 2023 through December 15, 2034, with maturities from \$4,525,000 to \$11,695,000. Interest is due semiannually on June 15 and December 15 at 3%, commencing December 15, 2019.

\$29,495,000 General Obligation Refunding Bonds, Series 2021A. The Series 2021A bonds mature on December 15, beginning December 15, 2021 through December 15, 2029, with maturities from \$455,000 to \$6,015,000. Interest is due semiannually on June 15 and December 15 at rates from 0.25% to 1.45%, commencing December 15, 2021.

\$61,755,000 General Obligation Refunding Bonds, Series 2021B. The Series 2021B bonds mature on December 15, beginning December 15, 2021 through December 15, 2035, with maturities from \$775,000 to \$11,845,000. Interest is due semiannually on June 15 and December 15 at 4%, commencing December 15, 2021.

The District issued \$38,585,000 General Obligation Refunding Bonds, Series 2019 to refund \$4,800,000 of the District's Taxable General Obligation Bonds, Series 2009B and \$35,000,000 of the District's Taxable General Obligation Bonds, Series 2009C. Through the refunding transaction, the College achieved a cash flow savings of \$7,096,906 and an economic gain of \$5,960,254. The 2009B and 2009C bonds were called and paid off on December 15, 2019.

The District issued \$29,495,000 General Obligation Refunding Bonds, Series 2021A and \$61,755,000 General Obligation Refunding Bonds, Series 2021B to refund \$6,000,000 of the District's Taxable Build America Bonds, Series 2010B, \$35,000,000 of the District's Taxable Build America Bonds, Series 2010C, \$32,470,000 of the District's Taxable Build America Bonds, Series 2010D and \$28,150,000 of the District's Taxable General Obligation Bonds, Series 2013A. Through the refunding transactions, the College achieved a cash flow savings of \$18,703,480 and an economic gain of \$16,837,149.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

General Obligation Bonds (Continued)

Debt service to maturity on these issues is as follows:

Fiscal Year Ending	General Obligation Bonds		
	Principal	Interest	Total
2023	\$ 6,565,000	\$ 4,094,019	\$ 10,659,019
2024	6,465,000	3,953,699	10,418,699
2025	6,905,000	3,798,742	10,703,742
2026	7,435,000	3,599,473	11,034,473
2027	7,635,000	3,354,105	10,989,105
2028	9,080,000	3,143,645	12,223,645
2029	9,060,000	2,947,326	12,007,326
2030	10,080,000	2,763,363	12,843,363
2031	10,575,000	2,492,650	13,067,650
2032	11,950,000	2,075,200	14,025,200
2033	13,745,000	1,628,875	15,373,875
2034	14,140,000	1,187,425	15,327,425
2035	14,935,000	718,450	15,653,450
2036	11,845,000	236,900	12,081,900
TOTAL	\$ 140,415,000	\$ 35,993,872	\$ 176,408,872

6. RISK MANAGEMENT AND CONTINGENT LIABILITIES

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorney the resolution of these matters will not have a material adverse effect on the financial condition of the District.

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; error and omissions; injuries to employees; employee health; and natural disasters. These risks, except for employee health, are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage in the past three fiscal years.

The District is self-insured for employee health insurance. The District's third party administrator (TPA) processes all claims for the District and is reimbursed monthly for the claims paid in the previous month. During fiscal year 2008, the District modified its employee health insurance to be purchased through a third party provider in a modified self-insured program, effective July 1, 2008.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RISK MANAGEMENT AND CONTINGENT LIABILITIES (Continued)

The District, through the third party provider, has purchased specific and aggregate excess insurance to limit its exposure. For fiscal years 2022 and 2021, the specific coverage is \$110,000 per covered person and the aggregate attachment is approximately \$7,223,939 and \$6,523,657, respectively, on a fiscal year basis. A liability for claims incurred but not paid as of the fiscal year end, including an estimate of incurred but not reported claims has been accrued as of June 30, 2022 and 2021.

A reconciliation of the health claim liability for the last three years is as follows:

	2022	2021	2020
CLAIMS PAYABLE, JULY 1	\$ 1,241,292	\$ 1,063,535	\$ 1,097,719
Claims paid	(11,352,449)	(10,216,691)	(8,351,643)
Claims incurred	11,510,775	10,394,448	8,317,459
CLAIMS PAYABLE, JUNE 30	<u>\$ 1,399,618</u>	<u>\$ 1,241,292</u>	<u>\$ 1,063,535</u>

7. RETIREMENT COMMITMENTS

Plan Description

The District contributes to the State Universities Retirement System of Illinois (SURS), a cost-sharing multiple-employer defined benefit plan with a special funding situation whereby the State of Illinois (the State) makes substantially all actuarially determined required contributions on behalf of the participating employers. SURS was established July 21, 1941 to provide retirement annuities and other benefits for staff members and employees of state universities, certain affiliated organizations and certain other state educational and scientific agencies and for survivors, dependents and other beneficiaries of such employees. SURS is considered a component unit of the State's financial reporting entity and is included in the State's financial reports as a pension trust fund. SURS is governed by Section 5/15, Chapter 40 of the ILCS. SURS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by accessing the website at www.SURS.org.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT COMMITMENTS (Continued)

Benefits Provided

A traditional benefit plan was established in 1941. Public Act 90-0448 enacted effective January 1, 1998, established an alternative defined benefit program known as the portable benefit package. The traditional and portable plan Tier 1 refers to members that began participation prior to January 1, 2011. Public Act 96-0889 revised the traditional and portable benefit plans for members who begin participation on or after January 1, 2011, and who do not have other eligible Illinois reciprocal system services. The revised plan is referred to as Tier 2. New employees are allowed six months after their date of hire to make an irrevocable election. A summary of the benefit provisions as of June 30, 2022 and 2021 can be found in SURS' annual comprehensive financial report (ACFR) notes to financial statements.

Contributions

The State is primarily responsible for funding SURS on behalf of the individual employers at an actuarially determined amount. Public Act 88-0593 provides a Statutory Funding Plan consisting of two parts: (i) a ramp-up period from 1996 to 2010 and (ii) a period of contributions equal to a level percentage of the payroll of active members of SURS to reach 90% of the total actuarial accrued liability by the end of fiscal year 2045. Employer contributions from trust, federal and other funds are provided under Section 15-155(b) of the Illinois Pension Code and require employers to pay contributions which are sufficient to cover the accruing normal costs on behalf of applicable employees. The employer normal cost for fiscal years 2021 and 2022 was 12.70% and 12.32%, respectively, of employee payroll. The normal cost is equal to the value of current year's pension benefit and does not include any allocation for the past unfunded liability or interest on the unfunded liability. Plan members are required to contribute 8% of their annual covered salary. The contribution requirements of plan members and employers are established and may be amended by the Illinois General Assembly.

Participating employers make contributions toward separately financed specific liabilities under Section 15.139.5(e) of the Illinois Pension Code (relating to contributions payable due to the employment of affected annuitants or specific return to work annuitants) and Section 15.155(g) (relating to contributions payable due to earning increases exceeding 6% during the final rate of earnings period).

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT COMMITMENTS (Continued)

Funding Policy

The following disclosures are in accordance with GASB Statement No. 68.

- a. Pension Liabilities, Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Net Pension Liability

At June 30, 2021 and 2020, SURS reported a net pension liability of \$28,528,477,079 and \$30,619,504,321, respectively. The net pension liability was measured as of June 30, 2020 and 2019.

Employer Proportionate Share of Net Pension Liability

For the year ended June 30, 2022, the amount of the proportionate share of the net pension liability to be recognized for the District is \$0. The proportionate share of the State's net pension liability associated with the District is \$344,061,422 or 1.2060%. This amount is not recognized in the financial statement due to the special funding situation. The net pension liability was measured as of June 30, 2021 and the total pension used to calculate the net pension liability was determined based on the June 30, 2020 actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable earnings made to SURS during fiscal year 2021.

For the year ended June 30, 2021, the amount of the proportionate share of the net pension liability to be recognized for the District is \$0. The proportionate share of the State's net pension liability associated with the District is \$370,205,477 or 1.2091%. This amount is not recognized in the financial statement due to the special funding situation. The net pension liability was measured as of June 30, 2020 and the total pension used to calculate the net pension liability was determined based on the June 30, 2019 actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable earnings made to SURS during fiscal year 2020.

Pension Expense

At June 30, 2021 and 2020, SURS reported a collective net pension expense of \$2,342,460,058 and \$3,364,411,021, respectively.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

- a. Pension Liabilities, Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Employer Proportionate Share of Pension Expense

The District's proportionate share of collective net pension expense is recognized as both revenue and matching expense in the 2022 financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable earnings made to SURS during fiscal year 2021. As a result, the District recognized revenue and pension expense of \$28,250,724 for the fiscal year ended June 30, 2022.

The District's proportionate share of collective net pension expense is recognized as both revenue and matching expense in the 2021 financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable earnings made to SURS during fiscal year 2020. As a result, the District recognized revenue and pension expense of \$40,677,451 for the fiscal year ended June 30, 2021.

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Deferred outflows of resources are the consumption of net assets by the District that is applicable to future reporting periods. The District paid \$261,090 in federal, trust or grant contributions for the fiscal year ended June 30, 2022. These contributions were made subsequent to the pension liability measurement date of June 30, 2021 and are recognized as deferred outflows of resources as of June 30, 2022.

Deferred outflows of resources are the consumption of net assets by the District that is applicable to future reporting periods. The District paid \$238,138 in federal, trust or grant contributions for the fiscal year ended June 30, 2021. These contributions were made subsequent to the pension liability measurement date of June 30, 2020 and are recognized as deferred outflows of resources as of June 30, 2021.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs

Actuarial Assumptions

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period June 30, 2017 to 2020. The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	3.25% to 12.25%, including inflation
Investment rate of return	6.50% beginning with the actuarial valuation as of June 30, 2021

Mortality rates were based on the RP2014 White Collar, gender distinct tables with projected generational mortality and a separate mortality assumption for disabled participants.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period June 30, 2014 to 2017. The total pension liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	3.25% to 12.25%, including inflation
Investment rate of return	6.75% beginning with the actuarial valuation as of June 30, 2018

Mortality rates were based on the RP2014 White Collar, gender distinct tables with projected generational mortality and a separate mortality assumption for disabled participants.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return were adopted by the plan's trustees after considering input from the plan's investment consultant(s) and actuary(s). For each major asset class that is included in the pension plan's target asset allocation as of June 30, 2021 and 2020, these best estimates are summarized in the following tables:

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Continued)

2021		
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Public Equity	41.00%	6.30%
Credit Fixed Income	14.00%	1.82%
Core Real Assets	5.00%	3.92%
Options Strategies	6.00%	4.20%
Private Equity	7.50%	10.45%
Non-Core Real Assets	2.50%	8.83%
U.S. TIPS	6.00%	(0.22)%
Core Fixed Income	8.00%	(0.81)%
Systematic Trend Following	3.50%	3.45%
Alternative Risk Premia	3.00%	2.30%
Long Duration	3.50%	0.91%
Total	100.00%	4.43%
Inflation		2.25%
EXPECTED ARITHMETICAL RETURN		6.68%
2020		
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Public Equity	44.00%	6.67%
Credit Fixed Income	14.00%	2.39%
Core Real Assets	5.00%	4.14%
Options Strategies	6.00%	4.44%
Private Equity	8.00%	9.66%
Non-Core Real Assets	3.00%	8.70%
U.S. TIPS	6.00%	0.13%
Core Fixed Income	8.00%	(0.45)%
Systematic Trend Following	2.10%	2.16%
Alternative Risk Premia	1.80%	1.60%
Long Duration	2.10%	0.86%
Total	100.00%	4.84%
Inflation		2.25%
EXPECTED ARITHMETICAL RETURN		7.09%

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

2022

Discount Rate

A single discount rate of 6.12% was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 6.50% and a municipal bond rate of 1.92% (based on the weekly rate closest to but not later than the measurement date of the 20-Year Bond Buyer Index as published by the Federal Reserve). The projection of cash flows used to determine this single discount rate were the amounts of contributions attributable to current plan members and assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the statutory contribution rates under SURS funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2075. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2075, and the municipal bond rate was applied to all benefit payments after that date.

Sensitivity of the SURS Net Pension Liability to Changes in the Discount Rate

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 6.12%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1 percentage-point lower or 1 percentage point higher:

	1% Decrease (5.12%)	Current Single Discount Rate Assumption (6.12%)	1% Increase (7.12%)
Net pension liability	\$ 35,000,704,353	\$ 28,528,477,079	\$ 23,155,085,730

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

2021

Discount Rate

A single discount rate of 6.49% was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 6.75% and a municipal bond rate of 2.45% (based on the weekly rate closest to but not later than the measurement date of the 20-Year Bond Buyer Index as published by the Federal Reserve). The projection of cash flows used to determine this single discount rate were the amounts of contributions attributable to current plan members and assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the statutory contribution rates under SURS funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2075. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2075, and the municipal bond rate was applied to all benefit payments after that date.

Sensitivity of the SURS Net Pension Liability to Changes in the Discount Rate

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 6.49%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1 percentage-point lower or 1 percentage point higher:

	1% Decrease (5.49%)	Current Single Discount Rate Assumption (6.49%)	1% Increase (7.49%)
Net pension liability	\$ 36,893,469,884	\$ 30,619,504,321	\$ 25,441,837,592

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT COMMITMENTS (Continued)

Defined Contribution Pension Plan

a. Plan Description

The District contributes to the Retirement Savings Plan (RSP) administered by the State Universities Retirement System (SURS), a cost-sharing multiple-employer defined contribution pension plan with a special funding situation whereby the State of Illinois (State) makes substantially all required contributions on behalf of the participating employers. SURS was established July 21, 1941, to provide retirement annuities and other benefits for staff members and employees of state universities, certain affiliated organizations, and certain other state educational and scientific agencies and for survivors, dependents, and other beneficiaries of such employees. SURS is governed by Chapter 40, Act 5, Article 15 of the Illinois Compiled Statutes. SURS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by accessing the website at www.SURS.org. The RSP and its benefit terms were established and may be amended by the State's General Assembly.

b. Benefits Provided

A defined contribution pension plan, originally called the Self-Managed Plan, was added to SURS benefit offerings as a result of Public Act 90-0448 enacted effective January 1, 1998. The plan was renamed the RSP effective September 1, 2020, after an extensive plan redesign. New employees are allowed six months after their date of hire to make an irrevocable election whether to participate in either the traditional or portable defined benefit pension plans or the RSP. A summary of the benefit provisions as of June 30, 2021, can be found in SURS Annual Comprehensive Financial Report- Notes to the Financial Statements.

c. Contributions

All employees who have elected to participate in the RSP are required to contribute 8.0% of their annual covered earnings. Section 15-158.2(h) of the Illinois Pension Code provides for an employer contribution to the RSP of 7.6% of employee earnings. The State is primarily responsible for contributing to the RSP on behalf of the individual employers. Employers are required to make the 7.6% contribution for employee earnings paid from "trust, federal, and other funds" as described in Section 15-155(b) of the Illinois Pension Code. The contribution requirements of plan members and employers were established and may be amended by the State's General Assembly.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

Defined Contribution Pension Plan (Continued)

d. Forfeitures

Employees are not vested in employer contributions to the RSP until they have attained five years of service credit. Should an employee leave SURS-covered employment with less than five years of service credit, the portion of the employee's RSP account designated as employer contributions is forfeited. Employees who later return to SURS-covered employment will have these forfeited employer contributions reinstated to their account, so long as the employee's own contributions remain in the account. Forfeited employer contributions are managed by SURS and are used both to reinstate previously forfeited contributions and to fund a portion of the State's contributions on behalf of the individual employers. The vesting and forfeiture provisions of the RSP were established and may be amended by the State's General Assembly.

e. Pension Expense Related to Defined Contribution Pensions

Defined Contribution Pension Expense

For the year ended June 30, 2021, the State's contributions to the RSP on behalf of individual employers totaled \$76,280,832. Of this amount, \$70,403,460 was funded via an appropriation from the State and \$5,877,372 was funded from previously forfeited contributions.

Employer Proportionate Share of Defined Contribution Pension Expense

The employer proportionate share of collective defined contribution pension expense is recognized as nonoperating revenue with matching operating expense (compensation and benefits) in the financial statements. The basis of allocation used in the proportionate share of collective defined contribution pension expense is the actual reported pensionable contributions made to the RSP during fiscal year 2021. The College's share of pensionable contributions was 0.7979%. As a result, the College recognized revenue and defined contribution pension expense of \$608,645 from this special funding situation during the year ended June 30, 2022, of which \$46,896 constituted forfeitures.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. RETIREE HEALTH PLAN

Plan Description

In addition to the pension plan described previously, the District contributes to CIP, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the State. CIP provides health, vision and dental benefits to retired staff of participating community colleges. The benefits, employer, employee, retiree and state contributions are dictated by ILCS through the State Group Insurance Act of 1971 (the Act) and can only be changed by the Illinois General Assembly. Separate financial statements, including required supplementary information, may be obtained from the Department of Healthcare and Family Services, 201 South Grand Avenue East, Springfield, Illinois 62763.

The Act requires every active contributor (employee) of SURS to contribute 0.50% of covered payroll and every community college district to contribute 0.50% of covered payroll. Retirees pay a premium for coverage that is also determined by ILCS. The State Pension Funds Continuing Appropriation Act (40/ILCS 15/1.4) requires the State of Illinois to contribute 0.50% of estimated covered payroll directly to the plan. The result is pay-as-you-go financing of the plan.

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB and OPEB expense, information about the fiduciary net position of CIP and additions to/deductions from CIP's fiduciary net position have been determined on the same basis as they are reported by CIP. For this purpose, CIP recognizes benefit payments when due and payable in accordance with the benefit terms. Investments, if any, are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

2022

At June 30, 2022, the District reported a liability of \$41,720,615 for its proportionate share of the total OPEB liability that reflected a reduction for State OPEB support of \$41,720,615 resulting in a total OPEB liability associated with the District of \$83,441,230. The OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation performed as of June 30, 2020 rolled forward to June 30, 2021. The District's proportion of the net OPEB liability was based on the District's actual contributions to the OPEB plan relative to the projected contributions of all participating colleges and the State, statutorily determined.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2022 (Continued)

At June 30, 2022 and 2021, the District's proportions were 2.403908% and 2.247245%, respectively.

For the year ended June 30, 2022, the District recognized OPEB expense of \$246,968 and revenue of \$246,968 for support provided by the State. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 264,024	\$ 3,049,283
Changes in assumption	-	7,969,957
Changes in proportionate share and differences between District contributions and proportionate share of contributions	4,074,731	814,634
Contributions made after the measurement date	227,821	-
Net difference between projected and actual earnings on OPEB plan investments	-	1,202
TOTAL	\$ 4,566,576	\$ 11,835,076

\$227,821 reported as deferred outflows or resources related to OPEB resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the measurement period end June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to CIP will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30,	
2023	\$ (2,896,121)
2024	(2,128,093)
2025	(1,572,360)
2026	(875,770)
2027	(23,977)
Thereafter	-
TOTAL	\$ (7,496,321)

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2022 (Continued)

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of June 30, 2020, rolled forward to June 30, 2021, the measurement date, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

Assumptions

Inflation	2.25%
Salary increases	3.25% to 12.25%
Investment rate of return	0.00%
Healthcare cost trend rates	8.00% trending to 4.25%
Asset valuation method	Fair value

Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Annuitant Mortality Table. For disabled annuitants mortality rates were based on the RP-2014 Disabled Annuitant table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table. Tables were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2017. The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period June 30, 2014 to June 30, 2017.

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since CIP is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates were 2.45% as of June 30, 2020, and 1.92% as of June 30, 2021.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2022 (Continued)

Rate Sensitivity

The following is a sensitivity analysis of the OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the OPEB liability of the District calculated using the discount rate of 1.92% as well as what the District's OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (0.92%) or 1 percentage point higher (2.92%) than the current rate:

	1% Decrease (0.92%)	Current Discount Rate (1.92%)	1% Increase (2.92%)
OPEB liability	\$ 47,532,037	\$ 41,720,615	\$ 36,701,917

The table below presents the District's OPEB liability, calculated using the healthcare cost trend rates as well as what the District's OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower, than the current healthcare cost trend rates. The key trend rates are 8% in 2022 decreasing to an ultimate trend rate of 4.25% in 2037.

	1% Decrease	Current Healthcare Rate	1% Increase
OPEB liability	\$ 34,377,123	\$ 41,720,615	\$ 51,555,720

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued CIP financial report.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2021

At June 30, 2021, the District reported a liability of \$40,961,964 for its proportionate share of the total OPEB liability that reflected a reduction for State OPEB support of \$40,961,964 resulting in a total OPEB liability associated with the District of \$81,923,928. The OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation performed as of June 30, 2019 rolled forward to June 30, 2020. The District's proportion of the net OPEB liability was based on the District's actual contributions to the OPEB plan relative to the projected contributions of all participating colleges and the State, statutorily determined.

At June 30, 2021 and 2020, the District's proportions were 2.247245% and 2.169716%, respectively.

For the year ended June 30, 2021, the District recognized OPEB expense of \$711,419 and revenue of \$711,419 for support provided by the State. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 372,105	\$ 2,292,559
Changes in assumption	-	6,548,318
Changes in proportionate share and differences between District contributions and proportionate share of contributions	1,606,115	1,140,995
Contributions made after the measurement date	225,202	-
Net difference between projected and actual earnings on OPEB plan investments	-	1,735
TOTAL	\$ 2,203,422	\$ 9,983,607

\$225,202 reported as deferred outflows or resources related to OPEB resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the measurement period end June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to CIP will be recognized in OPEB expense as follows:

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2021 (Continued)

Fiscal
Year Ending
June 30,

2022	\$ (2,369,994)
2023	(2,369,886)
2024	(1,651,910)
2025	(1,132,395)
2026	(481,202)
Thereafter	-
TOTAL	\$ (8,005,387)

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of June 30, 2019, rolled forward to June 30, 2020, the measurement date, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

Assumptions

Inflation	2.25%
Salary increases	3.25% to 12.25%
Investment rate of return	0.00%
Healthcare cost trend rates	8.25% trending to 4.25%
Asset valuation method	Fair value

Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Annuitant Mortality Table. For disabled annuitants mortality rates were based on the RP-2014 Disabled Annuitant table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table. Tables were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2017. The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period June 30, 2014 to June 30, 2017.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2021 (Continued)

Actuarial Assumptions (Continued)

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since CIP is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates were 3.13% as of June 30, 2019, and 2.45% as of June 30, 2020.

Rate Sensitivity

The following is a sensitivity analysis of the OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the OPEB liability of the District calculated using the discount rate of 2.45% as well as what the District's OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.45%) or 1 percentage point higher (3.45%) than the current rate:

	1% Decrease (1.45%)	Current Discount Rate (2.45%)	1% Increase (3.45%)
OPEB liability	\$ 46,673,129	\$ 40,961,964	\$ 36,036,978

The table below presents the District's OPEB liability, calculated using the healthcare cost trend rates as well as what the District's OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower, than the current healthcare cost trend rates. The key trend rates are 8.25% in 2021 decreasing to an ultimate trend rate of 4.25% in 2037.

	1% Decrease	Current Healthcare Rate	1% Increase
OPEB liability	\$ 33,941,086	\$ 40,961,964	\$ 50,274,824

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2021 (Continued)

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued CIP financial report.

9. VOLUNTARY RETIREMENT BENEFITS

In addition to the retirement benefits provided by the District described above, the District previously provided voluntary retirement benefits, considered early retirement incentives. These include employer paid voluntary retirement incentives (deferred compensation) as well as employer paid health care coverage to retirees for five years. The voluntary retirement benefits were available to employees who attained age 55 with at least eight years of continuous employment and who gave an irrevocable pledge to take the incentive prior to June 30, 2008. The benefits provided were a percentage of their final year's salary over three years, depending upon the age at retirement and health insurance coverage for five years. There were 33 and 33 employees and former employees either receiving benefits or who had given irrevocable notice and are eligible to receive benefits in the future as of June 30, 2022 and 2021, respectively.

The District has recorded a liability for the early retirement incentives when the irrevocable pledge is received from the employee. The assumptions used calculating the liability were a health care trend rate of 7% and projected salary increases of 3.75% along with an investment rate of return of 4%. An additional assumption was made related to the increased compensation related to the deferred compensation provision over the final three years of employment. This will result in larger than 6% annual salary increases which will result in the District being responsible for the additional SURS benefit costs over the retirement life of the employee, in accordance with ILCS. The present value of this future annuity is recorded as an additional portion of this liability. The liability of \$1,594,039 and \$1,627,959 at June 30, 2022 and 2021, respectively, is recorded as a liability in the District's financial statements as accrued salary and benefits payable and accrued health care liability payable.

ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. VOLUNTARY RETIREMENT BENEFITS (Continued)

The District has also recorded a liability during fiscal year 2022 for early retirement incentives. These include employer paid voluntary retirement incentives (deferred compensation) as well as employer paid health care coverage to retirees to be paid out through June 2023. The voluntary retirement benefits were available to employees who attained age 55 with at least 15 years of continuous full-time employment and who gave an irrevocable pledge to take the incentive prior to May 14, 2021. The benefits provided for faculty employees were post-retirement payments of \$25,000 on June 15, 2022 and June 15, 2023. The benefits provided for administrative and staff employees were postretirement payments of 50% of their salary at the time of retirement with 25% payable on June 15, 2022 and June 15, 2023. There were 14 and 18 employees and former employees either receiving benefits or who had given irrevocable notice and are eligible to receive benefits in the future as of June 30, 2022 and 2021, respectively. The liability of \$570,037 and \$1,250,817 at June 30, 2022 and 2021, respectively, is recorded as a liability in the District's financial statements as accrued salary and benefits payable and accrued health care liability payable.

REQUIRED SUPPLEMENTARY INFORMATION

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
STATE UNIVERSITIES RETIREMENT SYSTEM OF ILLINOIS

Last Eight Fiscal Years

MEASUREMENT DATE JUNE 30,	2022	2021	2020	2019	2018	2017	2016	2015
(a) Proportion percentage of the collective net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
(b) Proportion amount of the collective net pension	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(c) Portion of non-employer contributing entities' total proportion of collective net pension liability associated with employer	344,061,422	370,205,477	339,184,041	325,315,595	313,774,339	321,283,731	283,916,422	256,747,050
TOTAL (b) + (c)	\$ 344,061,422	\$ 370,205,477	\$ 339,184,041	\$ 325,315,595	\$ 313,774,339	\$ 321,283,731	\$ 283,916,422	\$ 256,747,050
Employer covered payroll	\$ 46,588,305	\$ 44,813,006	\$ 42,707,878	\$ 42,322,759	\$ 43,536,271	\$ 44,783,792	\$ 43,699,564	\$ 42,948,297
Proportion of collective net pension liability associated with employer as a percentage of covered payroll	738.51%	826.11%	794.20%	768.65%	720.72%	717.41%	649.70%	597.80%
SURS plan net position as a percentage of total pension liability	45.45%	39.05%	40.71%	41.27%	42.04%	39.57%	42.37%	44.39%
ELGIN COMMUNITY COLLEGE - DISTRICT NUMBER 509								
Federal, trust, grant and other contribution	261,090	238,138	278,049	234,392	187,448	202,288	183,047	165,555
Contribution in relation to required contribution	261,090	238,138	278,049	234,392	187,448	202,288	183,047	165,555
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employer covered payroll	46,588,305	44,813,006	42,707,878	42,322,759	43,536,271	44,783,792	43,699,564	42,948,297
Contributions as a percentage of covered payroll	0.56%	0.53%	0.65%	0.55%	0.43%	0.45%	0.42%	0.39%

Note: SURS implemented GASB No. 68 in fiscal year 2015. The information above is presented for as many years as available. The schedule is intended to show information for ten years.

Notes to Required Supplementary Information

Changes of Benefit Terms - There were no benefit changes recognized in the total pension liability as of June 30, 2021.

Changes of Assumptions - In accordance with ILCS, an actuarial review is to be performed at least once every three years to determine the reasonableness of actuarial assumptions regarding the retirement, disability, mortality, turnover, interest and salary of the members and benefit recipients of SURS. An experience review for the years June 30, 2017 to June 30, 2020 was performed in Spring 2021, resulting in the adoption of new assumptions as of June 30, 2021.

- Salary increase. Change in the overall assumed salary increase rates, ranging from 3.00% to 12.75% based on years of service, while maintaining the underlying wage inflation rate.
- Investment return. Decrease the investment return assumption to 6.50%. This reflects decreasing the assumed real rate of return to 4.25% and maintaining the underlying assumed price inflation of 2.25%.
- Effective rate of interest. Decrease the long-term assumption for the effective rate of interest for crediting the money purchase accounts to 6.50%.
- Normal retirement rates. Establish separate rates for members in academic positions and nonacademic positions to reflect that retirement rates for academic positions are lower than for nonacademic positions.
- Early retirement rates. Establish separate rates for members in academic positions and nonacademic positions to reflect that retirement rates for academic positions are lower than for nonacademic positions.
- Turnover rates. Change rates to produce slightly lower expected turnover for most members, while maintaining pattern of decreasing termination rates as years of service increase.
- Mortality rates. Change from the RP-2014 to the Pub-2010 mortality tables to reflect the latter's higher applicability to public pensions. Update the projection scale from the MP-2017 to the MP-2020 scale.
- Disability rates. Establish separate rates for members in academic positions and non-academic positions and maintain separate rates for males and females.
- Plan election. Change plan election assumptions to 75% Tier 2 and 2% Retirement Savings Plan (RSP) for non-academic members. Change plan election assumptions to 55% Tier 2 and 45% Retirement Savings Plan (RSP) for academic members.

(See independent auditor's report.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE
OF THE NET OPEB LIABILITY AND SCHEDULE OF CONTRIBUTIONS
COLLEGE INSURANCE PLAN**

Last Five Fiscal Years

MEASUREMENT DATE JUNE 30,	2021	2020	2019	2018	2017
College's proportion of the net OPEB liability	2.403908%	2.247245%	2.169716%	2.200284%	2.264336%
College's proportionate share of the net OPEB liability	\$ 41,720,615	\$ 40,961,964	\$ 40,975,965	\$ 41,480,897	\$ 41,293,273
Portion of State's' total proportion of net OPEB liability associated with the College	41,720,615	40,961,964	40,975,965	41,480,893	40,749,410
Total	\$ 83,441,230	\$ 81,923,928	\$ 81,951,930	\$ 82,961,790	\$ 82,042,683
College covered payroll	\$ 48,735,897	\$ 44,391,728	\$ 41,838,731	\$ 43,295,280	\$ 42,874,121
Proportion of collective net OPEB liability associated with the College as a percentage of covered payroll	171.21%	184.55%	195.88%	191.62%	191.36%
CIP plan net position as a percentage of total OPEB liability	(6.38%)	(5.07%)	(4.13%)	(3.54%)	(2.87%)
FISCAL YEAR ENDED JUNE 30,	2022	2021	2020	2019	2018
Statutorily required contribution	\$ 227,821	\$ 225,202	\$ 208,438	\$ 196,501	\$ 187,933
Contribution in relation to the statutorily required contribution	227,821	225,202	208,438	196,501	187,933
CONTRIBUTION EXCESS (DEFICIENCY)	\$ -	\$ -	\$ -	\$ -	\$ -
Employer covered payroll	\$ 48,735,897	\$ 44,391,728	\$ 41,838,731	\$ 43,295,280	\$ 42,874,121
Contributions as a percentage of covered payroll	0.47%	0.51%	0.50%	0.45%	0.44%

Note: The District implemented GASB No. 75 in fiscal year 2018. The information above is presented for as many years as available. The schedule is intended to show information for ten years.

Notes to Required Supplementary Information

Changes of Benefit Terms

There were no benefit changes recognized in the total OPEB liability as of June 30, 2017 to 2021.

Changes in Assumptions

The discount rate changed from 2.45% at June 30, 2020 to 1.92% at June 30, 2021.
The discount rate changed from 3.13% at June 30, 2019 to 2.45% at June 30, 2020.
The discount rate changed from 3.62% at June 30, 2018 to 3.13% at June 30, 2019.
The discount rate changed from 3.56% at June 30, 2017 to 3.62% at June 30, 2018.
The discount rate changed from 2.85% at June 30, 2016 to 3.56% at June 30, 2017.

(See independent auditor's report.)

SUPPLEMENTARY INFORMATION

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

COMBINING SCHEDULE OF NET POSITION ACCOUNTS, BY SUBFUND

June 30, 2022

	Education	Operations and Maintenance	Restricted Purposes	Audit	Liability Protection and Settlement
CURRENT ASSETS					
Cash and cash equivalents	\$ 12,489,209	\$ 14,589,394	\$ 2,181,876	\$ 161,879	\$ 710,778
Investments	26,428,933	4,764,936	485,503	7,079	2,186,149
Property tax receivable	18,770,954	5,594,211	-	46,113	370,943
Accrued interest receivable	34,448	-	-	-	-
Student tuition receivable	6,520,208	-	-	-	-
Other accounts receivable	638,504	7,303	310,754	-	-
Due from other funds	14,131,285	-	-	-	-
Inventory	-	-	-	-	-
Prepaid assets	1,569,830	8,130	-	-	30,000
Total current assets	80,583,371	24,963,974	2,978,133	215,071	3,297,870
NONCURRENT ASSETS					
Capital assets	-	-	-	-	-
Less accumulated depreciation	-	-	-	-	-
Total noncurrent assets	-	-	-	-	-
Total assets	80,583,371	24,963,974	2,978,133	215,071	3,297,870
DEFERRED OUTFLOWS OF RESOURCES					
Unamortized loss on refunding	-	-	-	-	-
OPEB expense	-	-	-	-	-
SURS expense	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-
Total assets and deferred outflows of resources	80,583,371	24,963,974	2,978,133	215,071	3,297,870

Federal Financial Aid	Federal Grants	Bond and Interest	Operations and Maintenance Restricted	Auxiliary Enterprise		
				Food Services	Book Store	Early Childhood Lab School
\$ 4,323,078	\$ 2,125,939	\$ 1,954,576	\$ 9,206,214	\$ 2,100	\$ 1,397,047	\$ -
711,227	37,449	2,911,605	44,827,171	-	17,309	-
-	-	4,986,382	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,296,489	5,754,012	-	-	1,632	302,274	25,191
-	6,343,307	-	-	-	-	26,680
-	-	-	-	16,715	296,331	-
-	13,096	-	103,206	-	-	-
6,330,794	14,273,803	9,852,563	54,136,591	20,447	2,012,961	51,871
-	-	-	-	-	118,226	-
-	-	-	-	-	(118,226)	-
-	-	-	-	-	-	-
6,330,794	14,273,803	9,852,563	54,136,591	20,447	2,012,961	51,871
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
6,330,794	14,273,803	9,852,563	54,136,591	20,447	2,012,961	51,871

(This schedule is continued on the following pages.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

COMBINING SCHEDULE OF NET POSITION ACCOUNTS, BY SUBFUND (Continued)

June 30, 2022

	Auxiliary Enterprise				
	Visual Performing Arts Center	Production Services	Student Life and Athletics	Corporate Training and Continuing Education	Employee Benefits
CURRENT ASSETS					
Cash and cash equivalents	\$ 300	\$ -	\$ -	\$ -	\$ 2,940,192
Investments	-	-	-	-	27,161,506
Property tax receivable	-	-	-	-	-
Accrued interest receivable	-	-	-	-	-
Student tuition receivable	-	-	-	-	-
Other accounts receivable	43,397	-	12,240	-	-
Due from other funds	1,119,355	55,610	613,611	54,927	-
Inventory	-	-	-	-	-
Prepaid assets	13,000	-	150	-	-
Total current assets	1,176,052	55,610	626,001	54,927	30,101,698
NONCURRENT ASSETS					
Capital assets	45,191	99,048	25,060	9,075	-
Less accumulated depreciation	(34,794)	(62,574)	(8,368)	(9,075)	-
Total noncurrent assets	10,397	36,474	16,692	-	-
Total assets	1,186,449	92,084	642,693	54,927	30,101,698
DEFERRED OUTFLOWS OF RESOURCES					
Unamortized loss on refunding	-	-	-	-	-
OPEB expense	-	-	-	-	4,566,576
SURS expense	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	4,566,576
Total assets and deferred outflows of resources	1,186,449	92,084	642,693	54,927	34,668,274

Working Cash	Activity	Long- Term Obligations	Capital Assets	Eliminations	Adjustments	Total
\$ 86,942	\$ 549,609	\$ -	\$ -	\$ -	\$ -	\$ 52,719,133
4,685,007	15,367	-	-	-	-	114,239,241
-	-	-	-	-	-	29,768,603
-	-	-	-	-	-	34,448
-	-	-	-	-	-	6,520,208
-	1,291	-	-	-	-	8,393,087
-	-	-	-	(22,344,775)	-	-
-	-	-	-	-	-	313,046
-	-	-	-	-	-	1,737,412
4,771,949	566,267	-	-	(22,344,775)	-	213,725,178
-	-	-	310,642,834	-	-	310,939,434
-	-	-	(131,791,207)	-	-	(132,024,244)
-	-	-	178,851,627	-	-	178,915,190
4,771,949	566,267	-	178,851,627	(22,344,775)	-	392,640,368
-	-	899,422	-	-	-	899,422
-	-	-	-	-	-	4,566,576
-	-	261,090	-	-	-	261,090
-	-	1,160,512	-	-	-	5,727,088
4,771,949	566,267	1,160,512	178,851,627	(22,344,775)	-	398,367,456

(This schedule is continued on the following pages.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

COMBINING SCHEDULE OF NET POSITION ACCOUNTS, BY SUBFUND (Continued)

June 30, 2022

	Education	Operations and Maintenance	Restricted Purposes	Audit	Liability Protection and Settlement
CURRENT LIABILITIES					
Accounts payable	\$ 2,087,805	\$ -	\$ 27,563	\$ -	\$ -
Accrued salaries and benefits payable	2,247,533	344,598	39,999	-	792
Accrued health care liability	-	-	-	-	-
Due to other funds	-	-	-	-	-
Unearned tuition revenue	8,450,340	-	-	-	-
Claims payable	999,618	-	-	-	-
Interest payable	-	-	-	-	-
Current portion of general obligation bonds	-	-	-	-	-
Current portion of other postemployment benefit liability	-	-	-	-	-
Other current liabilities	337,291	5,002	566,663	-	-
Total current liabilities	14,122,587	349,600	634,225	-	792
NONCURRENT LIABILITIES					
General obligation bonds	-	-	-	-	-
Other postemployment benefit liability	-	-	-	-	-
Premium on general obligation bonds	-	-	-	-	-
Total noncurrent liabilities	-	-	-	-	-
Total liabilities	14,122,587	349,600	634,225	-	792
DEFERRED INFLOWS OF RESOURCES					
Deferred revenue - property taxes	20,020,093	5,966,485	-	49,181	395,628
OPEB expense	-	-	-	-	-
Total deferred inflows of resources	20,020,093	5,966,485	-	49,181	395,628
Total liabilities and deferred inflows of resources	34,142,680	6,316,085	634,225	49,181	396,420
NET POSITION					
Net investment in capital assets	-	-	-	-	-
Restricted for					
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Grant purposes	-	-	2,343,908	-	-
Audit purposes	-	-	-	165,890	-
Liability insurance	-	-	-	-	2,901,450
Pension contributions	-	-	-	-	-
Working cash	-	-	-	-	-
Unrestricted (deficit)	46,440,691	18,647,889	-	-	-
TOTAL NET POSITION (DEFICIT)	\$ 46,440,691	\$ 18,647,889	\$ 2,343,908	\$ 165,890	\$ 2,901,450

Federal Financial Aid	Federal Grants	Bond and Interest	Operations and Maintenance Restricted	Auxiliary Enterprise			Early Childhood Lab School
				Food Services	Book Store		
\$ -	\$ -	\$ -	\$ 655,261	\$ 1,019	\$ 11,860	\$ -	
-	22,864	-	-	21,980	23,130	29,037	
-	-	-	-	-	-	-	
6,330,794	14,143,798	-	-	15,570	1,854,613	-	
-	-	-	-	-	18,252	22,834	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	107,141	-	-	3,088	-	-	
6,330,794	14,273,803	-	655,261	41,657	1,907,855	51,871	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
6,330,794	14,273,803	-	655,261	41,657	1,907,855	51,871	
-	-	5,318,208	-	-	-	-	
-	-	-	-	-	-	-	
-	-	5,318,208	-	-	-	-	
6,330,794	14,273,803	5,318,208	655,261	41,657	1,907,855	51,871	
-	-	-	-	-	-	-	
-	-	-	15,286,442	-	-	-	
-	-	4,534,355	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	38,194,888	(21,210)	105,106	-	
\$ -	\$ -	\$ 4,534,355	\$ 53,481,330	\$ (21,210)	\$ 105,106	\$ -	

(This schedule is continued on the following pages.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

COMBINING SCHEDULE OF NET POSITION ACCOUNTS, BY SUBFUND (Continued)

June 30, 2022

	Auxiliary Enterprise				
	Visual Performing Arts Center	Production Services	Student Life and Athletics	Corporate Training and Continuing Education	Employee Benefits
CURRENT LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 3,808
Accrued salaries and benefits payable	12,927	21,293	83,937	6,540	1,580,519
Accrued health care liability	-	-	-	-	584,384
Due to other funds	-	-	-	-	-
Unearned tuition revenue	42,296	-	-	51,640	-
Claims payable	-	-	-	-	400,000
Interest payable	-	-	-	-	-
Current portion of general obligation bonds	-	-	-	-	-
Current portion of other postemployment benefit obligation	-	-	-	-	225,202
Other current liabilities	-	-	-	-	-
Total current liabilities	55,223	21,293	83,937	58,180	2,793,913
NONCURRENT LIABILITIES					
General obligation bonds	-	-	-	-	-
Other postemployment benefit obligation	-	-	-	-	41,495,413
Premium on general obligation bonds	-	-	-	-	-
Total noncurrent liabilities	-	-	-	-	41,495,413
Total liabilities	55,223	21,293	83,937	58,180	44,289,326
DEFERRED INFLOWS OF RESOURCES					
Deferred revenue - property taxes	-	-	-	-	-
OPEB expense	-	-	-	-	11,835,076
Total deferred inflows of resources	-	-	-	-	11,835,076
Total liabilities and deferred inflows of resources	55,223	21,293	83,937	58,180	56,124,402
NET POSITION					
Net investment in capital assets	10,397	36,474	16,692	-	-
Restricted for					
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Grant purposes	-	-	-	-	-
Audit purposes	-	-	-	-	-
Liability insurance	-	-	-	-	-
Pension contributions	-	-	-	-	-
Working cash	-	-	-	-	-
Unrestricted (deficit)	1,120,829	34,317	542,064	(3,253)	(21,456,128)
TOTAL NET POSITION (DEFICIT)	\$ 1,131,226	\$ 70,791	\$ 558,756	\$ (3,253)	\$ (21,456,128)

Working Cash	Activity	Long- Term Obligations	Capital Assets	Eliminations	Adjustments	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,787,316
-	-	-	-	-	-	4,435,149
-	-	-	-	-	-	584,384
-	-	-	-	(22,344,775)	-	-
-	-	-	-	-	-	8,585,362
-	-	-	-	-	-	1,399,618
-	-	172,871	-	-	-	172,871
-	-	6,565,000	-	-	-	6,565,000
-	-	-	-	-	-	225,202
-	-	-	-	-	-	1,019,185
-	-	6,737,871	-	(22,344,775)	-	25,774,087
-	-	133,850,000	-	-	-	133,850,000
-	-	-	-	-	-	41,495,413
-	-	13,445,200	-	-	-	13,445,200
-	-	147,295,200	-	-	-	188,790,613
-	-	154,033,071	-	(22,344,775)	-	214,564,700
-	-	-	-	-	-	31,749,595
-	-	-	-	-	-	11,835,076
-	-	-	-	-	-	43,584,671
-	-	154,033,071	-	(22,344,775)	-	258,149,371
-	-	(152,960,778)	178,851,627	-	-	25,954,412
-	-	-	-	-	-	15,286,442
-	-	-	-	-	-	4,534,355
-	-	-	-	-	-	2,343,908
-	-	-	-	-	-	165,890
-	-	-	-	-	-	2,901,450
-	-	261,090	-	-	-	261,090
4,014,363	-	-	-	-	-	4,014,363
757,586	566,267	(172,871)	-	-	-	84,756,175
\$ 4,771,949	\$ 566,267	\$ (152,872,559)	\$ 178,851,627	\$ -	\$ -	\$ 140,218,085

(See independent auditor's report.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION, BY SUBFUND**

For the Year Ended June 30, 2022

	Education	Operations and Maintenance	Restricted Purposes	Audit	Liability Protection and Settlement
OPERATING REVENUES					
Student tuition and fees	\$ 20,419,228	\$ -	\$ -	\$ -	\$ -
Chargeback revenue	-	-	-	-	-
Auxiliary enterprises revenue	-	-	-	-	-
Other operating revenue	993,207	112,971	60,390	-	83,308
Total operating revenues	21,412,435	112,971	60,390	-	83,308
OPERATING EXPENSES					
Instruction	30,502,464	-	1,396,755	-	-
Academic support	8,802,192	-	156,653	-	-
Student services	5,600,228	-	35,213	-	-
Public services	470,804	-	84,907	-	-
Auxiliary services	-	-	176,436	-	-
Scholarships and student grants	1,795	-	105,805	-	-
Operation and maintenance of plant	-	10,101,891	193,921	-	572,633
Institutional support	17,253,152	853,499	60,965	125,143	983,921
Depreciation	-	-	-	-	-
Total operating expenses	62,630,635	10,955,390	2,210,655	125,143	1,556,554
OPERATING INCOME (LOSS)	(41,218,200)	(10,842,419)	(2,150,265)	(125,143)	(1,473,246)
NON-OPERATING REVENUES (EXPENSES)					
State grants and contracts					
Other state grants and contracts	6,408,469	-	1,825,583	-	-
State Universities Retirement System pension	-	-	-	-	-
Community College Health Insurance Security Fund OPEB	-	-	-	-	-
Property taxes	40,065,414	11,934,485	-	100,348	706,070
Personal property replacement tax	1,678,895	-	-	-	-
Federal grants and contracts	3,349,632	-	144,653	-	-
Local grants and contracts	237,425	-	180,029	-	-
Other non-operating revenues	-	-	-	-	-
Debt service	-	-	-	-	-
Proceeds from issuance of bonds	-	-	-	-	-
Payment to escrow agent	-	-	-	-	-
Loss on disposal of capital assets	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers (out)	(16,423,719)	-	-	-	-
Investment income	(2,389,365)	-	-	-	-
Total non-operating revenues (expenses)	32,926,751	11,934,485	2,150,265	100,348	706,070
CHANGES IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	(8,291,449)	1,092,066	-	(24,795)	(767,176)
Capital contributions	-	-	-	-	-
CHANGE IN NET POSITION	(8,291,449)	1,092,066	-	(24,795)	(767,176)
NET POSITION (DEFICIT), JULY 1	54,732,140	17,555,823	2,343,908	190,685	3,668,626
NET POSITION (DEFICIT), JUNE 30	\$ 46,440,691	\$ 18,647,889	\$ 2,343,908	\$ 165,890	\$ 2,901,450

				Auxiliary Enterprise		
Federal Financial Aid	Federal Grants	Bond and Interest	Operations and Maintenance Restricted	Food Services	Book Store	Early Childhood Lab School
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	436,047	2,192,803	290,346
-	-	-	-	-	-	-
-	-	-	-	436,047	2,192,803	290,346
-	3,098,824	-	-	-	-	-
-	6,910,595	-	-	-	-	-
106,753	655,023	-	-	-	-	-
-	65,553	-	-	-	-	-
-	-	-	-	502,247	1,883,980	327,898
18,247,134	890,701	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	6,195,871	-	-	-
-	-	-	-	-	-	-
18,353,887	11,620,696	-	6,195,871	502,247	1,883,980	327,898
(18,353,887)	(11,620,696)	-	(6,195,871)	(66,200)	308,823	(37,552)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	9,981,343	-	-	-	-
-	-	-	-	-	-	-
18,353,887	11,620,696	-	-	-	-	-
-	-	-	-	-	-	-
-	-	(10,335,350)	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	11,844,601	123,604	-	30,411
-	-	-	-	-	-	-
-	-	-	-	-	-	-
18,353,887	11,620,696	(354,007)	11,844,601	123,604	-	30,411
-	-	(354,007)	5,648,730	57,404	308,823	(7,141)
-	-	-	-	-	-	-
-	-	(354,007)	5,648,730	57,404	308,823	(7,141)
-	-	4,888,362	47,832,600	(78,614)	(203,717)	7,141
\$ -	\$ -	\$ 4,534,355	\$ 53,481,330	\$ (21,210)	\$ 105,106	\$ -

(This schedule is continued on the following pages.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION, BY SUBFUND (Continued)

For the Year Ended June 30, 2022

	Auxiliary Enterprise				
	Visual Performing Arts Center	Production Services	Student Life and Athletics	Corporate Training and Continuing Education	Employee Benefits
OPERATING REVENUES					
Student tuition and fees	\$ -	\$ -	\$ -	\$ 214,852	\$ -
Chargeback revenue	-	-	-	-	-
Auxiliary enterprises revenue	473,580	375,293	26,754	-	-
Other operating revenue	-	-	-	-	-
Total operating revenues	473,580	375,293	26,754	214,852	-
OPERATING EXPENSES					
Instruction	-	-	-	-	15,420,077
Academic support	-	-	-	-	3,686,061
Student services	-	-	1,278,955	-	2,735,620
Public services	-	-	-	-	410,958
Auxiliary services	424,891	254,818	-	263,178	46,816
Scholarships and student grants	-	-	-	-	54,316
Operation and maintenance of plant	-	-	-	-	2,792,081
Institutional support	-	-	-	-	5,282,777
Depreciation	6,119	13,413	2,103	-	-
Total operating expenses	431,010	268,231	1,281,058	263,178	30,428,706
OPERATING INCOME (LOSS)	42,570	107,062	(1,254,304)	(48,326)	(30,428,706)
NON-OPERATING REVENUES (EXPENSES)					
State grants and contracts					
Other state grants and contracts	-	-	-	-	-
State Universities Retirement System pension	-	-	-	-	28,250,724
Community College Health Insurance Security Fund OPEB	-	-	-	-	1,005,620
Property taxes	-	-	-	-	-
Personal property replacement tax	-	-	-	-	-
Federal grants and contracts	-	-	-	-	-
Local grants and contracts	-	-	-	-	-
Other non-operating revenues	-	-	-	-	-
Debt service	-	-	-	-	-
Proceeds from issuance of bonds	-	-	-	-	-
Payment to escrow agent	-	-	-	-	-
Loss on disposal of capital assets	-	-	-	-	-
Transfers in	-	-	1,274,159	62,422	3,110,792
Transfers (out)	-	-	(22,270)	-	-
Investment income	-	-	-	-	-
Total non-operating revenues (expenses)	-	-	1,251,889	62,422	32,367,136
CHANGES IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	42,570	107,062	(2,415)	14,096	1,938,430
Capital contributions	-	-	-	-	-
CHANGE IN NET POSITION	42,570	107,062	(2,415)	14,096	1,938,430
NET POSITION (DEFICIT), JULY 1	1,088,656	(36,271)	561,171	(17,349)	(23,394,558)
NET POSITION (DEFICIT), JUNE 30	\$ 1,131,226	\$ 70,791	\$ 558,756	\$ (3,253)	\$ (21,456,128)

Working Cash	Activity	Long- Term Obligations	Capital Assets	Eliminations	Adjustments	Total
\$ -	\$ -	\$ -	\$ -	\$ (3,483,836)	\$ -	\$ 17,150,244
-	-	-	-	-	-	-
-	-	-	-	(653,246)	-	3,141,577
-	-	-	-	(624,546)	-	625,330
-	-	-	-	(4,761,628)	-	20,917,151
-	400	-	(328,801)	-	-	50,089,719
-	-	-	-	(4,041,482)	-	15,514,019
-	314,608	-	-	-	-	10,726,400
-	-	-	-	-	-	1,032,222
-	-	-	-	-	-	3,880,264
-	510,507	-	(20,298)	(3,816,478)	-	15,973,482
-	-	-	(325,319)	-	-	13,335,207
-	-	(22,952)	(6,181,317)	(1,079,255)	-	23,471,804
-	-	-	8,036,277	-	-	8,057,912
-	825,515	(22,952)	1,180,542	(8,937,215)	-	142,081,029
-	(825,515)	22,952	(1,180,542)	4,175,587	-	(121,163,878)
-	-	-	-	-	-	8,234,052
-	-	-	-	-	-	28,250,724
-	-	-	-	(758,651)	-	246,969
-	-	-	-	-	-	62,787,660
-	-	-	-	-	-	1,678,895
-	-	-	-	(3,416,936)	-	30,051,932
-	-	-	-	-	-	417,454
-	705,918	-	-	-	-	705,918
-	-	7,027,254	-	-	-	(3,308,096)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	(16,445,989)	-	-
-	-	-	-	16,445,989	-	-
34,472	-	-	-	-	-	(2,354,893)
34,472	705,918	7,027,254	-	(4,175,587)	-	126,710,615
34,472	(119,597)	7,050,206	(1,180,542)	-	-	5,546,737
-	-	-	667,701	-	-	667,701
34,472	(119,597)	7,050,206	(512,841)	-	-	6,214,438
4,737,477	685,864	(159,922,765)	179,364,468	-	-	134,003,647
\$ 4,771,949	\$ 566,267	\$ (152,872,559)	\$ 178,851,627	\$ -	\$ -	\$ 140,218,085

(See independent auditor's report.)

STATISTICAL SECTION

This part of the Elgin Community College District Number 509's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information displays about the District's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	60-63
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	64-67
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	68-72
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	73-75
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	76-78

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**FINANCIAL TRENDS
NET POSITION BY COMPONENT**

Last Ten Fiscal Years

Fiscal Year	2022	2021	2020	2019
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	\$ 25,954,412	\$ 19,470,773	\$ 19,693,055	\$ 18,904,009
Restricted				
Capital projects	15,286,442	21,482,313	22,908,872	22,773,141
Debt service	4,534,355	4,888,362	4,841,931	4,569,440
Specific purposes	5,672,338	6,441,357	7,547,301	8,067,752
Working cash	4,014,363	4,014,363	4,014,363	4,014,363
Unrestricted	84,756,175	77,706,479	69,382,124	54,876,137
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 140,218,085	\$ 134,003,647	\$ 128,387,646	\$ 113,204,842

Note: The District implemented GASB Statement No. 75 in 2018 which accounted for the reduction in unrestricted net position.

Data Source

Audited Financial Statements

2018		2017		2016		2015		2014		2013	
\$	22,528,437	\$	27,119,754	\$	32,216,404	\$	35,206,436	\$	34,543,852	\$	32,352,291
19,825,069		18,455,427		16,241,168		13,832,563		11,960,223		10,999,277	
5,014,363		3,746,425		3,549,757		4,435,843		4,610,459		5,419,398	
7,144,909		6,966,647		6,508,712		6,216,059		6,831,512		6,728,355	
4,014,363		4,014,363		4,014,363		4,014,363		4,014,363		4,353,938	
44,365,796		76,846,908		64,908,275		63,825,688		58,909,689		54,972,930	
\$	102,892,937	\$	137,149,524	\$	127,438,679	\$	127,530,952	\$	120,870,098	\$	114,826,189

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**FINANCIAL TRENDS
CHANGES IN NET POSITION**

Last Ten Fiscal Years

Fiscal Year	2022	2021	2020	2019
OPERATING REVENUES				
Student tuition and fees	\$ 17,150,244	\$ 17,122,627	\$ 20,248,902	\$ 19,968,429
Chargeback revenue	-	-	-	-
Auxiliary enterprises revenue	3,141,577	2,169,519	3,689,390	5,001,003
Other operating revenue	625,330	516,497	604,607	639,385
Total operating revenues	20,917,151	19,808,643	24,542,899	25,608,817
OPERATING EXPENSES				
Instruction	50,089,719	55,690,987	54,235,510	51,875,346
Academic support	15,514,019	15,673,781	13,010,581	12,424,020
Student services	10,726,400	11,318,348	10,966,528	10,164,362
Public services	1,032,222	1,142,359	966,105	822,876
Auxiliary services	3,880,264	7,769,999	5,442,904	5,789,556
Scholarships and student grants	15,973,482	9,929,136	9,236,123	6,545,678
Operation and maintenance of plant	13,335,207	10,472,019	14,033,863	13,068,621
Institutional support	23,471,804	27,533,305	22,671,699	22,254,771
Depreciation	8,057,912	8,007,521	8,859,499	9,349,793
Total operating expenses	142,081,029	147,537,455	139,422,812	132,295,023
OPERATING INCOME (LOSS)	(121,163,878)	(127,728,812)	(114,879,913)	(106,686,206)
NON-OPERATING REVENUES (EXPENSES)				
State grants and contracts	36,731,745	49,079,977	44,981,343	41,307,032
Property taxes	62,787,660	62,765,814	64,005,961	61,757,426
Personal property replacement tax	1,678,895	770,228	677,470	554,744
Federal grants and contracts	30,051,932	23,966,251	20,607,509	18,283,797
Local grants and contracts	417,454	327,836	489,871	722,378
Interest expense and fiscal charges	(3,308,096)	(4,700,440)	(6,965,617)	(8,251,199)
Gain (loss) on disposal of capital assets	-	(581,363)	-	-
Other non-operating revenues	705,918	1,153,987	1,027,620	-
Investment income	(2,354,893)	416,048	2,563,901	2,541,433
Total non-operating revenues (expenses)	126,710,615	133,198,338	127,388,058	116,915,611
CHANGE IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	5,546,737	5,469,526	12,508,145	10,229,405
Capital contributions	667,701	146,475	1,740,000	82,500
CHANGE IN NET POSITION	\$ 6,214,438	\$ 5,616,001	\$ 14,248,145	\$ 10,311,905

Note: The District is subject to two property tax caps in Illinois whereby the increase in the levy from year-to-year is limited to the lesser of 5% or the consumer price index for the State as determined by the Illinois Department of Revenue and individual rates are limited by maximum rates established by Illinois Compiled Statutes.

Data Source

Audited Financial Statements

	2018	2017	2016	2015	2014	2013
\$	19,818,103	\$ 19,674,745	\$ 18,679,471	\$ 17,854,603	\$ 17,601,837	\$ 17,796,951
	1,420	23,662	29,341	20,193	4,080	19,240
	4,812,253	5,190,530	5,447,158	5,842,478	6,058,778	6,190,318
	704,257	563,841	585,537	572,867	587,439	484,396
	25,336,033	25,452,778	24,741,507	24,290,141	24,252,134	24,490,905
	52,233,711	46,731,411	43,549,796	41,133,232	40,342,156	38,138,301
	12,131,779	11,540,322	10,678,304	10,541,916	9,729,192	9,390,437
	9,719,822	10,199,159	10,266,124	9,840,585	9,858,311	9,603,280
	621,995	727,052	648,532	637,014	585,054	548,452
	6,061,316	6,317,873	6,980,338	7,640,448	8,033,825	8,132,120
	7,006,531	6,697,769	7,584,922	8,465,310	9,529,773	10,842,872
	12,559,033	11,948,992	11,289,345	11,020,170	11,088,637	10,495,422
	22,589,462	21,355,749	22,461,019	20,478,735	18,053,287	19,733,213
	9,594,246	9,540,919	9,281,794	7,849,474	7,141,073	6,614,370
	132,517,895	125,059,246	122,740,174	117,606,884	114,361,308	113,498,467
	(107,181,862)	(99,606,468)	(97,998,667)	(93,316,743)	(90,109,174)	(89,007,562)
	40,894,199	38,659,380	26,422,147	26,494,242	23,680,818	22,465,643
	59,812,614	59,700,764	59,783,305	60,113,167	59,334,287	57,315,417
	512,789	612,836	481,466	599,265	572,570	546,332
	18,533,740	17,265,623	18,520,444	19,884,290	21,279,900	22,578,078
	777,324	1,000,822	933,534	914,404	91,305	125,511
	(8,397,740)	(8,529,389)	(8,713,135)	(8,977,871)	(9,296,498)	(8,247,538)
	-	-	-	-	-	(413,297)
	-	-	-	-	-	-
	1,178,885	607,277	478,633	334,156	164,601	127,201
	113,311,811	109,317,313	97,906,394	99,361,653	95,826,983	94,497,347
	6,129,949	9,710,845	(92,273)	6,044,910	5,717,809	5,489,785
	29,995	-	-	615,944	326,100	-
\$	6,159,944	\$ 9,710,845	\$ (92,273)	\$ 6,660,854	\$ 6,043,909	\$ 5,489,785

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**REVENUE CAPACITY
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**

Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Industrial Property	Farm Property	Railroad Property	Total Taxable Assessed Value	Total Direct Tax Rate (3)	Estimated Actual Value	Percent of Actual Value
2021	\$ 10,801,230,196	\$ 1,837,926,313	\$ 1,042,227,927	\$ 160,547,631	\$ 18,007,927	\$ 13,859,939,994	\$ 0.4514	\$ 41,579,819,982	33.333%
2020	10,491,511,874	1,807,338,784	966,658,149	155,787,799	17,029,006	13,438,325,612	0.4439	40,314,976,836	33.333%
2019	9,927,263,651	1,694,599,582	880,088,232	151,408,955	16,224,301	12,669,584,721	0.4865	38,008,754,163	33.333%
2018	9,540,339,190	1,637,567,297	839,396,392	144,287,451	16,687,751	12,229,482,842	0.5075	36,534,834,243	33.333%
2017	9,284,702,097	1,548,816,162	787,406,847	139,716,886	16,687,179	11,777,329,171	0.4999	35,331,987,513	33.333%
2016	8,856,835,760	1,482,909,707	733,208,614	131,345,674	16,804,186	11,221,103,941	0.5296	33,663,311,823	33.333%
2015	8,021,583,140	1,375,433,234	786,896,718	126,856,214	15,203,323	10,325,972,629	0.5609	30,977,917,887	33.333%
2014	7,817,399,738	1,344,366,737	725,146,492	125,264,126	14,263,453	10,026,440,546	0.6076	30,079,321,638	33.333%
2013	7,901,834,539	1,405,460,072	738,683,961	126,425,315	12,769,290	10,185,173,177	0.5709	30,555,519,531	33.333%
2012	8,738,910,381	1,510,917,164	748,948,364	131,613,809	12,821,928	11,143,211,646	0.5215	33,429,634,938	33.333%

(1) Property in the District is reassessed each year.

(2) Property is assessed at 33% of actual value.

(3) The tax rate fluctuates from year to year primarily due to the debt service requirements for General Obligation bonds and the Public Building Commission Rental Funds.

Data Sources

Offices of the County Clerks for Kane, McHenry, DuPage, Cook and DeKalb Counties.

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

REVENUE CAPACITY
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Tax Levy Year	Legal Limit	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
TAX RATES (1)											
District Rates											
Education	0.750	0.2839	0.2881	0.2995	0.2939	0.2963	0.3028	0.3192	0.3304	0.3119	0.2868
Operations and maintenance	0.100	0.0846	0.0849	0.0882	0.0903	0.0907	0.0947	0.0976	0.0980	0.1018	0.0953
Liability insurance	None	0.0056	0.0043	0.0038	0.0110	0.0137	0.0145	0.0168	0.0167	0.0151	0.0151
Audit	0.005	0.0007	0.0007	0.0008	0.0009	0.0011	0.0012	0.0013	0.0014	0.0012	0.0011
Debt Service Fund	None	0.0754	0.0661	0.0946	0.1049	0.0914	0.1091	0.1172	0.1444	0.1426	0.1123
Bond and Interest Fund	None	0.0000	0.0000	0.0000	0.0059	0.0068	0.0073	0.0078	0.0081	0.0071	0.0071
Prior period adjustment		0.0000	-0.0002	-0.0004	0.0006	-0.0001	0.0000	0.0009	0.0086	-0.0088	0.0038
Revenue Recapture		0.0011	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Total district rates (1)		0.4514	0.4439	0.4865	0.5075	0.4999	0.5296	0.5609	0.6076	0.5709	0.5215
Others											
Kane County		0.3522	0.3618	0.3739	0.3877	0.4025	0.4201	0.4479	0.4684	0.4623	0.4336
Kane County Forest Preserve		0.1435	0.1477	0.1549	0.1607	0.1658	0.2253	0.2944	0.3126	0.3039	0.2710
Elgin Township and Road Funds		0.1719	0.1776	0.1843	0.1909	0.1950	0.1805	0.1950	0.2053	0.1972	0.1758
Gail Borden Library District		0.4542	0.4647	0.4445	0.4630	0.4729	0.5227	0.5294	0.5796	0.5087	0.4791
Fox River Water Reclamation		0.0256	0.0266	0.0278	0.0291	0.0000	0.0325	0.0339	0.0409	0.0370	0.0344
City of Elgin		1.7049	1.7706	1.8788	2.0240	2.1494	2.2396	2.4110	2.3218	2.1668	1.9344
School District No. 46		5.6180	5.7275	5.7890	6.1237	6.3696	6.5487	7.1238	8.0229	5.9395	6.3706
Total rates		8.9217	9.1204	9.3397	9.8866	10.2551	10.6990	11.5963	12.5591	10.1863	10.2204

(1) Property tax rates are per \$100 of assessed valuation.

Data Sources

Offices of the County Clerks for Kane, McHenry, DuPage, Cook and DeKalb Counties.

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**REVENUE CAPACITY
PRINCIPAL PROPERTY TAXPAYERS**

Current Levy Year and Ten Years Ago

Taxpayer	Type of Business	2021 Levy Year			2012 Levy Year		
		Assessed Value	Rank	Percentage of Total District Assessed Valuation	Assessed Value (000s)	Rank	Percentage of Total District Assessed Valuation
Northwest Logistics Park Portfolio Investors LLC	Real Property	\$ 50,101,757	1	0.36%	\$ -	-	-
Target	Retail	28,233,757	2	0.20%	25,106,187	2	0.23%
Legia St. Charles Associates LLC	Real Property	25,373,689	3	0.18%	-	-	-
Cabela's	Retail	22,150,205	4	0.16%	-	-	-
Paul Hastings LLP	Real Property	21,909,713	5	0.16%	-	-	-
Arboretum Mall LLC	Mall	21,609,362	6	0.16%	-	-	-
John B. Sanfilippo and Son, Inc.	Snack Food	21,210,546	7	0.15%	17,247,028	8	0.15%
Prairie Winds II LLC & Prairie Winds TIC LLC	Real Property	18,744,520	8	0.14%	-	-	-
VAC Owner LLC & VAC Owner IL LLC	Real Property	17,725,947	9	0.13%	-	-	-
Poplar Creek Crossing	Real Property	16,522,123	10	0.12%	-	-	-
Algonquin Commons	Real Property	-	-	-	27,509,160	1	0.25%
Springhill Mall, LLC	Commercial Shopping Center	-	-	-	23,990,914	3	0.22%
Wal-Mart	Department Store	-	-	-	23,744,361	4	0.21%
W 2001 VHE LLC	Real Property	-	-	-	20,198,878	5	0.18%
New Plan Excel Realty	Real Property	-	-	-	19,900,898	6	0.18%
Sherman Hospital	Hospital	-	-	-	17,398,519	7	0.16%
Arboretum S. Barrington	Real Property	-	-	-	15,763,485	9	0.14%
Yavitski LLC (3)	Real Property	-	-	-	15,711,789	10	0.14%
		<u>\$ 243,581,619</u>		<u>1.76%</u>	<u>\$ 206,571,219</u>		<u>1.85%</u>

Note: Excludes \$5,224,196 of EAV (Frozen TIF Value) for Sears Roebuck National Headquarters. The actual 2020 value of the Sears property in the TIF district is \$47,495,445.

Data Sources

Cook, DuPage and Kane Counties

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**REVENUE CAPACITY
PROPERTY TAX LEVIES AND COLLECTIONS**

Last Ten Levy Years

Levy Year	Assessed Valuation	Direct Tax Rate (1)(2)	Taxes Extended (3)	Total Collected Through June 30, 2021	Collected During Year Ended June 30, 2022 (6)	Total Collected Through June 30, 2022 (4)	Percent of Taxes Extended Collected Through June 30, 2022	Tax Cap Limit (5)
2021	\$ 13,859,939,994	\$ 0.4514	\$ 64,714,238	\$ -	\$ 34,338,111	\$ 34,338,111	53.06%	1.40%
2020	13,438,325,612	0.4439	61,879,383	32,009,413	29,504,346	61,513,759	99.41%	2.30%
2019	12,669,584,721	0.4865	64,907,511	64,441,612	70,465	64,512,077	99.39%	1.90%
2018	12,229,482,842	0.5075	64,186,969	63,810,826	(84,368)	63,726,458	99.28%	2.10%
2017	11,777,329,171	0.4999	60,359,170	59,981,313	(85,187)	59,896,126	99.23%	2.10%
2016	11,221,103,941	0.5296	60,314,611	59,884,936	(38,962)	59,845,975	99.22%	0.70%
2015	10,325,972,629	0.5609	59,544,514	59,298,429	(1,358)	59,297,071	99.58%	0.80%
2014	10,026,440,546	0.6076	60,820,489	60,320,609	(1,213)	60,319,396	99.18%	1.50%
2013	10,185,173,177	0.5709	60,245,707	59,847,062	(1,709)	59,845,353	99.34%	1.70%
2012	11,143,211,646	0.5215	58,907,754	58,456,443	(1,211)	58,455,232	99.23%	3.00%

(1) The direct tax rates reported for the District are blended rates based on the total taxes and the total assessed valuations for all counties combined.

(2) The tax rate fluctuates from year to year primarily due to the debt service requirements for General Obligation Bonds and the Public Building Commission Rental Funds.

(3) Due to differences in the computational methods followed by the five counties, portions of each of which are within the District's boundaries, there may be slight differences between the final levy amounts extended by the counties and those used for financial statement purposes.

(4) Taxes are generally due on June 1st and September 1st of the calendar year subsequent to the levy year.

(5) The District is subject to two property tax caps in Illinois whereby the increase in the levy from year to year is limited to the lesser of 5% or the consumer price index (CPI) for the state as determined by the Illinois Department of Revenue, and individual rates are limited by maximum rates established by Illinois Compiled Statutes.

(6) Tax adjustments are due to tax objections and changes in assessments.

Data Sources

District property tax records

Offices of the County Clerks for Kane, McHenry, DuPage, Cook and DeKalb Counties.

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**DEBT CAPACITY
RATIOS OF OUTSTANDING DEBT BY TYPE**

Last Ten Fiscal Years

Fiscal Year Ended	General Obligation Bonds (1)	Capital Lease Obligations	Due to Other Governments	Total Outstanding Debt (2)	District Estimated Actual Taxable Property Value	Percentage of Total Outstanding Debt to Estimated Actual Taxable Property Value	Population (Estimated)	Total Outstanding Debt Per Capita	Total Outstanding Debt as a Percentage of Personal Income
2022	\$ 153,860,200	\$ -	\$ -	\$ 153,860,200	\$ 13,859,939,994	1.11%	507,546	\$ 303.15	0.80%
2021	160,968,576	-	-	160,968,576	13,438,325,612	1.20%	497,595	323.49	0.86%
2020	165,584,222	-	-	165,584,222	12,669,584,721	1.31%	487,838	339.42	0.91%
2019	170,648,453	-	-	170,648,453	12,229,482,842	1.40%	478,272	356.80	0.96%
2018	175,826,341	-	-	175,826,341	11,777,329,171	1.49%	468,894	374.98	1.02%
2017	180,481,188	-	-	180,481,188	10,924,750,362	1.65%	459,700	392.61	1.08%
2016	185,049,198	-	-	185,049,198	10,325,972,629	1.79%	450,687	410.59	1.14%
2015	191,609,968	-	-	191,609,968	10,026,440,546	1.89%	441,850	433.65	1.20%
2014	198,547,590	-	-	198,547,590	10,185,173,177	1.92%	433,186	458.34	1.28%
2013	204,489,519	-	-	204,489,519	11,143,211,646	1.81%	429,981	475.58	1.36%

(1) Balances include current and noncurrent portions of bond principal outstanding net of bond premiums and discounts

(2) Details of the District's outstanding debt can be found in the notes to financial statements

Data Sources

District records and Offices of the County Clerks for Kane, McHenry, DuPage, Cook and DeKalb Counties.

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**DEBT CAPACITY
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING**

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds (1)	Less: Amounts Restricted for Debt Service (2)	Net General Bonded Debt	District Estimated Actual Taxable Property Value	Percentage of Net General Bonded Debt to Estimated Actual Taxable Property Value	Population (Estimated)	Net General Bonded Debt Per Capita
2022	\$ 153,860,200	\$ 4,534,356	\$ 149,325,844	\$ 13,859,939,994	1.11%	507,546	\$ 303.15
2021	160,968,576	4,888,362	156,080,214	13,438,325,612	1.20%	497,595	323.49
2020	165,584,222	4,841,932	160,742,290	12,669,584,721	1.31%	487,838	339.42
2019	170,648,453	4,569,441	166,079,012	12,229,482,842	1.40%	478,272	356.80
2018	175,826,341	5,014,363	170,811,978	11,777,329,171	1.49%	468,894	374.98
2017	180,481,188	3,746,425	176,734,763	11,221,103,941	1.65%	459,700	392.61
2016	185,049,198	3,549,757	181,499,441	10,325,972,629	1.76%	450,687	410.59
2015	191,609,968	4,435,843	187,174,125	10,026,440,546	1.89%	441,850	433.65
2014	198,547,590	4,610,459	193,937,131	10,185,173,177	1.88%	433,186	458.34
2013	204,489,519	5,419,398	199,070,121	11,143,211,646	1.76%	429,981	475.58

- (1) Balances include current and noncurrent portions of bond principal outstanding
(2) Amounts equal net position restricted for debt service per the College's Bond and Interest Fund
(3) Details of the District's outstanding debt can be found in the notes to financial statements

Data Sources

District records and Offices of the County Clerks for Kane, McHenry, DuPage, Cook and DeKalb Counties.

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**DEBT CAPACITY
SCHEDULE OF DIRECT AND OVERLAPPING BONDED DEBT**

June 30,2022

Governmental Unit	Gross Bonded Debt	Percentage of Debt Applicable to Government	Government's Share of Debt
Elgin Community College	\$ 153,860,200	100.00%	<u>\$ 153,860,200</u>
SCHOOLS			
Unit School District Number 46	185,425,910	100.00%	185,425,910
Unit School District Number 158	90,453,753	0.05%	43,486
Unit School District Number 300	228,355,000	80.07%	182,851,946
Unit School District Number 301	32,715,970	100.00%	32,715,970
Unit School District Number 303	24,035,000	99.54%	23,923,758
Unit School District Number 427	72,665,097	0.40%	<u>291,978</u>
Total schools			<u>425,253,049</u>
OTHERS			
Counties and large units			
Kane County	25,665,000	55.54%	14,254,836
Kane County Forest Preserve District	107,545,000	55.54%	59,732,567
Cook County	2,425,146,750	1.38%	33,443,311
Cook County Forest Preserve District	113,105,000	1.38%	1,559,743
Metropolitan Water Reclamation District	2,759,628,416	1.13%	31,233,052
DuPage County	91,865,000	3.22%	2,954,571
DuPage County Forest Preserve District	89,420,000	3.22%	<u>2,875,935</u>
Total counties and large units			<u>146,054,016</u>
Cities and Villages			
Village of Algonquin	2,415,000	27.66%	668,014
Village of Bartlett	53,155,000	100.00%	53,155,000
Village of Burlington			-
Village of Campton Hills			-
Campton Township	16,453,000	90.78%	14,936,353
Village of Carpentersville	27,147,000	87.09%	23,642,699
Village of East Dundee	8,980,000	100.00%	8,980,000
City of Elgin	73,705,000	100.00%	73,705,000
Village of Gilberts	4,090,000	97.33%	3,980,863
Village of Hampshire	1,300,000	100.00%	1,300,000
Village of Hanover Park	10,700,000	37.28%	3,989,445
Village of Hoffman Estates	84,815,000	17.49%	14,837,225
City of St. Charles	108,920,000	98.19%	106,949,981
Village of Schaumburg	326,050,000	3.21%	10,478,667
Village of South Elgin	22,640,000	100.00%	22,640,000
Village of South Barrington	-		-
Village of Streamwood	17,010,000	99.80%	16,975,717
City of West Chicago			-
Village of West Dundee	3,620,000	100.00%	<u>3,620,000</u>
Total cities and villages			<u>359,858,964</u>

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

DEBT CAPACITY
SCHEDULE OF DIRECT AND OVERLAPPING BONDED DEBT (Continued)

June 30,2022

Governmental Unit	Gross Bonded Debt	Percentage of Debt Applicable to Government	Government's Share of Debt
OTHERS (Continued)			
Library Districts			
Algonquin Public Library District	\$ -	0.00%	\$ -
Barrington Public Library District	-	0.00%	-
Bartlett Public Library District	-	0.00%	-
Gail Borden Public Library	-	0.00%	-
Huntley Public Library District	11,735,000	2.92%	342,200
Poplar Creek Library District	9,130,000	79.62%	7,269,432
Schaumburg Public Library District	-	0.00%	-
Town and Country Public Library District	-	0.00%	-
West Chicago Public Library District	-	0.00%	-
Park Districts			
Bartlett Park District	17,660,000	100.00%	17,660,000
Carol Stream Park District	57,597,447	7.77%	4,474,937
Dundee Township Park District	15,909,000	99.85%	15,885,214
Hampshire Park District	1,655,000	100.00%	1,655,000
Hanover Park Park District	5,671,060	40.13%	2,275,682
Hoffman Estates Park District	60,555,000	18.89%	11,440,629
Huntley Park District	2,760,000	2.01%	55,434
Schaumburg Park District	1,230,000	3.22%	39,604
South Barrington Park District	4,745,000	4.85%	230,232
St. Charles Park District	19,715,000	99.70%	19,656,094
Streamwood Park District	4,575,000	95.61%	4,374,286
West Chicago Park District	24,805,000	14.35%	3,560,733
West Chicago Fire Protection District	5,490,000	18.35%	1,007,218
Special Service Areas			
Carpentersville Special Service Area Numbers 6, 7, 10, 11 and 17	-	0.00%	-
Gilberts Special Service Area Number 10	11,101,000	100.00%	11,101,000
Gilberts Special Service Area Number 19	-	0.00%	-
Hanover Park Special Service Area Number 2	-	0.00%	-
Hampshire Special Service Area Number 9	-	0.00%	-
Pingree Grove Special Service Area Number 1	-	0.00%	-
St. Charles TIF 2	-	0.00%	-
Streamwood Special Service Area Number 3	-	0.00%	-
West Chicago Special Service Area Number 2	-	0.00%	-
Total others			101,027,694
Total schools, counties, cities and villages			931,166,029
TOTAL DIRECT AND OVERLAPPING DEBT			\$ 1,032,193,723

Data Sources

District records and Offices of the County Clerks for Kane, McHenry, DuPage, Cook and DeKalb Counties
Overlapping debt percentages based on 2021 EAV for DuPage and Kane Counties, and 2020 EAV for Cook County, the latest information available.

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**DEBT CAPACITY
LEGAL DEBT MARGIN INFORMATION**

Last Ten Fiscal Years

Fiscal Year	Assessed Value	Debt Limit Rate	Debt Limit (Assessed Value Debt Limit Rate)	Net Debt Applicable to Debt Limit (1)	Legal Debt Margin	Net Debt Applicable to Debt Limit as a Percentage of Debt Limit
2022	\$ 13,859,939,994	2.875%	\$ 398,473,275	\$ 153,860,200	\$ 244,613,075	38.61%
2021	13,438,325,612	2.875%	386,351,861	160,968,576	225,383,285	41.66%
2020	12,669,584,721	2.875%	364,250,561	165,584,222	198,666,339	45.46%
2019	12,229,482,842	2.875%	351,597,632	170,648,453	180,949,179	48.54%
2018	11,777,329,171	2.875%	338,598,214	175,826,341	162,771,873	51.93%
2017	11,221,103,941	2.875%	322,606,738	\$ 180,481,188	142,125,550	55.94%
2016	10,325,972,629	2.875%	296,871,713	185,049,198	111,822,515	62.33%
2015	10,026,440,546	2.875%	288,260,166	191,609,968	98,979,311	65.66%
2014	10,185,173,177	2.875%	292,823,729	198,547,590	96,850,318	66.93%
2013	11,143,211,646	2.875%	320,367,335	204,489,519	118,604,024	62.98%

Data Sources

District records and Offices of the County Clerks for Kane, McHenry, DuPage, Cook and DeKalb Counties

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**DEMOGRAPHIC AND ECONOMIC INFORMATION
PERSONAL INCOME PER CAPITA**

Last Ten Fiscal Years

Fiscal Year	Population (Estimate)	Personal Income (1)	Per Capita Personal Income	Unemployment Rate (2)(3)
2022	507,546	\$ 19,333,350,016	\$ 38,092	4.5%
2021	497,595	18,770,242,734	37,722	6.1%
2020	487,838	18,223,536,635	37,356	14.0%
2019	478,272	17,692,754,015	36,993	3.8%
2018	468,894	17,177,431,082	36,634	4.6%
2017	459,700	16,677,117,556	36,278	4.8%
2016	450,687	16,191,376,268	35,926	5.2%
2015	441,850	15,719,782,784	32,236	5.5%
2014	433,186	15,261,925,033	31,923	6.6%
2013	429,981	14,817,402,945	31,614	9.8%

(1) Personal income level is based on the 2010 Census for 2010 and estimated going forward.

(2) Population estimate is based on the American Community Survey data.

(3) The unemployment rate is based on Kane County in the Current Monthly Unemployment Rates for the State, Metro Areas, Counties and Cities table. Kane County represents the majority county in District 509.

Data Sources

Illinois Department of Employment Security
Census Bureau

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**DEMOGRAPHIC AND ECONOMIC INFORMATION
PRINCIPAL EMPLOYERS**

Current Year and Ten Years Ago

2022			2013		
Employer	Rank	Estimated Employees	Employer	Rank	Estimated Employees
Northwest Community Hospital	1	4,000	Sears Holding Corp	1	6,200
Transform Holdco, LLC	2	3,200	Northwest Community Healthcare	2	4,000
Beacon Sales Acquisition, Inc	3	3,000	AT&T Services, Inc.	3	2,500
North Grumman Corp.	4	2,800	Zurich North America Commercial	4	2,500
Zurich North American	5	2,500	Northrop Grumman Corporation	5	2,300
Advocate Sherman Hospital	6	2,200	St Alexius Medical Center	6	2,045
St. Alexius Medical Center	7	2,045	Motorola, Inc.	7	1,570
Nation Pizza Products LP	8	2,000	Clearbrook	8	1,000
HSBC Finance Corp.	9	1,500	Nation Pizza Products LP	9	700
Amita Health St. Joseph Hospital	10	1,300	Verizon Wireless, Inc	10	670
John B. Sanfilippo & Son, Inc.	11	1,200	The Nielsen Company	11	650
Clearbrook	12	1,000	ADP Dealer Services	12	600
Arthur J. Gallagher & Co.	13	825	Experian Information Solutions	13	600
OptumRx, Inc.	144	800			
Paylocity Corporation	15	800			
LSI	16	700			
Gallagher-Bassett Services, Inc.	17	675			
Capsonic Automotive, LLC	18	600			
CDK Global	19	600			
Experian Information Solutions, Inc.	20	600			
Village of Schaumburg	21	600			

Data Source

2021 Illinois Manufacturers Directory, 2021 Illinois Services Directory and a selected telephone survey.

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

DEMOGRAPHIC AND ECONOMIC INFORMATION
STUDENT ENROLLMENT DEMOGRAPHIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	Baccalaureate	Business Occupational	Technical Occupational	Health Occupational	Remedial Development	Adult Basic Secondary Education	Total Claimed Credit Hours
2022	91,530	7,169	12,343	8,595	7,972	15,256	142,865
2021	99,712	7,982	11,418	9,195	7,688	8,099	144,094
2020	108,830	9,100	14,954	10,858	11,536	18,683	173,961
2019	105,209	8,863	14,850	10,943	12,297	20,192	172,354
2018	108,356	8,524	14,912	10,761	12,972	21,101	176,626
2017	108,930	8,913	14,237	10,657	14,709	21,974	179,420
2016	111,979	11,333	16,132	11,945	15,481	22,575	189,445
2015	112,957	12,203	17,198	12,040	16,826	24,605	195,829
2014	115,845	12,900	18,953	12,196	17,271	20,143	197,308
2013	117,315	13,074	19,588	12,698	18,573	26,153	207,401

Data Source

District records

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**OPERATING INFORMATION
FULL-TIME EQUIVALENT EMPLOYEES AND EMPLOYEE HEADCOUNT BY EMPLOYEE GROUP**

Last Ten Fiscal Years

Employee Group	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Faculty										
Full-time FTE	136	133	129	122	136	133	135	133	132	130
Part-time FTE	154	148	184	182	181	173	195	205	219	209
Total FTE	290	281	313	304	317	306	330	338	351	339
Headcount	478	474	539	524	510	530	577	601	615	598
Administrators										
Full-time FTE	56	57	54	48	46	47	45	44	43	43
Part-time FTE	0	0	0	0	0	0	0	0	0	0
Total FTE	56	57	54	48	46	47	45	44	43	43
Headcount	56	57	54	48	46	47	45	44	43	43
Nonteaching Professional Staff										
Full-time FTE	194	190	178	181	182	191	194	189	166	171
Part-time FTE	32	28	30	26	30	41	48	48	51	49
Total FTE	226	218	208	207	212	232	242	237	217	220
Headcount	260	268	264	255	252	281	289	285	267	269
Classified Staff										
Full-time FTE	110	114	106	103	108	101	107	102	112	107
Part-time FTE	46	57	62	58	65	62	63	69	75	69
Total FTE	156	171	168	161	173	163	170	171	187	176
Headcount	191	213	228	223	228	206	233	239	261	244

Notes

The above statistics reflect employment numbers for the fall semester of the year listed as reported to the ICCB in our annual salary submission. The College reclassified its tutors in 2012. Tutors are now considered contingent employees and are no longer included in this report.

Data Source

ICCB C1/C2 submissions

**ELGIN COMMUNITY COLLEGE
COLLEGE DISTRICT 509
ELGIN, ILLINOIS**

**OPERATING INFORMATION
DEGREES AND CERTIFICATES AWARDED**

Last Ten Fiscal Years

Degrees and Certificates Awarded	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General studies degrees										
Associate degrees										
Arts	565	626	581	592	612	543	522	529	466	524
Sciences	193	164	167	149	153	182	256	231	196	197
Engineering science	32	16	27	20	26	29	26	19	14	14
Fine arts	4	3	4	4	2	2	5	9	11	7
Liberal studies and general education	12	13	23	14	17	20	23	42	41	43
Occupational degrees										
Associate degree in applied science	285	347	297	324	326	360	384	369	359	387
Occupational certificates										
One year or more	95	134	126	146	177	178	321	299	286	292
Less than one year	573	559	917	953	863	739	819	1,087	880	1,019
General Education core Curriculum Credential	442	293	794	-	-	-	-	-	-	-
TOTAL DEGREES AND CERTIFICATES AWARDED	2,201	2,155	2,936	2,202	2,176	2,053	2,356	2,585	2,253	2,483

Data Source

District records

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

OPERATING INFORMATION
CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Main Campus										
Size of campus in acres	213.9	213.9	211.5	211.5	211.5	211.5	211.5	211.5	211.5	168.5
Number of buildings	18	18	18	18	18	18	18	18	18	18
Gross square footage	1,121,671	1,121,671	1,121,671	1,121,671	1,121,671	1,121,671	1,121,671	1,121,671	1,121,671	1,122,508
Number of parking lots	18	18	18	18	18	18	18	18	18	18
Number of parking spaces	4,347	4,350	4,350	4,350	4,350	4,349	4,349	4,337	4,337	4,326
Burlington Facility										
Size of facility in acres	119.7	119.7	119.7	119.7	119.7	119.7	119.7	-	-	-
Number of buildings	4	4	4	4	4	4	4	-	-	-
Number of rooms	80	80	80	80	80	80	80	-	-	-
Gross square footage	37,622	37,622	37,622	37,622	37,622	37,622	37,622	-	-	-
Number of parking lots	3	3	3	3	3	3	3	-	-	-
Number of parking spaces	233	233	233	233	233	233	233	-	-	-
Hanover Park Education and Work Center										
Number of buildings	1	1	1	1	1	1	1	1	1	-
Number of rooms	16	16	16	16	16	16	16	16	16	-
Gross square footage	10,848	10,848	10,848	10,848	10,848	10,848	10,848	9,274	9,274	-
Municipal parking lots	1	1	1	1	1	1	1	0	0	-
Streamwood Village Hall Campus										
Number of buildings	1	1	1	1	1	1	1	1	1	1
Number of rooms	3	3	3	3	3	3	3	3	3	3
Gross square footage	3,224	3,224	3,224	3,224	3,224	3,224	3,224	3,224	3,224	3,224
Municipal parking lots	2	2	2	2	2	2	2	2	2	2

Data Source

District records

SPECIAL REPORTS

SUPPLEMENTAL FINANCIAL INFORMATION

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

CERTIFICATE OF CHARGEBACK REIMBURSEMENT

For the Fiscal Year Ended June 30, 2022

**ALL NONCAPITAL AUDITED OPERATING EXPENDITURES
FOR FISCAL YEAR 2022 FROM ALL REVENUE SOURCES**

Education fund	\$ 62,249,299
Operations and maintenance fund	10,678,075
Bond and interest fund	-
Restricted purposes fund	2,210,655
Federal financial aid fund	18,353,887
Federal grants fund	11,439,462
Audit fund	125,143
Liability, protection and settlement fund	1,556,554
Auxiliary enterprises fund (subsidy only)	<u>1,490,596</u>

Total noncapital audited operating expenditures	108,103,671
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Plus depreciation on capital outlay expenditures (equipment, buildings and fixed equipment) paid from sources other than state and federal funds	<u>7,891,033</u>
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Equals total costs included	<u><u>\$ 115,994,704</u></u>
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TOTAL SEMESTER CREDIT HOURS	<u><u>142,864.5</u></u>
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PER CAPITA COST	<u><u>\$ 811.92</u></u>
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(This schedule is continued on the following page.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

CERTIFICATE OF CHARGEBACK REIMBURSEMENT (Continued)

For the Fiscal Year Ended June 30, 2022

All fiscal year 2022 state and federal operating grants for noncapital expenditures, except ICCB grants	<u>\$ 28,949,113</u>
Fiscal year 2022 state and federal grants per semester credit hour	202.63
District's average ICCB grant rate for fiscal year 2023	39.42
District's student tuition and fee rate per semester credit hour for fiscal year 2023	<u>132.00</u>
EQUALS CHARGEBACK REIMBURSEMENT PER SEMESTER CREDIT HOUR	<u><u>\$ 437.87</u></u>

(See independent auditor's report.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT
CONSOLIDATED YEAR END FINANCIAL REPORT**

June 30, 2022

CSFA Number	Program Name	State	Federal	Other	Total
420-30-0082	Apprenticeship Expansion Program	\$ 134,169	\$ -	\$ -	\$ 134,169
420-35-0083	Small Business Development Centers	-	61,388	42,065	103,453
444-22-2690	814 CRSS (Certified Recovery Support Specialist) Success Program	49,613	-	-	49,613
684-00-0465	Postsecondary Perkins Basic Grants - Federal CTE	-	590,116	-	590,116
684-00-2455	Governor's Emergency Education Relief - Federal	-	144,653	-	144,653
684-01-1625	Adult Education and Literacy Basic Grants - Federal and State	1,158,878	581,469	-	1,740,347
	Other grant programs and activities	-	28,752,430	723,720	29,476,150
	All other costs not allocated	-	-	113,150,624	113,150,624
TOTALS		<u>\$ 1,342,660</u>	<u>\$ 30,130,056</u>	<u>\$ 113,916,409</u>	<u>\$ 145,389,125</u>

(See independent auditor's report.)

UNIFORM FINANCIAL STATEMENTS

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

ALL FUNDS SUMMARY
UNIFORM FINANCIAL STATEMENT #1
FISCAL YEAR ENDED JUNE 30, 2022

	Education Fund	Operations and Maintenance Fund	Operations and Maintenance Fund (Restricted)	Bond and Interest Fund	Auxiliary Enterprise Funds	Restricted Purposes Fund	Federal Financial Aid Fund	Working Cash Fund
FUND BALANCES, JULY 1, 2021	\$ 54,732,140	\$ 17,555,823	\$ 47,832,600	\$ 4,888,362	\$ 17,995,938	\$ 2,343,908	\$ -	\$ 4,737,477
REVENUES								
Local tax revenue	41,744,309	11,934,485	-	9,981,343	-	-	-	-
All other local revenue	-	-	-	-	-	180,029	-	-
ICCB grants	6,408,469	-	-	-	-	1,158,500	-	-
All other state revenue	-	-	-	-	-	29,256,344	-	-
Federal revenue	3,349,632	-	-	-	-	144,653	18,353,887	-
Student tuition and fees	20,419,228	-	-	-	214,852	-	-	-
All other revenue	(1,158,733)	112,971	-	-	3,794,823	727,473	-	34,472
Total revenues	70,762,905	12,047,456	-	9,981,343	4,009,675	31,466,999	18,353,887	34,472
EXPENDITURES								
Instruction	30,502,464	-	-	-	-	16,222,725	-	-
Academic support	8,802,192	-	-	-	-	3,700,697	-	-
Student services	5,600,228	-	-	-	1,278,955	2,665,435	106,753	-
Public service/continuing education	470,804	-	-	-	-	480,032	-	-
Auxiliary services	-	-	-	-	4,851,010	221,448	-	-
Operations and maintenance	-	10,101,891	-	-	-	2,878,428	-	-
Institutional support	17,253,152	853,499	6,195,871	10,335,350	-	5,140,206	-	-
Scholarships, grants and waivers	1,795	-	-	-	-	158,028	18,247,134	-
Total expenditures	62,630,635	10,955,390	6,195,871	10,335,350	6,129,965	31,466,999	18,353,887	-
NET TRANSFERS	(16,423,719)	-	11,844,601	-	4,579,118	-	-	-
FUND BALANCES, JUNE 30, 2022	\$ 46,440,691	\$ 18,647,889	\$ 53,481,330	\$ 4,534,355	\$ 20,454,766	\$ 2,343,908	\$ -	\$ 4,771,949

(This statement is continued on the following page.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

ALL FUNDS SUMMARY
UNIFORM FINANCIAL STATEMENT #1 (Continued)
FISCAL YEAR ENDED JUNE 30, 2022

	Audit Fund	Liability, Protection Settlement Fund	Federal Grants Fund	Total
FUND BALANCES, JULY 1, 2021	\$ 190,685	\$ 3,668,626	\$ -	\$ 153,945,559
REVENUES				
Local tax revenue	100,348	706,070	-	64,466,555
All other local revenue	-	-	-	180,029
ICCB grants	-	-	-	7,566,969
All other state revenue	-	-	-	29,256,344
Federal revenue	-	-	11,620,696	33,468,868
Student tuition and fees	-	-	-	20,634,080
All other revenue	-	83,308	-	3,594,314
Total revenues	100,348	789,378	11,620,696	159,167,159
EXPENDITURES				
Instruction	-	-	3,098,824	49,824,013
Academic support	-	-	6,910,595	19,413,484
Student services	-	-	655,023	10,306,394
Public service/continuing education	-	-	65,553	1,016,389
Auxiliary services	-	-	-	5,072,458
Operations and maintenance	-	572,633	-	13,552,952
Institutional support	125,143	983,921	-	40,887,142
Scholarships, grants, waivers	-	-	890,701	19,297,658
Total expenditures	125,143	1,556,554	11,620,696	159,370,490
NET TRANSFERS	-	-	-	-
FUND BALANCES, JUNE 30, 2022	\$ 165,890	\$ 2,901,450	\$ -	\$ 153,742,228

(See independent auditor's report.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

SUMMARY OF CAPITAL ASSETS AND DEBT
UNIFORM FINANCIAL STATEMENT #2
FISCAL YEAR ENDED JUNE 30, 2022

	Fixed Asset/Debt Account Groups June 30, 2021	Additions	Deletions	Fixed Asset/Debt Account Groups June 30, 2022
CAPITAL ASSETS				
Sites and improvements	\$ 45,258,613	\$ 39,294	\$ -	\$ 45,297,907
Buildings, additions and improvements	240,664,198	2,369,863	-	243,034,061
Equipment	15,726,347	800,590	(250,254)	16,276,683
Other capital assets	1,720,494	6,683,552	(2,369,863)	6,034,183
Accumulated depreciation	124,005,184	8,036,277	(250,254)	131,791,207
TOTAL CAPITAL ASSETS	\$ 179,364,468	\$ 1,857,022	\$ (2,369,863)	\$ 178,851,627
FIXED LIABILITIES				
Bonds payable	\$ 146,490,000	\$ -	\$ (6,075,000)	\$ 140,415,000
OPEB liability	40,961,964	758,651	-	41,720,615
Other fixed liabilities	-	-	-	-
TOTAL FIXED LIABILITIES	\$ 187,451,964	\$ 758,651	\$ (6,075,000)	\$ 182,135,615
	<u>Outstanding July 1, 2021</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Outstanding June 30, 2022</u>
EDUCATION FUND				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
OPERATIONS AND MAINTENANCE FUND				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
BOND AND INTEREST FUND				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
AUDIT FUND				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
LIABILITY, PROTECTION AND SETTLEMENT FUND				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-

(See independent auditor's report.)

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**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3
FISCAL YEAR ENDED JUNE 30, 2022

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
OPERATING REVENUES BY SOURCE			
Local government			
Local taxes	\$ 40,065,414	\$ 11,934,485	\$ 51,999,899
Chargeback revenue	-	-	-
Corporate Personal Property replacement tax	1,678,895	-	1,678,895
Other	-	-	-
Total local government	41,744,309	11,934,485	53,678,794
State government			
ICCB base operating grants	5,889,620	-	5,889,620
ICCB equalization grants	50,000	-	50,000
ICCB career & technical education	468,849	-	468,849
ICCB adult education	-	-	-
Other ICCB grants not listed above	-	-	-
Department of Corrections	-	-	-
Dept. of Veteran Affairs	-	-	-
Illinois Student Assistance Commission	-	-	-
Other (include other ICCB grants not above)	-	-	-
Total state government	6,408,469	-	6,408,469
Federal government			
Department of Education	-	-	-
Department of Labor	-	-	-
Department of Health and Human Services	-	-	-
Other	3,349,632	-	3,349,632
Total federal government	3,349,632	-	3,349,632
Student tuition and fees			
Tuition	17,722,367	-	17,722,367
Fees	2,696,861	-	2,696,861
Other student assessments	-	-	-
Total student tuition and fees	20,419,228	-	20,419,228
Other sources			
Sales and service fees	-	-	-
Facilities revenue	-	-	-
Investment revenue	(2,389,365)	-	(2,389,365)
Nongovernmental grants	-	-	-
Other	1,230,632	112,971	1,343,603
Total other sources	(1,158,733)	112,971	(1,045,762)
Total revenues	70,762,905	12,047,456	82,810,361
Less non-operating items			
Tuition chargeback revenue	-	-	-
Instructional service contracts	-	-	-
ADJUSTED REVENUE	\$ 70,762,905	\$ 12,047,456	\$ 82,810,361

(This statement is continued on the following page.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3 (Continued)
FISCAL YEAR ENDED JUNE 30, 2022

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
OPERATING EXPENDITURES			
BY PROGRAM			
Instruction	\$ 30,502,464	\$ -	\$ 30,502,464
Academic support	8,802,192	-	8,802,192
Student services	5,600,228	-	5,600,228
Public service/continuing education	470,804	-	470,804
Organized research	-	-	-
Auxiliary services	-	-	-
Operations and maintenance	-	10,101,891	10,101,891
Institutional support	17,253,152	853,499	18,106,651
Scholarships, student grants, waivers	1,795	-	1,795
Total expenditures	62,630,635	10,955,390	73,586,025
Less non-operating items			
Tuition chargeback	-	-	-
Instructional service contracts	-	-	-
Transfers	16,423,719	-	16,423,719
ADJUSTED EXPENDITURES	\$ 79,054,354	\$ 10,955,390	\$ 90,009,744
BY OBJECT			
Salaries	\$ 44,973,328	\$ 4,733,489	\$ 49,706,817
Employee benefits	9,213,520	1,107,607	10,321,127
Contractual services	2,811,997	896,675	3,708,672
General materials and supplies	3,725,726	629,012	4,354,738
Library materials**	3,596	-	3,596
Conference and meeting expenses	489,579	8,225	497,804
Fixed charges	151,593	471,847	623,440
Utilities	1,632	2,557,535	2,559,167
Capital outlay	791,217	551,000	1,342,217
Other	472,043	-	472,043
Student grants and scholarships**	1,795	-	1,795
Total expenditures	62,630,635	10,955,390	73,586,025
Less non-operating items			
Tuition chargeback	-	-	-
Instructional service contracts	-	-	-
Transfers	16,423,719	-	16,423,719
ADJUSTED EXPENDITURES	\$ 79,054,354	\$ 10,955,390	\$ 90,009,744

**Non add line

Inter-college revenues that do not generate related local college credit hours are subtracted to allow for statewide comparisons.

(See independent auditor's report.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4
FISCAL YEAR ENDED JUNE 30, 2022**

REVENUES BY SOURCE

Total local government	<u>\$ 180,029</u>
State government	
ICCB - Student Success Grant	-
ICCB - Retirees Health Insurance Grant	-
ICCB - Special Initiatives Grants	-
ICCB - Program Improvement Grant	-
ICCB - Adult Education	1,158,878
ICCB - Other	-
Dept. of Corrections	-
Illinois Student Assistance Commission	-
Other (attach itemization)	<u>29,255,966</u>
Total state government	<u>30,414,844</u>
Federal government	
Department of Education	29,131,432
Department of Labor	633,010
Department of Health and Human Services	148,753
Other	<u>206,041</u>
Total federal government	<u>30,119,236</u>
Other sources	
Tuition and fees	-
Other	<u>727,473</u>
Total other sources	<u>727,473</u>
TOTAL RESTRICTED PURPOSES FUND REVENUES	<u><u>\$ 61,441,582</u></u>

(This statement is continued on the following page.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4 (Continued)
FISCAL YEAR ENDED JUNE 30, 2022**

EXPENDITURES BY PROGRAM

Instruction	\$ 19,321,549
Academic support	10,611,292
Student services	3,427,211
Public service/continuing education	545,585
Organized research	-
Auxiliary services	221,448
Operations and maintenance	2,878,428
Institutional support	5,140,206
Scholarships, grants, waivers	<u>19,295,863</u>

TOTAL RESTRICTED PURPOSES FUND EXPENDITURES	<u><u>\$ 61,441,582</u></u>
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EXPENDITURES BY OBJECT

Salaries	\$ 4,292,396
Employee benefits	602,601
Contractual services	2,113,214
Student financial aid	-
General materials and supplies	600,551
*Library materials	-
Travel and conference/meeting expenses	222,397
Fixed charges	147,635
Utilities	31,258
Capital outlay	646,387
SURS/OPEB expense	29,256,344
Other	23,528,799
*Scholarships, grants, waivers	<u>19,295,863</u>

TOTAL RESTRICTED PURPOSES FUND EXPENDITURES	<u><u>\$ 61,441,582</u></u>
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* Non add line

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**CURRENT FUNDS - EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5
FISCAL YEAR ENDED JUNE 30, 2022**

INSTRUCTION

Instructional programs	\$ 45,778,026
Other	947,163
	<hr/>
Total instruction	46,725,189
	<hr/>

ACADEMIC SUPPORT

Library Center	1,729,829
Instructional Materials Center	782,797
Educational Media Services	1,614,934
Academic computing support	-
Academic administration and planning	4,705,892
Other	3,669,437
	<hr/>
Total academic support	12,502,889
	<hr/>

STUDENT SERVICES SUPPORT

Admissions and records	1,302,193
Counseling and career guidance	1,645,126
Financial aid administration	760,756
Administration	600,564
Social and cultural development	1,733,142
Other	3,502,837
	<hr/>
Total student services support	9,544,618
	<hr/>

PUBLIC SERVICE/CONTINUING EDUCATION

Community education	13,142
Customized training (instructional)	-
Community services	542,569
Other	395,125
	<hr/>
Total public service/continuing education	950,836
	<hr/>

ORGANIZED RESEARCH

-

AUXILIARY SERVICES

5,072,458

(This statement is continued on the following page.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**CURRENT FUNDS - EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5 (Continued)
FISCAL YEAR ENDED JUNE 30, 2022**

OPERATIONS AND MAINTENANCE OF PLANT

Maintenance	\$ 2,411,697
Custodial services	2,479,981
Grounds	796,309
Campus security	1,699,909
Transportation	-
Utilities	2,644,351
Administration	836,198
Other	<u>2,684,507</u>
 Total operations and maintenance of plant	 <u>13,552,952</u>

INSTITUTIONAL SUPPORT

Executive management	1,710,414
Fiscal operations	1,325,897
Community relations	879,089
Administrative support services	8,894,062
Board of trustees	65,774
General institution	2,611,737
Institutional research	485,525
Administrative data processing	2,548,441
Other	<u>5,834,982</u>
 Total institutional support	 <u>24,355,921</u>

SCHOLARSHIPS, STUDENT GRANTS AND WAIVERS

159,823

TOTAL CURRENT FUNDS EXPENDITURES

\$ 112,864,686

(See independent auditor's report.)

INDEPENDENT AUDITOR'S REPORT

Members of the Board of Trustees
Elgin Community College
District Number 509
Elgin, Illinois

Opinion

We have audited the accompanying balance sheet of Elgin Community College District Number 509's (the District) State Adult Education and Family Literacy Grant Program as of June 30, 2022, and the related statements of revenues, expenditures and changes in fund balance for the year then ended and the notes to financial statements - state grants programs.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the State Adult Education and Family Literacy Grant Program of Elgin Community College District Number 509 as of June 30, 2022, and the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the guidelines of the Illinois Community College Board *Fiscal Management Manual*. Our responsibilities under these standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We also reviewed the compliance with the provisions of the agreement between the District and the Illinois Community College Board. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

The accompanying balance sheet and statement of revenues, expenditures and changes in fund balances were prepared for the purpose of complying with the terms of the ICCB Grants and are not intended to be a complete presentation of the District's revenue and expenditures in conformity with accounting principles generally accepted in the United States of America. Our opinion was not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings and certain internal control-related matters that we identified during the audit.

Other Matters

Our audit was conducted for the purpose of forming opinions on the balance sheet of the State Adult Education and Family Literacy Grant Program as of June 30, 2022 and the related statement of revenues, expenditures and changes in fund balance for the year then ended. The schedule of expenditure amounts and percentages for ICCB Grant Funds Only is presented for purposes of additional analysis and are not a required part of these financial statements. The schedule of expenditure amounts and percentages for ICCB Grant Funds Only is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare these financial statements.

The information has been subjected to the auditing procedures applied in the audit of these financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare these financial statements or to the financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure amounts and percentages for ICCB Grant Funds Only are fairly stated, in all material respects, in relation to these financial statements as a whole.

In connection with our audit, nothing came to our attention that caused us to believe that the District failed to comply with the terms, covenants, provisions or conditions of the agreements, insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the District's noncompliance with the above referenced terms, covenants, provisions or conditions of the agreements, insofar as they relate to accounting matters.

Sikich LLP

Naperville, Illinois
December 5, 2022

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**STATE ADULT EDUCATION AND FAMILY
LITERACY RESTRICTED GRANT PROGRAM
BALANCE SHEET**

June 30, 2022

	State Basic	State Performance	Total
<hr/>			
ASSETS			
None	\$ -	\$ -	\$ -
<hr/>			
TOTAL ASSETS	\$ -	\$ -	\$ -
<hr/>			
LIABILITIES AND FUND BALANCES			
LIABILITIES			
None	\$ -	\$ -	\$ -
<hr/>			
Total liabilities	-	-	-
<hr/>			
FUND BALANCES			
None	-	-	-
<hr/>			
TOTAL LIABILITIES AND FUND BALANCES	\$ -	\$ -	\$ -
<hr/>			

(See independent auditor's report.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**STATE ADULT EDUCATION AND FAMILY
LITERACY RESTRICTED GRANT PROGRAM
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES**

For the Year Ended June 30, 2022

	State Basic	State Performance	Total
REVENUES			
State sources	\$ 681,656	\$ 477,222	\$ 1,158,878
Total revenues	681,656	477,222	1,158,878
EXPENDITURES			
Instructional and student services			
Instruction	647,573	453,361	1,100,934
Guidance services	-	-	-
Social work services	-	-	-
Total instructional and student services	647,573	453,361	1,100,934
Program support			
Improvement of instructional services	-	-	-
General administration	-	-	-
Workforce coordination	-	-	-
Facility charges	34,083	23,861	57,944
Total program support	34,083	23,861	57,944
Total expenditures	681,656	477,222	1,158,878
NET CHANGE IN FUND BALANCE	-	-	-
FUND BALANCE, JULY 1, 2021	-	-	-
FUND BALANCE, JUNE 30, 2022	\$ -	\$ -	\$ -

(See independent auditor's report.)

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**STATE ADULT EDUCATION AND FAMILY
LITERACY RESTRICTED GRANT PROGRAM
SCHEDULE OF EXPENDITURE AMOUNTS AND
PERCENTAGES FOR ICCB GRANT FUNDS ONLY**

For the Year Ended June 30, 2022

	Audited Expenditure Amount	Audited Expenditure Percentage
STATE BASIC		
Instruction (45% minimum required)	\$ 647,573	95%
General administration (9% maximum allowed)	34,083	5%

(See independent auditor's report.)

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**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS - STATE GRANT PROGRAMS

June 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Elgin Community College District Number 509 (the District) conform to accounting principles generally accepted in the United States of America as set forth by the Governmental Accounting Standards Board. The following is a summary of the more significant accounting policies:

a. General

The accompanying statements include transactions resulting from the Illinois Community College Board (ICCB) State Adult Education and Family Literacy Grant program. These transactions have been accounted for in the Restricted Purposes Subfund.

b. Basis of Accounting

The statements have been prepared on the accrual basis of accounting and the current financial resources measurement focus. Expenditures include all accounts payable representing liabilities for goods and services actually received as of June 30, 2022. Funds obligated for goods prior to June 30 for which the goods are received prior to August 31, if any, are recorded as restricted fund balances.

c. Capital Assets

Capital asset purchases are recorded as expenditures - capital outlay and are capitalized in the basic financial statements.

2. PAYMENTS OF PRIOR YEAR'S ENCUMBRANCES

Payments of prior year's encumbrances for goods received prior to August 31 are reflected as expenditures during the current fiscal year.

3. BACKGROUND INFORMATION ON STATE GRANT ACTIVITY

a. Unrestricted Grants

Base Operating Grants

General operating funds provided to colleges based upon credit enrollment with a small portion of the allocation based upon gross square footage of space at the college.

3. BACKGROUND INFORMATION ON STATE GRANT ACTIVITY (Continued)

b. Restricted Adult Education Grants/State

State Basic

Grants awarded to State Adult Education and Family Literacy providers to establish special classes for the instruction of persons of age 21 and over or persons under the age of 21 and not otherwise in attendance in public school for the purpose of providing adults in the community and other instruction as may be necessary to increase their qualifications for employment or other means of self-support and their ability to meet their responsibilities as citizens, including courses of instruction regularly accepted for graduation from elementary or high schools and for Americanization and General Education Development Review classes. Included in this grant are funds for support services, such as student transportation and child care facilities or provision.

Performance

Grant awarded to State Adult Education and Family Literacy providers based on performance outcomes.

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**INDEPENDENT ACCOUNTANT'S REPORT ON ENROLLMENT DATA
AND OTHER BASES UPON WHICH CLAIMS ARE FILED AND
SUPPORTING RECONCILIATION OF SEMESTER CREDIT HOURS**

Members of the Board of Trustees
Elgin Community College
District Number 509
Elgin, Illinois

We have examined management of Elgin Community College District Number 509's (the District) assertion that the District complied with the guidelines of the Illinois Community College Board's *Fiscal Management Manual* included in the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed and the Reconciliation of Total Semester Credit Hours of Elgin Community College during the period July 1, 2021 through June 30, 2022. The District's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion about the District's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether management's assertion about compliance with the specified requirements is fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about whether management's assertion is fairly stated, in all material respects. The nature, timing and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of management's assertion, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

Our examination does not provide a legal determination on the District's compliance with the specified requirements.

In our opinion, management's assertion that the District complied with the guidelines of the Illinois Community College Board's *Fiscal Management Manual* included in the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed and the Reconciliation of Total Semester Credit Hours of Elgin Community College is fairly stated, in all material respects.

Sikich LLP

Naperville, Illinois
December 5, 2022

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

**SCHEDULE OF ENROLLMENT DATA AND OTHER BASES
UPON WHICH CLAIMS ARE FILED**

For the Year Ended June 30, 2022

	Total Semester Credit Hours by Term							
	Summer		Fall		Spring		Total	
	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted
CATEGORIES								
Baccalaureate	12,829.5	-	41,855.5	-	36,844.5	-	91,529.5	-
Business occupational	658.0	-	3,493.0	-	3,018.0	-	7,169.0	-
Technical occupational	857.0	-	5,843.0	-	5,643.0	-	12,343.0	-
Health occupational	727.0	-	4,149.5	-	3,718.5	-	8,595.0	-
Remedial developmental	983.0	-	3,954.0	-	3,035.0	-	7,972.0	-
Adult basic education/adult secondary education	-	4,403.0	269.0	5,439.5	249.0	4,895.5	518.0	14,738.0
TOTAL CREDIT HOURS VERIFIED	16,054.5	4,403.0	59,564.0	5,439.5	52,508.0	4,895.5	128,126.5	14,738.0

	In-District	Chargeback/ Contractual Agreement	Total
Reimbursable semester credit hours	134,657.5	2,000.0	136,657.5

	Dual Credit	Dual Enrollment	Total
Reimbursable semester credit hours	10,298.0	1,591.0	11,889.0

The District requires that all credit students provide documentation to verify their permanent residence.

This information is used to determine their residency for both tuition calculation and submission of reports for state funding purposes.

In order to prove residency, a student must submit, to either the Office of Admissions or the Registration and Records Office, the following documentation:

- A valid Illinois driver's license or a pre-printed renewal application
- An Illinois state identification card
- Two current bank statements or utility bills addressed to the student
- An in-district high school transcript issued within the last two years

A student must reside within the district for at least 30 days prior to the start of semester classes in order to meet the residency requirements.

A student may also qualify for in-district tuition rates if he/she is employed full-time at a company within the district and utilizing the Business Education Service Contract.

DISTRICT'S 2021 EQUALIZED ASSESSED VALUATION \$ 13,859,939,994

**ELGIN COMMUNITY COLLEGE
DISTRICT NUMBER 509
ELGIN, ILLINOIS**

RECONCILIATION OF TOTAL SEMESTER CREDIT HOURS

For the Year Ended June 30, 2022

	Total Unrestricted Hours	Total Unrestricted Credit Hours Certified to the ICCB	Difference	Total Restricted Hours	Total Restricted Credit Hours Certified to the ICCB	Difference
Baccalaureate	91,529.5	91,529.5	-	-	-	-
Business occupational	7,169.0	7,169.0	-	-	-	-
Technical occupational	12,343.0	12,343.0	-	-	-	-
Health occupational	8,595.0	8,595.0	-	-	-	-
Remedial developmental	7,972.0	7,972.0	-	-	-	-
Adult basic education/adult secondary education	518.0	518.0	-	14,738.0	14,738.0	-
TOTAL	128,126.5	128,126.5	-	14,738.0	14,738.0	-

	Total Attending	Total Attending Certified to the ICCB	Difference
In-District Residents	134,657.5	134,657.5	-
Chargeback/Contractual Agreement	2,000.0	2,000.0	-

	Total Reimbursable	Total Reimbursable Certified to the ICCB	Difference
Dual Credit	10,298.0	10,298.0	-
Dual Enrollment	1,591.0	1,591.0	-



Elgin
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