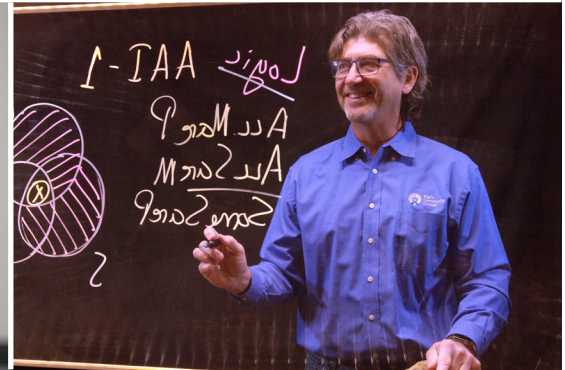




Elgin  
Community  
College

Bright Choice. Bright Future.



Community College District 509

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Years ended June 30, 2021 and June 30, 2020



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

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

For the Years Ended  
June 30, 2021 and 2020

Prepared by  
Finance Department



**ELGIN COMMUNITY COLLEGE**  
**DISTRICT NUMBER 509**  
**ELGIN, ILLINOIS**  
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## **INTRODUCTORY SECTION**





**ELGIN COMMUNITY COLLEGE**  
**Community College District No. 509**

Principal Officials

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**BOARD OF TRUSTEES**

Members

Jennifer Rakow, Chairperson

Jeffrey A. Meyer, Vice Chairperson

John Duffy

Candace McCreary

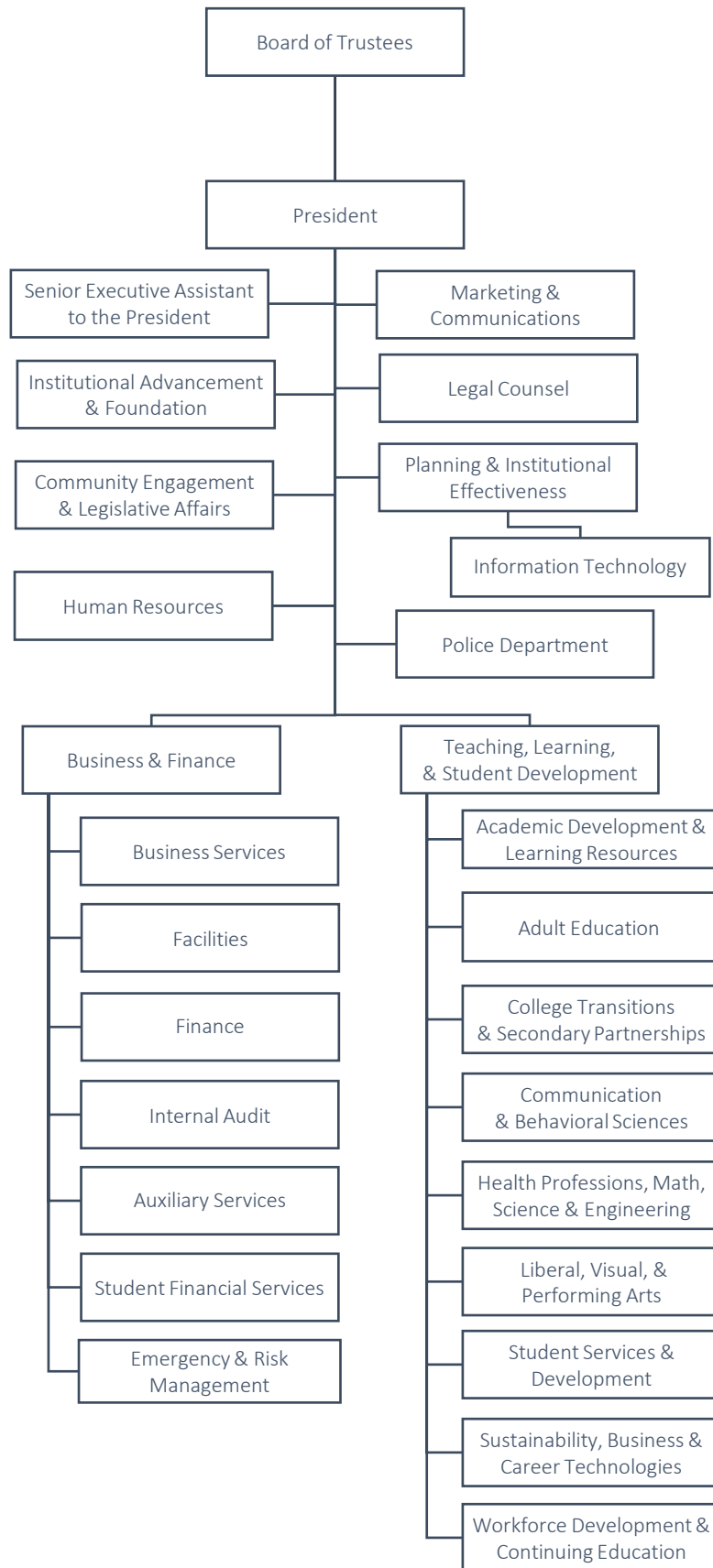
Donna Redmer

Shane Nowak

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James G. Allen Jr., Student Member of the Board

David Sam, President





Government Finance Officers Association

Certificate of  
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Presented to

**Elgin Community College  
Illinois**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2020

*Christopher P. Morill*

Executive Director/CEO





October 13, 2021

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

The comprehensive annual financial report of Elgin Community College (ECC), Community College District No. 509 for the fiscal year ended June 30, 2021 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 comprehensive annual 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.

### **Mission, Vision, and Goals**

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 and support staff members. The plan is divided into several broad components, which include: the mission, vision, philosophy statement, shared values, themes, goals, strategies, and success indicators as defined below.

Mission	Statement about why the college exists (our purpose)
Vision	Statement about where we are headed (our future)
Philosophy on Learning	The core conceptual framework that guides our work

Shared Values	Foundational beliefs that shape our actions and embody our philosophy
Themes	Enduring concepts emerging from planning discussions used to frame goals and strategies
Goals	Broad, long-range intentions that help to clarify our vision
Strategies	Specific and reportable actions we intend to accomplish within each goal
Success Indicators	Reportable measures to assess whether goals are on track

The College community started a year long process in fall of 2016 to review student success data, comparative benchmarks and best practices from other institutions, national trends in higher education, labor and demographic trends, and financial reports to reflect on current and future opportunities. 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 themes to guide the college's future work which include: Equity and Learning (strategies 1 through 3), Holistic Programming (strategies 4 through 6), Community Partnerships (strategies 7 through 10), and Service Excellence and Collaboration (strategies 11 through 14). Within these strategies, success indicators provide specificity on measuring the work performed. The strategic plan for 2018 through 2022 was approved by the board of trustees in October of 2017. The key components are as follows:

## **MISSION**

The mission of Elgin Community College is to improve people's lives through learning.

## **VISION**

We will pursue our Mission by focusing all our efforts on making Elgin Community College a national leader in promoting success for all students. This Vision will be attained through a commitment to provide innovative and affordable learning opportunities for all constituencies and to promote cultural competence and community partnership in our decisions and actions.

## **PHILOSOPHY ON LEARNING**

Learning is the primary driver behind our Mission and Vision. We believe learning is a lifelong process of intellectual and interpersonal growth that occurs when individuals expand their depth of knowledge, skills, and experiences. We further

believe that learning empowers individuals to improve their lives and the economic, social, and cultural conditions of local and global communities.

## **SHARED VALUES**

### **Excellence**

Our programs and services strive for the highest level of excellence to successfully 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 inquiry flourishes and guides innovation.

### **Equity**

We are an inclusive community that provides students, employees, and community members with full access to all resources needed to achieve their individual goals. We commit to creating an environment that is equitable and inclusive to all.

### **Diversity**

We value and honor diversity in all forms and perspectives. To successfully achieve our vision, we provide a safe and inclusive community that promotes and affirms individual growth, social responsibility, and self-worth for success in a global world.

### **Ethical Practices**

We are responsible to carry out our work with honesty and integrity. Our decisions and actions are guided by our vision and not by personal interests, and they will be enacted with a sense of service to students and community members.

### **Accountability**

As a public institution we commit to make the best use of resources. We strive to be transparent in reporting our decisions and actions and seek feedback from others as we continuously improve our practices.

### **Collaboration**

We are actively committed to serving students, employees, and community members. The decisions and actions we undertake in carrying out our vision derive from working cooperatively with local through global constituencies.



## **STRATEGIC THEMES, GOALS, AND STRATEGIES**

### **THEME: EQUITY AND LEARNING**

**GOAL: IDENTIFY AND EXPAND PRACTICES TO RAISE ACADEMIC ACHIEVEMENT AND COMPLETION**

- Strategy 1: Create equitable learning environments to ensure that all students acquire the knowledge and skills needed for academic and career success
- Strategy 2: Develop students' self-advocacy skills and professional behaviors
- Strategy 3: Study and model research-based teaching practices that elevate student learning

#### **Success Metrics**

- Improve achievement metrics for identified target populations. Achievement metrics include rates for: course success; retention; graduation; transfer; and job attainment
- Reduce the proportion of students enrolling in developmental coursework
- Increase the proportion of employees and students who complete cultural competence training

### **THEME: HOLISTIC PROGRAMMING**

**GOAL: STRATEGICALLY BUILD AND MAINTAIN ENROLLMENT AND PURPOSEFUL PATHWAYS**

- Strategy 4: Strengthen outreach, recruitment, retention, and completion of key target populations
- Strategy 5: Routinely assess and adjust college practices to ensure that students make informed decisions
- Strategy 6: Develop an institution-wide approach to class scheduling and the efficient use of student resources

#### **Success Metrics**

- Increase the number of enrolled students from identified target populations
- Reduce the proportion of students having “undecided” as their program of study
- Increase the proportion of students who successfully complete the recommended course sequence each semester for their chosen program of study
- Increase the proportion of students who successfully complete co-curricular learning opportunities

**THEME: COMMUNITY PARTNERSHIPS****GOAL: DEVELOP MUTUALLY BENEFICIAL DOMESTIC AND GLOBAL RELATIONSHIPS**

- Strategy 7: Prepare students for college and ensure successful transitions through the educational pipeline (preschool through bachelor's degree)
- Strategy 8: Strengthen student learning connections outside the classroom
- Strategy 9: Leverage community and workforce partnerships to develop resources and secure funding to support program and student needs
- Strategy 10: Design and structure programs in ways that respond to community and workforce needs

**Success Metrics**

- Increase the number of new partnerships and programs in emerging fields as determined by environmental scanning
- Increase the number of district high school students enrolling in dual credit opportunities
- Increase the proportion of key community constituencies who are aware of ECC's brand (quantitatively and/or qualitatively)
- Increase the number of community members attending ECC events, programs, and using ECC services
- Assess the direct and indirect impacts of ECC on the local economy (quantitatively and/or qualitatively)

**THEME: SERVICE EXCELLENCE AND COLLABORATION****GOAL: INSTILL A CULTURE OF SERVICE EXCELLENCE**

- Strategy 11: Provide relevant continuing education opportunities for employees
- Strategy 12: Improve the recruitment, hiring, and onboarding of new faculty, staff, and administrators
- Strategy 13: Strengthen cross-departmental communication and opportunities for dialog and reflection
- Strategy 14: Systematically use evidence to guide academic and operational improvements and redirect resources for maximum impact

**Success Metrics**

- Improve employee satisfaction ratings of institutional processes (e.g., internal communications, efficacy of training, etc.)
- Increase the proportion of employees participating on institutional committees
- Increase the proportion of employees who complete professional development
- Reduce the time required to fulfill key institutional processes (e.g., hiring, contract approvals, etc.)

## **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 2019 American Community Survey estimates (5-year average), the College serves an area of 440,611 residents. At the time of publication, the 2020 decennial Census figures are not yet available. 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 26%, 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 2019 American Community Survey 5-year average estimates), the district is 59% White and 27% Hispanic/Latino; however, the Latino population is not evenly disbursed throughout the district and is much higher in certain communities, such as Carpentersville at 50%, Elgin at 46%, Hanover Park at 38%, Streamwood at 36%, and East Dundee at 24%. 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 compared to the Illinois state levels of 49% for males and 51% for females. Seventy-eight percent (78%) of district residents are 16 years of age and over, and 39% are between the ages of 15 and 44. The city of Elgin has 74% of residents who are 18 years of age and over.

ECC student population is representative of the district which is comprised of 42% Hispanic, 40% White, 8% Asian, 5% Black or African American, and 6% other. According to data compiled by the American Association of Community Colleges, the average age of a community college student nationwide is 28. ECC's average student is 26 years of age. In addition, 54% of ECC students are women; this is typical of the nation's community colleges, which are on average 57% female. Just over 72% of ECC students have graduated from high school and 3% 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 (17%), retail trade (12%) and professional, scientific, management administrative and waste management services (12%).

### **Industry of Workers**

	<b>District 509</b>
Civilian Employed Population 16 and Over	230,501
Agriculture, Fishing, Hunting, and Mining	<1%
Construction	6%
Manufacturing	17%
Wholesale Trade	4%
Retail Trade	12%
Transportation, Warehousing, and Utilities	6%
Information	2%
Finance, Insurance, Real Estate, Rental, and Leasing	7%
Professional, Scientific, Management, Administrative, and Waste Management Services	12%
Educational Services, Healthcare, and Social Assistance	19%
Arts, Entertainment, Recreation, Food Services, and Accommodation	9%
Other Services (except Public Administration)	4%
Public Administration	2%

*Source: 2019 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 the 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. The unemployment rate for Kane County has decreased from 8.3% as of September 2020 to 6.1% as of August 2021, however, is still 2.7% higher than the rate of 3.4% from September 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. Due to reduced class capacity to meet restriction guidelines from the state of Illinois in the lab classes and the transition to online learning, credit hours dropped to 144,094 from 173,961 representing a 17% decrease. In fiscal year 2020, student credit hours had finally increased slightly by 1,607 credit hours over 2019 after steadily declining since reaching a peak in 2011 at 216,117 credit hours. As the ability to deliver classes in a face to face environment returns, enrollment is expected to increase. The mandate to social distance at 6 foot will continue to restrict the number of students in lab classes and limit the college's ability to increase credit hours.

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

<b>Fiscal Year</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
<b>Fall Enrollment</b>	9,567	9,917	7,882
<b>Spring Term Enrollment</b>	9,137	9,554	7,453
<b>Summer Term Enrollment</b>	4,934	4,992	3,439
<b>Annual Unduplicated Enrollment</b>	14,547	14,467	11,788
<b>Total Claimed Credit Hours</b>	172,354	173,961	144,094

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 INITIATIVES & TARGETS FOR FISCAL YEAR 2021**

With past uncertainty of funding from the State of Illinois, the College has been focused on maintaining operations in as prudent a manner as possible. 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 or unexpected declines in funding. This process allows the College to make the funding commitments required to support the strategic plan through innovation. COVID-19 has caused a shift in operational needs. The College has been 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. The following efforts will be the focus for fiscal year 2022 in addition to the great work the College has already institutionalized.

## **STUDENT SUCCESS PROJECTS**

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. In the past few years, SSI had scaled back on larger initiatives and took a more intentional approach on focused initiatives. In fiscal year 2020, the College refocused on larger innovative efforts to set the College apart from others to build enrollment and strive to meet the goals of the strategic plan; however, in response to the pandemic and remote work resources have been reprioritized and progress has slowed on larger projects. As the college community becomes more comfortable with this new environment, projects are expected to once again gain steam in fiscal year 2022.

SSI supports the following three taskforces: **Undocumented Student Support**, **Student Goal Completion** and **Culturally Responsive Teaching**. The Undocumented Student Support taskforce's primary goal is to increase the awareness and support for undocumented students on campus, whereas the Student Goal Completion taskforce's goal is to increase course and credential completion rates of African-American students. The Culturally Responsive Teaching taskforce focuses on infusing cultural orientations and experiences of students from different

socially-constructed racial and ethnic backgrounds into teaching strategies for all disciplines.

The *ECC Strategic Plan* is anchored around the college's mission *to improve people's lives through learning*. SSI continues to focus on equity following the definition by Achieving the Dream; "In higher education, equity refers to ensuring that each student receives what they need to be successful through the intentional design of the college experience." SSI will continue with the two main student success target outcomes. The first is to research, identify, implement, evaluate and scale effective student success initiatives and strategies, particularly ensuring equity for African-American students, undocumented students, and other populations. The second is to support and incentivize efforts that expand and institutionalize equity at ECC.

There are a variety of initiatives working to address these outcomes. Some of these initiatives include:

- Create Equity Plan as a new member of ILEA (Illinois Equity in Attainment) under the Partnership for College Completion, with a goal to "eliminate institutional achievement gaps in college degree completion for low-income, African-American, and Latino students by 2025." As a part of the Higher Learning Commission Student Success Academy, we completed a complete inventory of policy/procedural barriers impacting student success. These efforts will result in an equity plan comprised of multiple strategies for moving the needle in eliminating equity gaps at ECC. Many current initiatives exist in this area, such as the adoption of new placement metrics, the expansion of dual credit, and professional development efforts aimed at improving cultural competence in the classroom, and more. Progress toward this initiative will be assessed and planning to fill gaps will continue.
- The creation of a new Culturally Responsive Teaching work group, which will focus on the creation of a culturally responsive teaching and learning program at ECC. Work will continue throughout the 2022 academic year by broadening the focus of the initial pilot and launching professional development on culturally responsive teaching.
- The Critical Engagement Series, a series of guided discussions sponsored in collaboration with Center of Teaching and Learning (CETL), Global and International Taskforce (GIST), Multicultural and Global Initiatives Committee (MAGIC), and Student Life, focusing on various contemporary issues of critical importance (implicit bias, DACA, transgender students, religion, et al).

In addition to the specific outcomes targeted by SSI, the Division of Teaching, Learning and Student Development (TLSD) has an annual plan that defines the 2022 priorities for the academic divisions of the College. These priorities align to the strategic plan as follows:

Theme: Equity and Learning

- The College has been identifying synergies and gaps in co-curricular programming by mapping to general education and program learning outcomes. Opportunities will be identified to improve the effectiveness of general education, program, course, and co-curricular assessment. Data from co-curricular areas will be gathered to discuss and evaluate related learning outcomes.
- The College has been identifying strategies to reduce textbook costs and has explored and piloted use of Open Educational Resources (OER). A taskforce will be launched to improve affordability and begin implementation on a larger scale.
- Create an accessibility plan with defined goals and begin implementation.
- The College will develop students' self-advocacy skills and professional behaviors by defining employability skills and professional behaviors and align them to general education and program learning outcomes.
- The College has been exploring differences in instructional practices in high school and college and reviewing culturally relevant teaching practices to increase the use of equitable instructional design methods. The College will provide professional development on culturally responsive teaching with a goal to ensure equity in the delivery and evaluation of instruction.

Theme: Holistic Programming

- The College will review and evaluate scheduling practices and explore optimization tools for course scheduling to gain efficiencies and more effectively meet the needs of students. COVID-19 restrictions have limited the flexibility to meet the demands of students; however, as restrictions are lifted, the College will have the ability to re-evaluate the needs of students and adjust offerings accordingly.
- The College will work in partnership with high schools and employers to develop and strengthen career pathways by working to align high school and college curriculum to the recommended Technical and Essential Employability Competencies. This includes working with high school districts to provide training to strengthen advising in the high schools.
- The College will work with secondary districts to outline regional plans for strengthening college and career readiness.
- The College is deploying various software, including CRM Advise, to track students' actions and behaviors and to engage new and returning students. The data gathered from the new systems will be used to assess the impact of delivery methods on meeting success milestones.



Theme: Community Partnerships

- In an effort to prepare students and ensure successful transitions through the educational pipeline, ECC will assess the impact of newly implemented placement practices on student success and institutional resources.
- Efforts will be made to summarize and communicate gaps with undecided, near completers, and non-returning students and make recommendation for enhancing support.
- The Division will evaluate the programming needs of the community and the workforce within the district to identify potential new programs and review and establish criteria for new program opportunities which may include an incubation of programs by starting them within non-credit to transition to credit once successful. This will include the launch of a regional needs assessment to identify program opportunities.
- In order to strengthen student learning connections outside the classroom, the ECC will forge partnerships with local business for out-of-class work-based learning opportunities.
- The College will connect with community partners by involving employees systematically in organizations and activities throughout the district.

Teaching, Learning, and Student Development champion the majority of the goals as described above with the support of the rest of the college; however, the theme of service excellence is pioneered by the entire college. The goal to “*Instill a culture of service excellence and collaboration*” directly relates to all divisions within the college. The fiscal year 2022 actions related to attaining this goal include:

- The College will continue efforts to improve recruitment, hiring, and onboarding of new employees by expanding the use of an integrated talent management system (eTalent). Modules for recruitment and onboarding, performance appraisals, and professional development have been implemented and are in place. Implementation will continue with goal development and tracking within eTalent.
- The College will create multi-year communication plans for equity and student success to promote a common understanding which will strengthen cross-departmental communication and opportunities for dialog and reflection.
- Strengthen employee professional development related to equity, diversity, and inclusion. This includes the assessment of the understanding and use of cultural competence principles by search committees.
- To promote continuous improvement, the College will work to reduce barriers that impede operations. In an effort to maximize the efficiencies within the college, a cross-functional team was created to seek input, evaluate, and address perceived barriers or inefficient processes. Areas for improvement have been identified and efforts are underway to make adjustments to procedures and processes.

- In an effort to systematically use evidence to guide academic and operation improvements, the College will communicate evaluation plans (logic models) for key student success initiatives. This will improve the ability to make data driven decisions across campus.
- The College is in the process of rolling out a predictive analytics tool, CRM Advise, for student success. CRM Advise will upgrade the College's early alert system adding the ability to use predictive analytics to identify students that may have personal or academic difficulty based on data factors. These students will receive interventions as part of the program to help them surpass the challenges, gain better outcomes, and continue their education. The upgrade is a multi-year project and will allow for earlier identification of students at risk and provide the ability to serve and impact more students.

## 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 training 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 buildout of shell space on the third floor of building A will accommodate two new programs within health professions; ophthalmology technician and medical assistant. These programs will be offered in the fall of 2022.

### **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 expenses 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 comprehensive annual financial report for the fiscal year ended June 30, 2020. 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 comprehensive annual financial report whose contents conform to program standards. Such a comprehensive annual financial report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

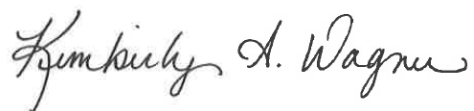
A Certificate of Achievement is valid for a period of one year only. We are proud to announce that we received our first Certificate of Achievement award for the fiscal year ended June 30, 2003 and each subsequent year through 2020. We believe our current report for the fiscal year ended June 30, 2021 continues to meet the stringent program requirements for the Certificate of Achievement and will be submitted to GFOA.

Independent Audit. State statutes require an annual audit by an independent certified public accountant. The accounting firm of Sikich LLP is the College's auditor. 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 comprehensive annual 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,

A handwritten signature in black ink that reads "Kimberly A. Wagner". The script is fluid and cursive, with the first name being more prominent.

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

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, 2021 and 2020, and the notes to financial statements, which collectively comprise the District's basic financial statements as listed in the accompanying table of contents.

### **Management's Responsibility 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; this includes 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.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America 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*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.





We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the basic financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the business-type activities and the discretely presented component unit, Elgin Community College Foundation, of Elgin Community College District Number 509, as of June 30, 2021 and 2020, and the respective changes in financial position and where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

## **Change in Accounting Principle**

The District adopted new accounting guidance, GASB Statement No. 84, *Fiduciary Activities*, during the year ended June 30, 2020. The implementation of this guidance resulted in changes to the current liabilities, net position, revenue, expense and notes to financial statements for the fiscal year ended June 30, 2020.

## **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, 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.

### *Other Information*

Our audits were conducted for the purpose of forming an opinion on the basic financial statements that collectively comprise the District's financial statements as a whole. The introductory section, supplementary information, supplemental financial information, uniform financial statements and statistical section 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 13, 2021 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 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 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  
October 13, 2021

# **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, 2021; June 30, 2020 and June 30, 2019. 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 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 clubs subfunds and Student Life and Athletics subfunds. The implementation of this accounting principle resulted in the recording of income and expenses for the Student Life club accounts.

### **Financial Highlights**

Two of the College's shared values are accountability and collaboration. Accountability is the characteristic of a well-run college. 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 actively committed to serving students, employees, and community members. Collaboration is the College's decisions and actions undertaken in carrying out the vision of the college. Similar to fiscal year 2020, accountability and collaboration continued to be challenged in fiscal

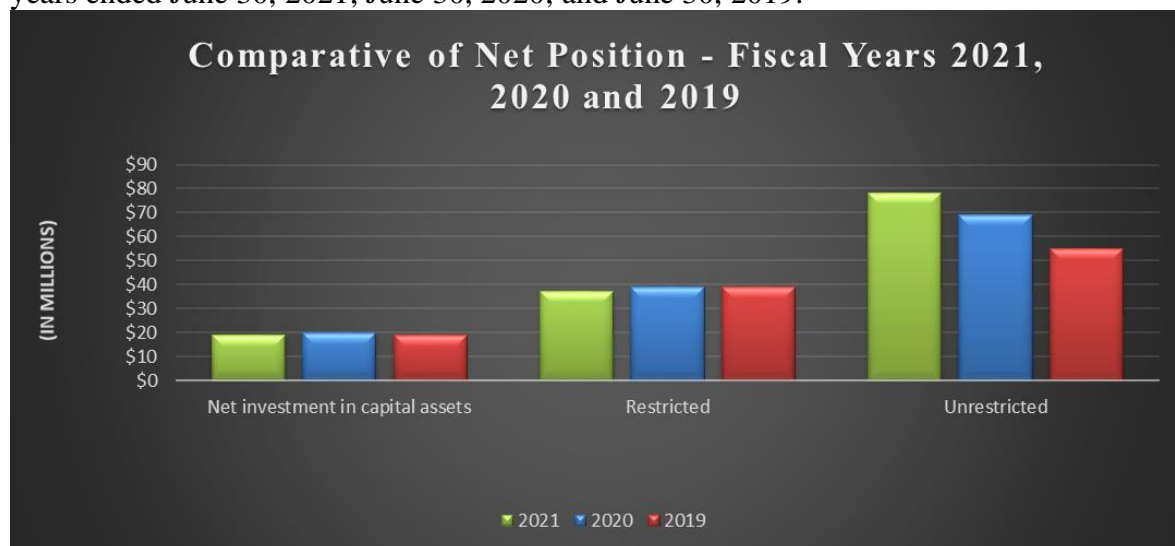
year 2021 due to the COVID-19 pandemic. The College's emergency operations plan was activated in early March 2020 to respond to the pandemic. The College campus was closed during the Fall 2020 semester. However, in the Spring 2021 semester, some classes were offered in-person, as well as continuing to 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 2021 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 \$5.6 million or 4.3 percent compared to fiscal year ended June 30, 2020. In fiscal year 2021, the College focused on the return to campus for in-class offerings and robust online classes. The College's employees began to work a hybrid schedule of remote work and working on campus. Many professional growth and training conferences occurred virtually using Zoom and other online platforms. These travel and training funds experienced a savings due to reduced registration fees and the absence of hotel and airfare expenses. Additionally, the College received additional grant funding for equipment and supply needs in response to the COVID-19 pandemic. Adult Education budgeted for in the Education Fund was supported by the Adult Education Grant. Grants such as Adult Education, Perkins, TRiO and the ICAPS Strengthening Institutional Performance allowed the College to purchase Chromebooks and hotspots to make available for students to borrow from the College library. Additionally, vacant positions within the College that went unfilled contributed to the increase in net position in fiscal year 2021.

	Increase/(Decrease)			
	2021	2020	2021/2020	2019
<b>Total College Revenues</b>	158,288,784	158,896,574	(607,790)	150,775,627
<b>Total College Expenses</b>	152,819,257	146,388,429	6,430,828	140,546,222
<b>Change in net position before capital contributions</b>	5,469,527	12,508,145	(7,038,618)	10,229,405
<b>Capital Contributions</b>	146,475	1,740,000	(1,593,525)	82,500
<b>Change in net position</b>	5,616,002	14,248,145	(8,632,143)	10,311,905
<b>Net position at beginning of year</b>	128,387,646	113,204,842	15,182,804	102,892,937
<b>Change in accounting principle</b>	-	934,659	(934,659)	-
<b>Net position, July 1, Restated</b>	128,387,646	114,139,501	14,248,145	102,892,937
<b>Net position at end of year</b>	\$ 134,003,648	\$ 128,387,646	\$ 5,616,002	\$ 113,204,842

## **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, 2021; June 30, 2020; and June 30, 2019:



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 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 Higher Education Emergency Relief Funds (HEERF) received from the US Department of Education, many costs were expensed to those grants versus the College's operating budget. Net investment in capital assets remained relatively flat with a slight decrease by \$0.2 million when compared to fiscal year 2020. Net investments in capital assets was \$19.5 million compared to \$19.67 million in fiscal year 2020. The fiscal year 2021 restricted net position consists of capital projects, debt service, specific purposes, and working cash. Total restricted net position decreased by \$2.5 million. The restricted net position in fiscal year 2021 was \$36.8 million, compared to \$39.2 million in fiscal year 2020.

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, 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. Net investments in capital assets increased by \$0.8 million in fiscal year 2020 when compared to fiscal year 2018. Net investment in capital assets was \$19.7 million in fiscal year 2020 and \$18.9 million in fiscal year 2019. The College's long-term debt decreased by \$5 million. The College issued \$38.6 million in General Obligation Refunding Bonds to refund a total of \$39.8 million of the 2009B and 2009C bonds. Through the refunding transaction, the College achieved a cash flow savings of \$7,096,906 and an economic gain of \$5,960,254. The fiscal year 2020 restricted net position is made up of capital projects, debt service, specific purposes, and working cash. The fiscal year net position for restricted assets remained flat when compared to fiscal year 2019. The total restricted net position in fiscal year 2020 was \$39.3 million compared to a balance of \$39.4 million in fiscal year 2019.

In fiscal year 2019, the College's unrestricted net position was \$54.9 million. This increased by \$10.5 million when compared to the previous fiscal year. The College's restricted net position for capital projects, debt service, specific purposes and working cash was \$39.4 million in fiscal year 2019. The net investment for capital assets in fiscal year 2019 was \$18.9 million.

## 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.

	<b>2021</b>	<b>2020</b>	<b>Increase/ (Decrease) 2021/2020</b>	<b>2019</b>
<b>Current assets</b>	\$ 211,912,122	\$ 205,027,619	\$ 6,884,503	\$ 191,475,578
Restricted assets	-	-	-	1,325,733
Total current assets	211,912,122	205,027,619	6,884,503	192,801,311
<b>Non-current assets</b>				
Capital assets, net of depreciation	179,449,668	184,755,689	(5,306,021)	188,867,771
Total non-current assets	179,449,668	184,755,689	(5,306,021)	188,867,771
Total assets	391,361,790	389,783,308	1,578,482	381,669,082
<b>Deferred outflows of resources</b>	3,431,241	1,793,809	1,637,432	1,529,513
Total assets and deferred outflows of	394,793,031	391,577,117	3,215,914	383,198,595
<b>Current liabilities</b>	24,833,147	22,634,889	2,198,258	25,950,645
<b>Non-current liabilities</b>	195,630,338	200,776,749	(5,146,411)	206,312,848
Total liabilities	220,463,485	223,411,638	(2,948,153)	232,263,493
<b>Deferred inflows of resources</b>	40,325,899	39,777,833	548,066	37,730,260
Total liabilities and deferred inflows of	260,789,384	263,189,471	(2,400,087)	269,993,753
<b>Net Position</b>				
Net investment in capital assets	19,470,773	19,693,055	(222,282)	18,904,009
Restricted for:				
Capital projects	21,482,313	22,908,872	(1,426,559)	22,773,141
Debt service	4,888,362	4,841,931	46,431	4,569,440
Specific purposes	6,441,357	7,547,301	(1,105,944)	8,067,752
Working cash	4,014,363	4,014,363	-	4,014,363
Unrestricted	77,706,480	69,382,124	8,324,356	54,876,137
<b>Total net position</b>	\$ 134,003,648	\$ 128,387,646	\$ 5,616,002	\$ 113,204,842

## Net Position as of June 30

The net position is comprised of three major categories. Net investment in capital assets represents the College's total investment in capital assets, net of accumulated depreciation, and net of any long-term liabilities incurred to construct or purchase capital assets. Restricted net position are resources the College is legally or contractually obligated to spend under restrictions imposed by external third parties. Unrestricted net position is 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 2021 were \$394.8 million and \$391.6 million in fiscal year 2020. 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 \$.05 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 fixed 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.

The College's total assets and deferred outflows of resources at fiscal year-end 2020 were \$391.6 million, an increase of 2.1 percent or \$8.4 million when compared to fiscal year-end 2019. The change was due to an increase in total current assets of \$12.2 million, a decrease in total non-current assets of \$4.1 million and a slight increase in deferred outflows of resources of \$0.3 million. Current assets increased \$12.2 million when compared to fiscal year 2019. The increase was due to the cash and cash equivalents increasing by \$22.3 million and a decrease of \$9.5 million in investments compared to fiscal year 2019. The College's receivables and prepaid assets remained flat when compared to fiscal year 2019. Restricted assets decreased by \$1.3 million in fiscal year 2020. Capital assets decreased due to assets which were disposed and annual depreciation. The College completed a physical inventory of all the fixed assets which resulted in some assets being removed from the fixed asset inventory. Total current liabilities decreased by \$3.4 million in fiscal year 2020 when compared to fiscal year 2019. This decrease is attributed to a decrease in payables as of June 30<sup>th</sup>. Noncurrent liabilities decreased \$6.4 million when compared to fiscal year 2019. General obligation bonds payable decreased \$5.0 million due to principal payments made for the outstanding bond debt. The difference between fiscal year 2020 and fiscal year 2019 in other postemployment benefit liabilities was \$0.50 million. Total deferred inflows of resources balance were \$39.8 million and includes deferred property tax at \$31.7 million and OPEB liability of \$8.0 million. These deferred liabilities increased in total by \$2.1 million when compared to fiscal year 2019. Deferred property tax revenue remained flat compared to fiscal year 2019 and the OPEB liability increased by \$1.7 when compared to fiscal year-end 2019. The overall increase to liabilities and deferred inflows of resources was \$7.0 million in fiscal year 2020.

## Statement of Revenue, Expenses, and Changes in Net Position

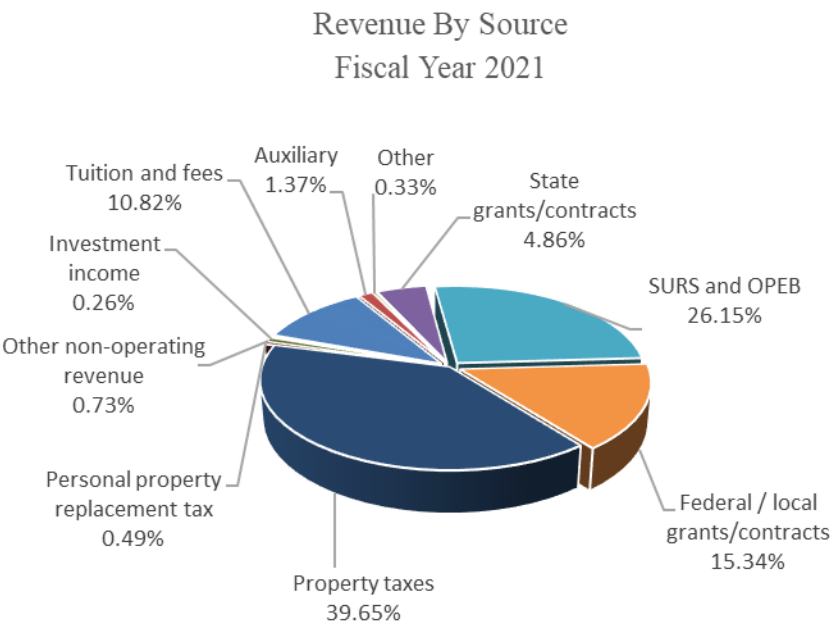
Following is a comparison of the major components of operating results of the College for the years ended June 30, 2021; June 30, 2020, and June 30, 2019:

	Increase/(Decrease)			
	2021	2020	2021/2020	2019
<b>Operating Revenues</b>				
Tuition and fees	\$ 17,122,627	\$ 20,248,902	\$ (3,126,275)	\$ 19,968,429
Auxiliary enterprises revenue	2,169,519	3,689,390	(1,519,871)	5,001,003
Other operating revenue	516,497	604,607	(88,110)	639,385
Total operating revenues	19,808,643	24,542,899	(4,734,256)	25,608,817
<b>Non-Operating Revenues</b>				
State grants and contracts	7,691,107	7,022,027	669,080	7,079,794
State Universities Retirement System (SURS)	40,677,451	36,548,008	4,129,443	31,772,738
Community College Health Insurance Security Fund OPEB	711,419	1,411,308	(699,889)	2,454,500
Federal and local grants and contracts	24,294,087	21,097,380	3,196,707	19,006,175
Property taxes	62,765,814	64,005,961	(1,240,147)	61,757,426
Personal property replacement tax	770,228	677,470	92,758	554,744
Other non-operating income	1,153,987	1,027,620	126,367	-
Investment income	416,048	2,563,901	(2,147,853)	2,541,433
Total non-operating revenues	138,480,141	134,353,675	4,126,466	125,166,810
Total Revenues	158,288,784	158,896,574	(607,790)	150,775,627
<b>Operating Expenses</b>				
Instruction	55,690,987	54,235,510	1,455,477	51,875,346
Academic support	15,673,781	13,010,581	2,663,200	12,424,020
Student services	11,318,348	10,966,528	351,820	10,164,362
Public services	1,142,358	966,105	176,253	822,876
Auxiliary services	7,769,999	5,442,904	2,327,095	5,789,556
Scholarships and student grants	9,929,136	9,236,123	693,013	6,545,678
Operation and maintenance of plant	10,472,019	14,033,863	(3,561,844)	13,068,621
Institutional support	27,533,305	22,671,699	4,861,606	22,254,771
Depreciation	8,007,521	8,859,499	(851,978)	9,349,793
Total operating expenses	147,537,454	139,422,812	8,114,642	132,295,023
<b>Non-Operating Expenses</b>				
Interest expense and fiscal charges	4,700,440	6,965,617	(2,265,177)	8,251,199
Loss on disposal of capital assets	581,363	-	581,363	-
Total non-operating expenses	5,281,803	6,965,617	(1,683,814)	8,251,199
Total Expenses	152,819,257	146,388,429	6,430,828	140,546,222
Change in net position before capital contributions	5,469,527	12,508,145	(7,038,618)	10,229,405
Capital Contributions	146,475	1,740,000	(1,593,525)	82,500
Change in net position	5,616,002	14,248,145	(8,632,143)	10,311,905
Net position at beginning of year	128,387,646	113,204,842	15,182,804	102,892,937
Change in accounting principle	-	934,659	(934,659)	-
Net position, July 1, Restated	128,387,646	114,139,501	14,248,145	102,892,937
<b>Net position at end of year</b>	<b>\$ 134,003,648</b>	<b>\$128,387,646</b>	<b>\$ 5,616,002</b>	<b>\$113,204,842</b>

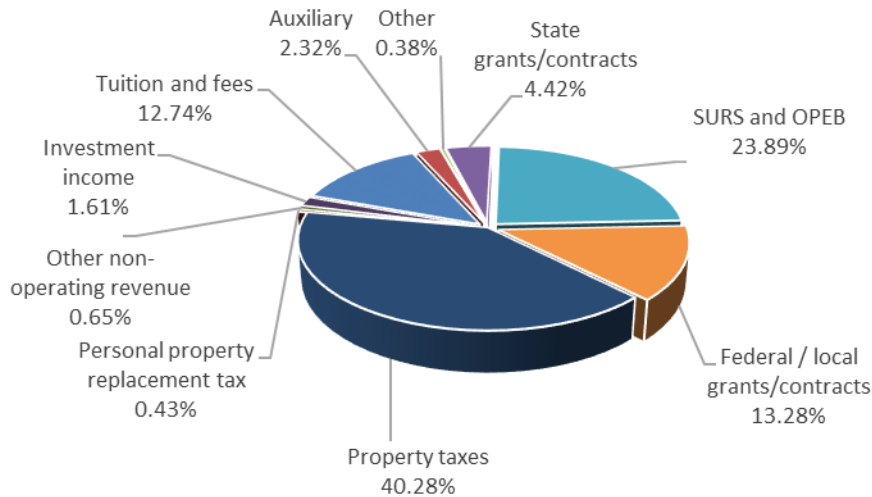
Source: Statement of Revenues, Expenses, and Changes in Net Assets

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.

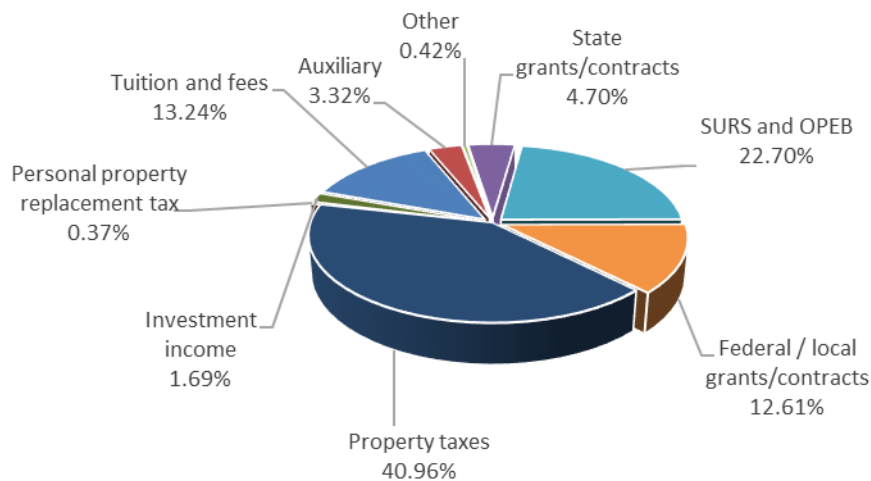
The following charts show the percentage of these sources of revenues as they were for the years ended June 30, 2021, June 30, 2020, and June 30, 2019:



### Revenue By Source Fiscal Year 2020



### Revenue By Source Fiscal Year 2019



In fiscal year 2021, 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 39.65 percent of total revenue collected in fiscal year 2021. In fiscal years 2020 and 2019, property tax revenue amounted to 40.26 percent and 40.96 percent of total revenue collected, respectively. Property tax continues to be the College's main source of revenue.

In fiscal year 2021, federal and local grants and contracts amounted to 15.35 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. Federal and local grants and contract revenues were 13.28 percent of the College's total fiscal year 2020 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 \$2.9 million for student assistance and \$5.7 million on institutional expenses in fiscal year 2021. In fiscal years 2020 and 2019, federal and local grants and contracts had revenue at 13.28 percent and 12.61 percent, respectively, of total revenue.

In fiscal year 2021 and 2020, tuition and fees revenue were the third largest source of income for the College at 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. The COVID-19 pandemic effected the third and fourth quarters of fiscal year 2020. Due to the COVID-19 pandemic, tuition and fees decreased for the College in fiscal year 2021. 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. In fiscal year 2019, tuition and fees were the second-largest source of revenue collected by the College at 13.24 percent.

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 4.86 percent of the total College's revenue in fiscal year 2021. State grants and contracts were 4.42 percent of the total College's revenue in fiscal year 2020 and in fiscal year 2019, state grants and contracts revenue made up 4.70 percent of total revenue.

## **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. The College was awarded a total of \$32.9 million in CARES/CRRSAA/ARP funding from the US Department of Education to assist students transitioning from in-person learning to online learning due to the COVID-19 pandemic and institutional expenses. Out of this \$32.9 million, the College spent and was reimbursed for \$8.6 million in CARES/CRRSAA funding.
- 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 College has kept the in-district tuition and fee rate at \$132 for the third consecutive year. There was a decrease to out of district and out of state tuition and fees in fiscal year 2021. The out of district tuition and fees 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. The College continues to campaign to increase enrollment and to retain current students to complete their academic goals.

- 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. 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 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. Examples of federal grants in fiscal year 2020 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. The College was awarded \$4.9 million in CARES Act funding to assist students transitioning from in-person learning to online learning due to the COVID-19 pandemic. These funds also reimbursed College expenses related to COVID-19. In fiscal year 2020, the College spent and was reimbursed for \$2.4 million in CARES Act grant monies.

- 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 has kept the in-district tuition and fee rate at \$132 for the second year in a row. There were no increases in out of district tuition or out of state tuition and fees 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. The College continues to campaign to increase enrollment and to retain current students to complete their degrees.
- 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 when the College closed mid-March. 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, auxiliary programs were closed as well. Performances scheduled for the College's Visual and Performing Arts were canceled due to COVID-19.
- 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 and operating revenue decreased by \$1.1 million or 4.16 percent when compared to fiscal year 2019.

### **Fiscal Year 2019**

For the College as a whole, total revenue increased by \$3.0 million or 2.09 percent when compared to fiscal year 2018.

- Property tax revenue increased by \$1.9 million or 3.25 percent. The College abated \$84,521 of taxes related to the Bond Series 2009B and \$697,583 of taxes as related to Bond Series 2009C, which are equal to the Build America Bond payments that were received in fiscal year 2019. All Build America Bond payments received by the college for these bonds are required to be deposited into the College's Bond Fund to pay principal and interest on the Taxable Bonds on the next interest payment date for the Taxable Bonds. This abatement is equal to the taxes related to Bond Series 2009B and 2009C less Build America Bond Payments received in fiscal year 2019 net of the amount lost due to the sequester by the Federal government in 2018.
- State grants and contracts for fiscal year 2019 amounted to \$7.1 million. This is an increase of \$0.3 million compared to fiscal year 2018. When the state passed the budget for fiscal year 2019, some community colleges received funding above the overall 2 percent increase in funding and other colleges received less funding than in fiscal year 2018. The state has a formula that considers the number of credit hours generated, the types of credit hours generated, the amount of local revenues, and the number of in-district hours. Elgin Community College was fortunate enough to have received an increase in state funding of 6.8 percent or \$0.3 million when compared to fiscal year 2018.



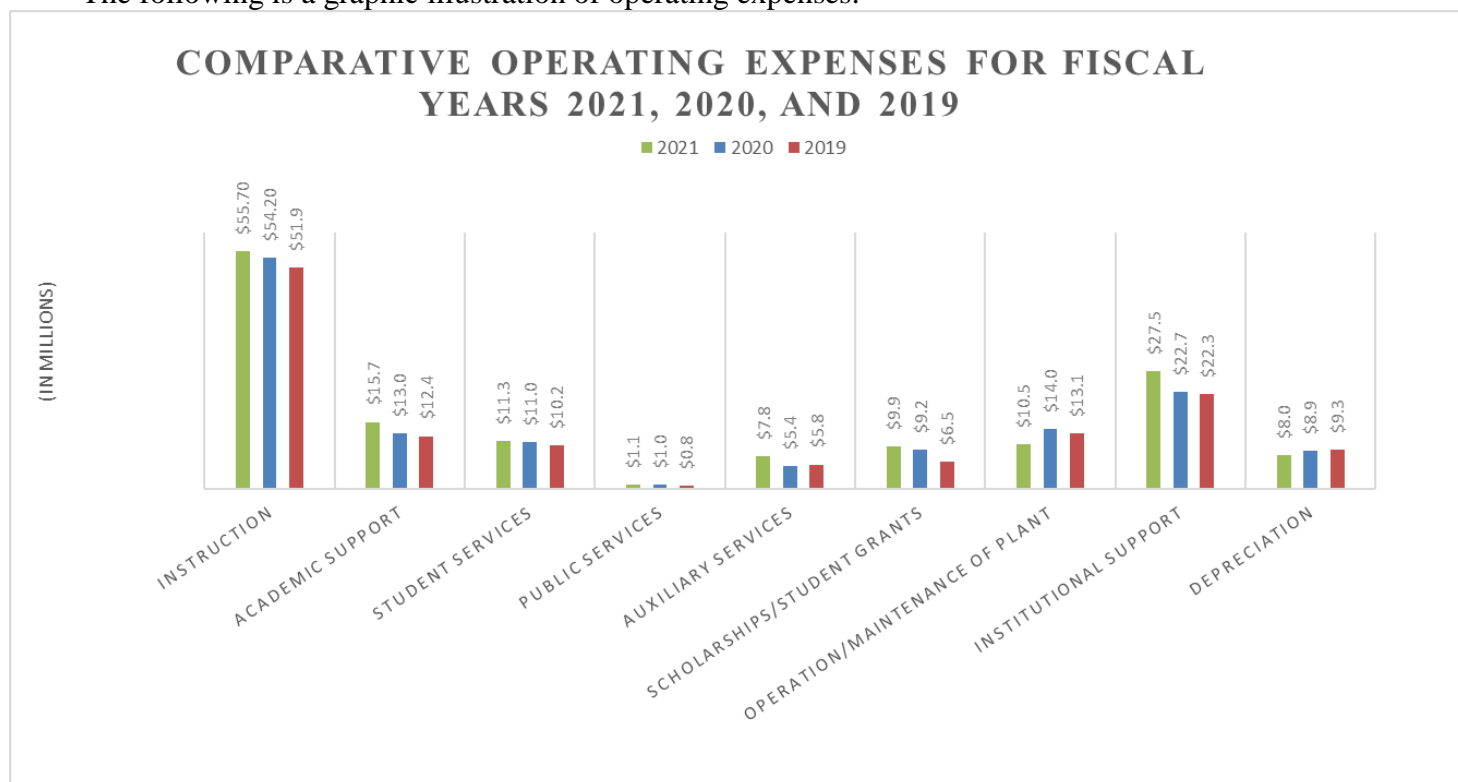
- State Universities Retirement System (SURS) had a \$2.1 million increase when compared to fiscal year 2018. SURS is a special funding situation whereby the State of Illinois is responsible for funding pensions on behalf of the College. The increase in fiscal year 2019 is a 6.9 percent increase from 2018. 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.
- Federal and local grants and contracts remained relatively flat when compared to fiscal year 2018. In fiscal year 2019, the College awarded \$9.3 million in PELL grant awards. This is 2.8 percent or \$0.3 million less than fiscal year 2018. The PELL grant awards are consistently down across all colleges. The number of students is down due to enrollment and the improved economy over prior years. PELL is a need-based award and with the economy improving and the number of students enrolled, the need is less. PELL awards are grants students do not payback. The number of direct loans to students decreased by 73 loans in fiscal year when compared to fiscal year 2018. In fiscal year 2019, the amount of direct loans awarded was \$2.5 million. When compared to fiscal year 2018, this is a decrease of \$0.4 million.
- Tuition and fees revenue remained consistent with fiscal year 2018. In fiscal year 2019, tuition and fees amounted to \$20.0 million. In Fiscal year 2018 tuition and fees were \$19.8 million. In-district tuition per semester hour increased by \$3 when compared to fiscal year 2018. Out-of-district and out-of-state tuition rates remained the same as fiscal year 2018. Total credit hours claimed in fiscal year 2019 amounted to 172,354 which is a decrease of 4,272 credit hours or 2.4 percent when compared to fiscal year 2018. The College has initiated a campaign to increase future enrollment and to capture those students who are currently not enrolled and are only credits away from obtaining their associate's degree or certificate.
- Investment income was \$2.5 million which is \$1.4 million over what was received in investment income in fiscal year 2018. The positive increase in investment income is attributed to the improved economy.
- Overall the College's non-operating revenue increased \$4.1 million or 3.42 percent and operating revenue increased \$0.3 million or 1.08 percent when compared to fiscal year 2018.

### **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 2021, overall operating expenses of \$147.5 million increased by \$8.1 million or 5.82 percent when compared to fiscal year 2020. During fiscal year 2020, overall operating expenses of \$139.4 million increased by \$7.1 million or 5.39 percent when compared to fiscal year 2019. In fiscal year 2019 the total operating expenses amounted to \$132.2 million which was a decrease of \$0.2 million or 0.17 percent from the previous fiscal year.

## Operating Expenses – By Function

The following is a graphic illustration of operating expenses:



### 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. When compared to fiscal year 2019, salaries and benefits in fiscal year 2021 increased by \$1.6 million. 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 years 2020 and 2019. 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 years 2020 and 2019. 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 and 2019. 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 and increased \$3.3 million when compared to fiscal year 2019. 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 expenses 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 and a \$1.1 million increase when compared to fiscal year 2019. Salary and benefits for Student Services had minimal increases when compared to fiscal years 2020 and 2019. In fiscal year 2021, salaries and benefits increased \$0.2 million and \$0.4 million when compared to fiscal years 2020 and 2019, respectively. Other Contractual expenses in fiscal year 2021 were relatively flat when compared to fiscal years 2020 and 2019. Fiscal year 2021 had a slight increase of \$0.1 million when compared to fiscal year 2020 and an increase of \$0.2 million when compared to fiscal year 2019. General material and supplies under Student Support Services had a slight decrease of \$0.1 million when compared to fiscal year 2020 and remained the same when compared to fiscal year 2019.
- 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, 2020 and 2019 have remained relatively flat in comparison. Public Service salary and benefits had a slight increase in fiscal year 2021 when compared to both fiscal year 2020 and 2019. In fiscal year 2021, salaries and benefits increased \$0.2 million when compared to fiscal year 2020 and \$0.3 million when compared to fiscal year 2019. Contractual expenses and general material and supplies have remained similar when fiscal year 2021 is compared to fiscal years 2020 and 2019. 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 and increased \$2.0 million when compared to fiscal year 2019. 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. When fiscal year 2021 is compared to fiscal year 2019, Institutional Support expenses increased \$5.2 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 and increased \$1.5 million when compared to fiscal year 2019. Medicare expense increased \$0.3 million in fiscal year 2021 when compared to fiscal year 2020 and \$0.1 million compared to fiscal year 2019. Legal full-time expenses increased \$.01 million in fiscal year 2021 when compared to fiscal year 2020 and \$0.08 when compared to fiscal year 2019. The College hired its own legal staff mid-year in fiscal 2019.

### **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 expenses 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 2019, student services expenses amounted to \$10.2 million and in fiscal year 2018, the student services expenses amounted to \$9.7 million.
- 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. In fiscal year 2019, public service expenses amounted to \$0.8 million and in fiscal year 2018, the expenses amounted to \$0.6 million. 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. In fiscal year 2018, auxiliary services expenses totaled \$6.1 million.
- 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 years 2018 and 2019, the amount expensed was \$7.0 million and \$6.5 million, respectively. 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 years 2018 and 2019, the total institutional support expenses were \$24.0 million and \$26.0 million, respectively. The College had savings in salaries and benefits in institutional support due to long term employees leaving the College and from department reorganizations.

### **Fiscal Year 2019**

- Instruction expenses decreased by \$0.4 million in fiscal year 2019. Instructional supplies were less than anticipated funding. Salary and benefit expenses decreased in Instruction due to retirements of tenured faculty and vacancies. Enrollment decreased 2.4 percent which directly impacts the decline in instructional expenses.
- Academic Support increased by a minimal amount of \$0.6 million. In fiscal year 2019, academic support expenses amounted to \$12.4 million while in fiscal year 2018 these were \$12.1 million. Vacant positions were filled in the academic support area and necessary professional development training was completed. With the budget impasse of 2016, the College had refrained from professional development and travel. The College has since reinstated professional development and travel while continuing to monitor these expenses.
- Student Services remained relatively stable when compared to fiscal year 2018 with a small increase of \$0.4 million. In fiscal year 2019, student services expenses were \$11.0 million and in fiscal year 2018 the expenses were \$9.7 million.
- Public services had an increase in expenses of \$0.2 million or 32.3 percent when compared to fiscal year 2018. The College has been working with area businesses to establish internship opportunities for students. The College has many opportunities for students to achieve their educational and career goals. Some of these programs and services are free to qualifying youth and adult students.
- Auxiliary services include the College's Bookstore, Early Childhood Lab School, Food Service, Visual and Performing Arts program, Student Life, Corporate and Continuing Education Training and Production Services. In fiscal year 2019, the total expenses amounted to \$5.8 million which were \$0.3 million less than fiscal year 2018. Total expenses decreased 4.4 percent in fiscal year 2019 when compared to fiscal year 2018.
- Scholarships and student grants had a decrease of \$0.4 million when compared to fiscal year 2018. The number of PELL grant awards decreased by 235 awards or \$0.3 million in fiscal year 2019. The PELL grant award is based on need and with the increase in the economy, the need has decreased among the College's students. Direct loans to students also decreased by 73 loans or \$0.3 million for the College's students. The direct loan trend is decreasing, due in large part to the economy and the decrease in student headcount in fiscal year 2019.
- The operation and maintenance of the plant increased by \$0.5 million when compared to fiscal year 2018 with expenses totaling \$13.0 million.
- Institutional Support decreased by \$0.3 million or 1.48 percent when compared to fiscal year 2018.
- Overall, the total operating expenses remained flat when compared to fiscal year 2018. Total operating expenses in fiscal year 2019 were \$132.3 million and total operating expenses in fiscal year 2018 amounted to \$132.5 million. The change amounted to a decrease of \$0.2 million or 0.2 percent.

### **Long-Term Debt**

As of June 30, 2021, 2020, and 2019, the College had a total of \$160,968,576, \$165,584,222, and \$170,648,454 in outstanding bonded indebtedness, respectively. The decrease in long-term debt from fiscal years 2021 and 2020 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 2021 B, respectively. The 2021 General Obligation Refund Bond issuances refunded a

total of \$41,000,000 from the Series 2010 B 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. The College will no longer receive the Build America Bond rebates.

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**

	<b>2021</b>	<b>2020</b>	<b>2019</b>
Capital Assets			
Land and improvements	\$ 19,928,997	\$ 19,065,397	\$ 19,065,397
Site improvements	25,329,616	25,329,616	25,291,031
Construction in progress	1,467,520	-	1,122,799
Buildings	240,728,733	244,187,664	240,971,975
Machinery and equipment	15,889,099	16,077,646	15,363,654
Furniture and fixtures	322,288	393,376	214,032
Total capital assets	303,666,253	305,053,699	302,028,888
Less: accumulated depreciation	(124,216,585)	(120,298,010)	(113,161,117)
Net capital assets	<u>\$179,449,668</u>	<u>\$ 184,755,689</u>	<u>\$ 188,867,771</u>

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 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 years 2020 and 2019. Construction in progress increased \$1.5 million in fiscal year 2021 when compared to fiscal year 2020 and increased \$0.3 million when compared to fiscal year 2019.

Projects included in construction that are 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 decreased by \$3.5 million when compared to fiscal year 2020 and decreased \$0.2 million when compared to fiscal year 2019. In fiscal year 2021, the main dock receiving repairs

and renovations were added to fixed 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. However, when compared to fiscal year 2019, machinery and equipment increased by \$0.5 million. Assets purchased in fiscal year 2021 included a Furniture and fixtures in fiscal year 2021 decreased slightly from fiscal year 2020 with a decrease of \$0.08 million due to fixed assets being fully depreciated. Furniture and fixtures increased by \$0.02 million In fiscal year 2021 fixed 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 2021 and \$11.0 million when compared to fiscal year 2019.

Net capital assets decreased by \$4.1 million in fiscal year 2020 when compared to fiscal year 2019. Net capital assets decreased by \$7.0 million in fiscal year 2019 when compared to fiscal year 2018. In fiscal year 2020, the College had building improvement additions of \$3.4 million. The building improvements include a roof replacement on building I and renovations to Building H. Equipment additions in fiscal year 2020 amounted to \$2.0 million. Instructional equipment purchased benefited the welding and nursing departments. The College received an equipment donation of \$1.7 million in machining parts and software for the SWISS Automation machine that was donated in fiscal year 2019. The College had a little over \$2.7 million in fixed assets that were retired and disposed. In fiscal year 2019, site improvements increased \$0.2 million due to improvements to the automotive parking lot, Building M's parking lot, and other parking lot repairs at the main campus. Construction in progress increased \$1.1 million in fiscal year 2019 due to the renovations in Building H (Visual and Performing Arts Center) and the roof replacement for Building I (Culinary Arts). Buildings increased by \$0.4 million due to the improvements to various doors in Building J for ADA compliance and Building F for door and frame replacements. Machinery and equipment increased by \$0.6 million due to various equipment purchases for both instructional and non-instruction purposes. A new simulation baby was purchased for the nursing department along with new portable electronics learning systems for the HVAC department. The addition of capital assets is offset by accumulated depreciation. Long-term assets are depreciated over the asset's useful life. Depreciation expenses a portion of the cost of the asset in the year it was purchased and each year after for the rest of the asset's useful life.

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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## **BASIC FINANCIAL STATEMENTS**

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

**STATEMENTS OF NET POSITION**

June 30, 2021 and 2020

	<b>2021</b>	<b>2020</b>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 92,625,368	\$ 70,197,493
Investments	77,674,885	87,254,221
Property tax receivable	29,272,570	35,515,632
Accrued interest receivable	119,293	737,697
Student tuition receivable	5,822,124	5,847,696
Other accounts receivable	4,434,277	3,900,966
Inventory	269,185	457,816
Prepaid assets	1,694,420	1,116,098
	<hr/>	<hr/>
Total current assets	211,912,122	205,027,619
	<hr/>	<hr/>
<b>NONCURRENT ASSETS</b>		
Capital assets	303,666,253	305,053,699
Less accumulated depreciation	(124,216,585)	(120,298,010)
	<hr/>	<hr/>
Total noncurrent assets	179,449,668	184,755,689
	<hr/>	<hr/>
Total assets	391,361,790	389,783,308
	<hr/>	<hr/>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Unamortized loss on refunding	989,681	521,639
OPEB expense	2,203,422	994,121
SURS pension expense	238,138	278,049
	<hr/>	<hr/>
Total deferred outflows of resources	3,431,241	1,793,809
	<hr/>	<hr/>
Total assets and deferred outflows of resources	394,793,031	391,577,117
	<hr/>	<hr/>

(This statement is continued on the following page.)

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

STATEMENTS OF NET POSITION (Continued)

June 30, 2021 and 2020

	<b>2021</b>	<b>2020</b>
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 2,180,474	\$ 2,006,904
Accrued salaries and benefits payable	5,553,039	3,914,494
Accrued health care liability	580,359	676,955
Unearned tuition revenue	7,819,337	7,973,611
Claims payable	1,241,292	1,063,535
Interest payable	182,008	287,568
General obligation bonds payable	6,075,000	5,575,000
Other postemployment benefit liability	225,202	208,438
Other current liabilities	976,436	928,384
Total current liabilities	24,833,147	22,634,889
<b>NONCURRENT LIABILITIES</b>		
General obligation bonds payable	154,893,576	160,009,222
Other postemployment benefit liability	40,736,762	40,767,527
Total noncurrent liabilities	195,630,338	200,776,749
Total liabilities	220,463,485	223,411,638
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred revenue - property taxes	30,342,292	31,728,948
OPEB expense	9,983,607	8,048,885
Total deferred inflows of resources	40,325,899	39,777,833
Total liabilities and deferred inflows of resources	260,789,384	263,189,471
<b>NET POSITION</b>		
Net investment in capital assets	19,470,773	19,693,055
Restricted for		
Capital projects	21,482,313	22,908,872
Debt service	4,888,362	4,841,931
Grant purposes	2,343,908	2,343,908
Audit purposes	190,685	178,014
Liability insurance	3,668,626	4,747,330
Pension contributions	238,138	278,049
Working cash	4,014,363	4,014,363
Unrestricted	77,706,479	69,382,124
<b>TOTAL NET POSITION</b>	<b>\$ 134,003,647</b>	<b>\$ 128,387,646</b>

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, 2021 and 2020

	<b>2021</b>	<b>2020</b>
<b>OPERATING REVENUES</b>		
Student tuition and fees	\$ 17,122,627	\$ 20,248,902
Auxiliary enterprises revenue	2,169,519	3,689,390
Other operating revenue	516,497	604,607
Total operating revenues	19,808,643	24,542,899
<b>OPERATING EXPENSES</b>		
Instruction	55,690,987	54,235,510
Academic support	15,673,781	13,010,581
Student services	11,318,348	10,966,528
Public services	1,142,359	966,105
Auxiliary services	7,769,999	5,442,904
Scholarships and student grants	9,929,136	9,236,123
Operation and maintenance of plant	10,472,019	14,033,863
Institutional support	27,533,305	22,671,699
Depreciation	8,007,521	8,859,499
Total operating expenses	147,537,455	139,422,812
OPERATING INCOME (LOSS)	(127,728,812)	(114,879,913)
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
State grants and contracts	49,079,977	44,981,343
Property taxes	62,765,814	64,005,961
Personal property replacement tax	770,228	677,470
Federal grants and contracts	23,966,251	20,607,509
Local grants and contracts	327,836	489,871
Interest expense and fiscal charges	(4,700,440)	(6,965,617)
Other non-operating revenues	1,153,987	1,027,620
Loss on disposal of capital assets	(581,363)	-
Investment income	416,048	2,563,901
Total non-operating revenues (expenses)	133,198,338	127,388,058
CHANGE IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	5,469,526	12,508,145
<b>CAPITAL CONTRIBUTIONS</b>	146,475	1,740,000
CHANGE IN NET POSITION	5,616,001	14,248,145
NET POSITION, JULY 1	128,387,646	113,204,842
Change in accounting principle	-	934,659
NET POSITION, JULY 1, RESTATED	128,387,646	114,139,501
<b>NET POSITION, JUNE 30</b>	<b>\$ 134,003,647</b>	<b>\$ 128,387,646</b>

See accompanying notes to financial statements.

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

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2021 and 2020

	<b>2021</b>	<b>2020</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Tuition and fees	\$ 16,993,925	\$ 19,846,020
Payments to suppliers	(41,136,844)	(38,656,905)
Payments to employees	(54,340,311)	(53,001,847)
Auxiliary enterprise charges	2,403,119	3,701,315
Other	1,657,857	13,096
	<u>                    </u>	<u>                    </u>
Net cash from operating activities	(74,422,254)	(68,098,321)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Local property taxes	67,622,220	63,418,585
Local grants and contracts	327,836	489,871
State appropriations and grants	8,421,491	7,835,915
Federal grants and contracts	21,996,678	19,709,392
Other non-operating	1,153,987	1,027,620
	<u>                    </u>	<u>                    </u>
Net cash from noncapital financing activities	99,522,212	92,481,383
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Purchases of capital assets	(2,463,480)	(2,895,148)
Principal paid on bonds	(5,575,000)	(5,620,000)
Receipt on refunding bond issue	-	756,300
Refunding escrow payments	-	(756,300)
Interest paid on bonds	(5,253,958)	(7,213,882)
	<u>                    </u>	<u>                    </u>
Net cash from capital and related financing activities	(13,292,438)	(15,729,030)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sales and maturities of investments	87,876,767	129,574,845
Interest on investments	1,403,185	2,468,261
Purchase of investments	(78,659,597)	(119,714,393)
	<u>                    </u>	<u>                    </u>
Net cash from investing activities	10,620,355	12,328,713
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	22,427,875	20,982,745
<b>CASH AND CASH EQUIVALENTS, JULY 1</b>	<u>70,197,493</u>	<u>49,214,748</u>
<b>CASH AND CASH EQUIVALENTS, JUNE 30</b>	<u>\$ 92,625,368</u>	<u>\$ 70,197,493</u>
Cash and cash equivalents	<u>\$ 92,625,368</u>	<u>\$ 70,197,493</u>
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<u><u>\$ 92,625,368</u></u>	<u><u>\$ 70,197,493</u></u>

(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, 2021 and 2020

	<b>2021</b>	<b>2020</b>
<b>RECONCILIATION OF NET OPERATING INCOME (LOSS)</b>		
<b>TO NET CASH FROM OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ (127,728,812)	\$ (114,879,913)
Adjustments to reconcile net income (loss) to net cash from operating activities		
Depreciation	8,007,521	8,859,499
State pension and OPEB expense	41,428,781	37,915,659
Bond issuance costs	932,703	325,782
Changes in net position		
Receivables (net)	1,393,147	889,350
Inventories	188,631	(71,708)
Prepaid expenses	(578,322)	221,975
Accounts payable	(499,338)	(362,593)
Accrued salaries	1,638,545	(376,080)
Retirement liability	614,824	1,363,564
Unearned tuition	(154,274)	(1,904,872)
Claims payable	177,757	(34,184)
Other accrued liabilities	156,583	(44,800)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>\$ (74,422,254)</b>	<b>\$ (68,098,321)</b>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</b>		
Accretion of interest on debt	\$ 12,619	\$ 36,758
Change in fair value of investments	368,733	(315,361)
Capital assets acquired through accounts payable	672,908	112,269
Capital contributions	146,475	1,740,000
Issuance of refunding bonds	104,315,756	40,600,226
Issuance costs on refunding bonds	(932,703)	(325,782)
Refunding escrow payments	(103,383,053)	(40,790,072)
State pension and OPEB expense	41,388,870	37,959,316
<b>TOTAL NONCASH INVESTING, CAPITAL AND FINANCING</b>	<b>\$ 42,589,605</b>	<b>\$ 39,017,354</b>

See accompanying notes to financial statements.



**ELGIN COMMUNITY COLLEGE FOUNDATION**  
**ELGIN, ILLINOIS**

**STATEMENTS OF FINANCIAL POSITION**

June 30, 2021 and 2020

	<b>2021</b>	<b>2020</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 1,074,452	\$ 1,052,496
Pledges receivable, net	40,983	43,428
Prepaid assets	32,875	21,875
Investments	1,508,226	1,224,847
Cash surrender value of life insurance	51,062	46,862
Investments - long term	8,905,044	7,101,915
Fixed assets, net	33,760	-
<b>TOTAL ASSETS</b>	<b>\$ 11,646,402</b>	<b>\$ 9,491,423</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 49,290	\$ 1,675
Due to Elgin Community College	23,748	227,982
Deferred revenue	15,450	37,197
<b>Total liabilities</b>	<b>88,488</b>	<b>266,854</b>
<b>NET ASSETS</b>		
Without donor restrictions:		
Undesignated	1,536,972	1,278,284
Board designated - Apple Presidential Fund	58,833	60,826
Board designated for endowment	119,708	39,708
<b>Total without donor restrictions</b>	<b>1,715,513</b>	<b>1,378,818</b>
<b>With donor restrictions</b>	<b>9,842,401</b>	<b>7,845,751</b>
<b>Total net assets</b>	<b>11,557,914</b>	<b>9,224,569</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 11,646,402</b>	<b>\$ 9,491,423</b>

See accompanying notes to financial statements.

**ELGIN COMMUNITY COLLEGE FOUNDATION**  
**ELGIN, ILLINOIS**

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

For the Year Ended June 30, 2021  
(With Summarized Financial Information for the Year Ended June 30, 2020)

	<b>2021</b>			<b>2020</b>
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>	<b>Total</b>
<b>REVENUES</b>				
Contributions	\$ 123,178	\$ 680,439	\$ 803,617	\$ 445,354
Special events	102,701	-	102,701	24,515
Investment return, net of fees	246,562	1,840,148	2,086,710	305,060
Net assets released from restrictions				
Management fees	75,111	(75,111)	-	-
Other	491,450	(491,450)	-	-
Total revenues	1,039,002	1,954,026	2,993,028	774,929
<b>EXPENSES</b>				
Program services	614,245	-	614,245	2,253,840
Management and general	385,954	-	385,954	328,227
Fundraising	114,324	-	114,324	78,632
Cost of direct benefits to donors	52,536	-	52,536	5,882
Total expenses	1,167,059	-	1,167,059	2,666,581
<b>TRANSFERS FROM AFFILIATE - ELGIN COMMUNITY COLLEGE</b>				
Contributed services and salary	439,660	-	439,660	364,925
Gifts in-kind	25,092	42,624	67,716	1,802,615
Total transfers from affiliate	464,752	42,624	507,376	2,167,540
CHANGE IN NET ASSETS	336,695	1,996,650	2,333,345	275,888
NET ASSETS, JULY 1	1,378,818	7,845,751	9,224,569	8,948,681
<b>NET ASSETS, JUNE 30</b>	<b>\$ 1,715,513</b>	<b>\$ 9,842,401</b>	<b>\$ 11,557,914</b>	<b>\$ 9,224,569</b>

See accompanying notes to financial statements.

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

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2021 and 2020

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**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)**

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**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, 2021 and 2020, 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)

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**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)**

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**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)**

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**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 position 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)**

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**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.

p. Postponement of Implementation of Certain Authoritative Guidance

In accordance with the provisions of GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, the District has delayed the implementation of GASB Statement No. 87, *Leases*, to June 30, 2022.

**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.

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.

b. Investments

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	-	-
<b>TOTAL</b>	<b>\$ 31,928,385</b>	<b>\$ -</b>	<b>\$ 31,928,385</b>	<b>\$ -</b>	<b>\$ -</b>

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

**2. DEPOSITS AND INVESTMENTS (Continued)**

b. Investments (Continued)

The following table presents the debt investments of the District as of June 30, 2020 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	\$ 18,449,709	\$ 18,449,709	\$ -	\$ -	\$ -
FFCB	2,030,838	2,030,838	-	-	-
Negotiable certificates of deposit	11,186,175	9,905,800	1,280,375	-	-
<b>TOTAL</b>	<b>\$ 31,666,722</b>	<b>\$ 30,386,347</b>	<b>\$ 1,280,375</b>	<b>\$ -</b>	<b>\$ -</b>

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, 2020, the FFCB debt investments 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)**

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**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, 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).

The District has the following recurring fair value measurements as of June 30, 2020: U.S. Treasury securities of \$18,449,709, U.S. agency securities (FFCB) of \$2,030,838, and negotiable certificates of deposit of \$11,186,175 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 2019 was passed on December 10, 2019 and the annual tax levy resolution for 2020 was passed on December 8, 2020.
- 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 2020 and 2021.

**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 2020 (2019) tax levy is intended to finance the 2021 (2020) fiscal year and, accordingly, is reported as deferred revenue. The 2021 tax levy, which attached as an enforceable lien on property as of January 1, 2021, has not been recorded as a receivable as of June 30, 2021 as the tax has not yet been levied by the District and will not be levied until December 2021 and, therefore, the levy is not measurable at June 30, 2021.

**4. CAPITAL ASSETS**

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

**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, 2020 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated				
Land	\$ 19,065,397	\$ -	\$ -	\$ 19,065,397
Construction in progress	1,122,799	2,270,492	3,393,291	-
Total capital assets not being depreciated	20,188,196	2,270,492	3,393,291	19,065,397
Capital assets being depreciated				
Buildings	240,971,975	3,393,291	177,602	244,187,664
Site improvements	25,291,031	38,585	-	25,329,616
Machinery and equipment	15,363,654	2,247,646	1,533,654	16,077,646
Furniture and fixtures	214,032	196,091	16,747	393,376
Total capital assets being depreciated	281,840,692	5,875,613	1,728,003	285,988,302
Less accumulated depreciation for				
Buildings	85,663,424	5,805,744	177,602	91,291,566
Site improvements	14,364,558	2,085,747	-	16,450,305
Machinery and equipment	12,929,682	940,656	1,528,257	12,342,081
Furniture and fixtures	203,453	27,352	16,747	214,058
Total accumulated depreciation	113,161,117	8,859,499	1,722,606	120,298,010
Total capital assets being depreciated, net	168,679,575	(2,983,886)	5,397	165,690,292
CAPITAL ASSETS, NET	\$ 188,867,771	\$ (713,394)	\$ 3,398,688	\$ 184,755,689

**5. LONG-TERM DEBT**

Changes in long-term debt for the year ended June 30, 2021 is 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	-

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

**5. LONG-TERM DEBT (Continued)**

	Balances July 1, 2020	Issuance*	Repayment/ Refunded/ Amortization	Balances June 30, 2021	Current Portion
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)	-	-
<b>TOTAL</b>	<b>\$ 165,584,222</b>	<b>\$ 104,328,376</b>	<b>\$ 108,944,022</b>	<b>\$ 160,968,576</b>	<b>\$ 6,075,000</b>

\*Annual accretion of interest.

Changes in long-term debt for the year ended June 30, 2020 is as follows:

	Balances July 1, 2019	Issuance*	Repayment/ Amortization	Balances June 30, 2020	Current Portion
General Obligation (Capital Appreciation) Bonds Series 2001B	\$ 910,622	\$ 36,758	\$ 480,000	\$ 467,380	\$ 480,000
General Obligation Taxable, Build America Bonds Series 2009B	4,800,000	-	4,800,000	-	-
General Obligation Taxable, Build America Bonds Series 2009C	35,000,000	-	35,000,000	-	-
General Obligation Taxable, Build America Bonds Series 2010A	1,000,000	-	1,000,000	-	-
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	37,170,000	-	1,900,000	35,270,000	2,800,000
General Obligation Refunding Bonds Series 2012	5,090,000	-	1,240,000	3,850,000	495,000
General Obligation Bonds Series 2013A	34,250,000	-	1,000,000	33,250,000	1,800,000
General Obligation Bonds Series 2013B	10,000,000	-	-	10,000,000	-
General Obligation Refunding Bonds Series 2019	-	38,585,000	-	38,585,000	-
Premium on general obligation bonds	1,592,830	2,015,226	291,214	3,316,842	-
Discount on general obligation bonds	(165,000)	-	(10,000)	(155,000)	-
<b>TOTAL</b>	<b>\$ 170,648,452</b>	<b>\$ 40,636,984</b>	<b>\$ 45,701,214</b>	<b>\$ 165,584,222</b>	<b>\$ 5,575,000</b>

\*Annual accretion of interest.

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

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**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)**

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**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%.

\$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 \$11,8450,000. 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**  
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**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	General Obligation Bonds		
	Principal	Interest	Total
2022	\$ 6,075,000	\$ 5,305,569	\$ 11,380,569
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
<b>TOTAL</b>	<b>\$ 146,490,000</b>	<b>\$ 41,299,441</b>	<b>\$ 187,789,441</b>

Operating Lease Commitment

The District has an operating lease for off-campus classroom space. Lease payments for fiscal years 2021 and 2020 totaled \$120,000 and \$120,000, respectively. The lease expired in fiscal year 2018 and was extended until June 30, 2022.

**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.

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

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**6. RISK MANAGEMENT AND CONTINGENT LIABILITIES (Continued)**

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.

The District, through the third party provider, has purchased specific and aggregate excess insurance to limit its exposure. For fiscal years 2021 and 2020, the specific coverage is \$110,000 per covered person and the aggregate attachment is approximately \$6,523,657 and \$6,654,841, 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, 2021 and 2020.

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

	2021	2020	2019
CLAIMS PAYABLE, JULY 1	\$ 1,063,535	\$ 1,097,719	\$ 1,044,387
Claims paid	(10,216,691)	(8,351,643)	(8,699,751)
Claims incurred	10,394,448	8,317,459	8,753,083
CLAIMS PAYABLE, JUNE 30	\$ 1,241,292	\$ 1,063,535	\$ 1,097,719

**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

**ELGIN COMMUNITY COLLEGE**  
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NOTES TO FINANCIAL STATEMENTS (Continued)

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**7. RETIREMENT COMMITMENTS (Continued)**

Plan Description (Continued)

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](http://www.SURS.org).

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, 2021 and 2020 can be found in SURS' comprehensive annual financial report (CAFR) 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 2020 and 2021 was 13.02% and 12.70%, 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**  
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NOTES TO FINANCIAL STATEMENTS (Continued)

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**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, 2020 and 2019, SURS reported a net pension liability of \$30,619,504,321 and \$28,720,071,173, respectively. The net pension liability was measured as of June 30, 2019 and 2018.

Employer Proportionate Share of Net Pension Liability

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.

For the year ended June 30, 2020, 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 \$339,184,041 or 1.1810%. 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, 2019 and the total pension used to calculate the net pension liability was determined based on the June 30, 2018 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 2019.

Pension Expense

At June 30, 2020 and 2019, SURS reported a collective net pension expense of \$3,364,411,021 and \$3,094,666,252, respectively.

**ELGIN COMMUNITY COLLEGE**  
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**ELGIN, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**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 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.

The District's proportionate share of collective net pension expense is recognized as both revenue and matching expense in the 2020 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 2019. As a result, the District recognized revenue and pension expense of \$36,548,008 for the fiscal year ended June 30, 2020.

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 \$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.

Deferred outflows of resources are the consumption of net assets by the District that is applicable to future reporting periods. The District paid \$278,049 in federal, trust or grant contributions for the fiscal year ended June 30, 2020. These contributions were made subsequent to the pension liability measurement date of June 30, 2019 and are recognized as deferred outflows of resources as of June 30, 2020.

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

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**7. RETIREMENT COMMITMENTS (Continued)**

Funding Policy (Continued)

b. Assumptions and Other Inputs

Actuarial Assumptions

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 actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period June 30, 2010 to 2014. The total pension liability in the June 30, 2018 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, 2017

Mortality rates were based on the RP2014 Combined Mortality Table 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, 2020 and 2019, 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)

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%
2019		
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	23.00%	5.25%
Private Equity	6.00%	8.65%
Non-U.S. Equity	19.00%	6.75%
Global Equity	8.00%	6.25%
Fixed Income	19.00%	1.85%
Treasury-Inflation Protected Securities	4.00%	1.20%
Emerging Market Debt	3.00%	4.00%
Real Estate REITS	4.00%	5.70%
Direct Real Estate	6.00%	4.85%
Commodities	2.00%	2.00%
Hedged Strategies	5.00%	2.85%
Opportunity Fund	1.00%	7.00%
Total	100.00%	4.80%
Inflation		2.75%
EXPECTED ARITHMETICAL RETURN		7.55%



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

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**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**  
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**ELGIN, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**7. RETIREMENT COMMITMENTS (Continued)**

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

2020

Discount Rate

A single discount rate of 6.59% 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 3.13% (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 6.59%, 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 (5.59%)	Current Single Discount Rate Assumption (6.59%)	1% Increase (7.59%)
Net pension liability	\$ 34,786,851,779	\$ 28,720,071,173	\$ 23,712,555,197

**ELGIN COMMUNITY COLLEGE**  
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**ELGIN, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**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.

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.

**ELGIN COMMUNITY COLLEGE**  
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**ELGIN, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**8. RETIREE HEALTH PLAN (Continued)**

Plan Description (Continued)

2021 (Continued)

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
<b>TOTAL</b>	<b>\$ 2,203,422</b>	<b>\$ 9,983,607</b>

\$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:

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	-
<b>TOTAL</b>	<b>\$ (8,005,387)</b>

**ELGIN COMMUNITY COLLEGE**  
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**ELGIN, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**8. RETIREE HEALTH PLAN (Continued)**

Plan Description (Continued)

2021 (Continued)

*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
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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.

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.

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

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**8. RETIREE HEALTH PLAN (Continued)**

Plan Description (Continued)

2021 (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 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

*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**  
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**ELGIN, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**8. RETIREE HEALTH PLAN (Continued)**

Plan Description (Continued)

2020

At June 30, 2020, the District reported a liability of \$40,975,965 for its proportionate share of the total OPEB liability that reflected a reduction for State OPEB support of \$40,975,965 resulting in a total OPEB liability associated with the District of \$81,951,930. The OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation performed as of June 30, 2018 rolled forward to June 30, 2019. 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, 2020 and 2019, the District's proportions were 2.169716% and 2.200284%, respectively.

For the year ended June 30, 2020, the District recognized OPEB expense of \$1,411,308 and revenue of \$1,411,308 for support provided by the State. At June 30, 2020, 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	\$ 480,232	\$ 866,548
Changes in assumption	-	5,708,907
Changes in proportionate share and differences between District contributions and proportionate share of contributions	305,451	1,471,620
Contributions made after the measurement date	208,438	-
Net difference between projected and actual earnings on OPEB plan investments	-	1,810
<b>TOTAL</b>	<b>\$ 994,121</b>	<b>\$ 8,048,885</b>

\$208,438 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 ended June 30, 2021. 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)

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**8. RETIREE HEALTH PLAN (Continued)**

Plan Description (Continued)

2020 (Continued)

Fiscal Year Ending June 30,	
2021	\$ (1,830,304)
2022	(1,830,304)
2023	(1,830,199)
2024	(1,136,994)
2025	(635,401)
Thereafter	<u>-</u>
TOTAL	<u><u>\$ (7,263,202)</u></u>

*Actuarial Assumptions*

The total OPEB liability was determined by an actuarial valuation as of June 30, 2018, rolled forward to June 30, 2019, 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% to 9.00% trending to 4.50%
Asset valuation method	Market 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, 2018 valuation were based on the results of an actuarial experience study for the period June 30, 2010 to June 30, 2014.



**ELGIN COMMUNITY COLLEGE**  
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**ELGIN, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**8. RETIREE HEALTH PLAN (Continued)**

Plan Description (Continued)

2020 (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 3.62% as of June 30, 2018, and 3.13% as of June 30, 2019.

*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 3.13% 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 (2.13%) or 1 percentage point higher (4.13%) than the current rate:

	1% Decrease (2.13%)	Current Discount Rate (3.13%)	1% Increase (4.13%)
OPEB liability	\$ 47,029,588	\$ 40,975,965	\$ 35,837,931

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 2020 decreasing to an ultimate trend rate of 4.90% in 2027 for non-Medicare coverage and 9% in 2020 decreasing to an ultimate trend rate of 4.50% in 2029 for Medicare coverage.

	1% Decrease	Current Healthcare Rate	1% Increase
OPEB liability	\$ 34,007,555	\$ 40,975,965	\$ 50,184,314

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

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**8. RETIREE HEALTH PLAN (Continued)**

Plan Description (Continued)

2020 (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 35 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, 2021 and 2020, 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 \$1,627,959 and \$1,847,312 at June 30, 2021 and 2020, 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**  
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**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**9. VOLUNTARY RETIREMENT BENEFITS (Continued)**

The District has also recorded a liability during fiscal year 2021 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 post-retirement payments of 50% of their salary at the time of retirement with 25% payable on June 15, 2022 and June 15, 2023. There were 18 and 0 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, 2021 and 2020, respectively. The liability of \$1,250,817 and \$0 at June 30, 2021 and 2020, respectively, is recorded as a liability in the District's financial statements as accrued salary and benefits payable and accrued health care liability payable.

**10. WETLAND MITIGATION**

The District has been identified, by the United States Environmental Protection Agency (USEPA) as a responsible party under Section 309(a) of the Clean Water Act (CWA), 33 U.S.C. Section 1319(a). An Administrative Consent Order requires the District to establish a Wetland Mitigation Plan that must include, among other things, wetland creation, enhancement or restoration at the site that totals 16.95 acres and a five-year monitoring and maintenance plan. The District has estimated the future costs of complying with the consent order to be approximately \$0 and \$14,100, which is recorded as a liability at June 30, 2021 and 2020, respectively.

**11. CHANGE IN ACCOUNTING PRINCIPLE**

The Foundation adopted the provisions of Accounting Standards Update (ASU) No. 2014-09, *Revenue from Contracts with Customers*, as amended by ASU No. 2015-14, and ASU No. 2018-08, *Not-for-Profit Entities: Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*, during the year ended June 30, 2020. The adoption of these ASUs did not result in a change to the accounting of any of the Foundation's revenue streams; as such, no cumulative effect adjustment was recorded. Our opinion has not been modified with respect to these matters.

For the fiscal year ended June 30, 2020, the District implemented GASB Statement No. 84, *Fiduciary Activities*. The implementation of this guidance resulted in a restatement of beginning net position of the District's student activity subfund and student life and athletics subfund.

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

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**11. CHANGE IN ACCOUNTING PRINCIPLE (Continued)**

The beginning net position balance of the College has been restated to reflect the new guidance as follows:

BEGINNING NET POSITION, AS PREVIOUSLY REPORTED	\$ 113,204,842
Record net position of student activity and student life and athletics subfunds	<u>934,659</u>
BEGINNING NET POSITION, AS RESTATED	<u>\$ 114,139,501</u>



## **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 Seven Fiscal Years

<b>MEASUREMENT DATE JUNE 30,</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
(a) Proportion percentage of the collective net pension liability	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	370,205,477	339,184,041	325,315,595	313,774,339	321,283,731	283,916,422	256,747,050
<b>TOTAL (b) + (c)</b>	<b>\$ 370,205,477</b>	<b>\$ 339,184,041</b>	<b>\$ 325,315,595</b>	<b>\$ 313,774,339</b>	<b>\$ 321,283,731</b>	<b>\$ 283,916,422</b>	<b>\$ 256,747,050</b>
Employer covered payroll	\$ 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	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	39.05%	40.71%	41.27%	42.04%	39.57%	42.37%	44.39%
<b>ELGIN COMMUNITY COLLEGE - DISTRICT NUMBER 509</b>							
Federal, trust, grant and other contribution	238,138	278,049	234,392	187,448	202,288	183,047	165,555
Contribution in relation to required contribution	238,138	278,049	234,392	187,448	202,288	183,047	165,555
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Employer covered payroll	\$ 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	0.53%	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, 2020.

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, 2014 to June 30, 2017 was performed in February 2018, resulting in the adoption of new assumptions as of June 30, 2018.

- Salary increase. Decrease in the overall assumed salary increase rates, ranging from 3.25% to 12.25% based on years of service, with underlying wage inflation of 2.25%.
- Investment return. Decrease in investment return assumption to 6.75%. This reflects maintaining an assumed real rate of return of 4.50% and decreasing the underlying assumed price inflation to 2.25%.
- Effective rate of interest. Decrease the long-term assumption for the ERI for crediting the money purchase accounts to 6.75%. (effective July 2, 2019)
- Normal retirement rates. A slight increase in the retirement rate at age 50. No change to the rates for ages 60-61, 67-74, and 80+, but a slight decrease in rates at all other ages. A rate of 50% if the member has 40 or more years of service and is younger than age 80.
- Early retirement rates. Decrease in rates for all Tier 1 early retirement eligibility ages (55-59).
- Turnover rates. Change to produce lower expected turnover for members with less than ten years of service and higher turnover for members with more than ten years of service.
- Mortality rates. Maintain the RP-2014 mortality tables with projected generational mortality improvement. Update the projection scale from the MP-2014 to the MP-2017 scale.
- Disability rates. Decrease current rates to reflect that certain members who receive disability benefits do not receive the benefits on a long-term basis.

(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 Four Fiscal Years

<b>MEASUREMENT DATE JUNE 30,</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
College's proportion of the net OPEB liability	2.247245%	2.169716%	2.200284%	2.264336%
College's proportionate share of the net OPEB liability	\$ 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	40,961,964	40,975,965	41,480,893	40,749,410
<b>Total</b>	<b>\$ 81,923,928</b>	<b>\$ 81,951,930</b>	<b>\$ 82,961,790</b>	<b>\$ 82,042,683</b>
College covered payroll	\$ 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	184.55%	195.88%	191.62%	191.36%
CIP plan net position as a percentage of total OPEB liability	(5.07%)	(4.13%)	(3.54%)	(2.87%)
<b>FISCAL YEAR ENDED JUNE 30,</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Statutorily required contribution	\$ 225,202	\$ 208,438	\$ 196,501	\$ 187,933
Contribution in relation to the statutorily required contribution	225,202	208,438	196,501	187,933
<b>CONTRIBUTION EXCESS (DEFICIENCY)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Employer covered payroll	\$ 44,391,728	\$ 41,838,731	\$ 43,295,280	\$ 42,874,121
Contributions as a percentage of covered payroll	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, 2018, 2019, and 2020.

Changes in Assumptions

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, 2021

	Education	Operations and Maintenance	Restricted Purposes	Audit	Liability Protection and Settlement
<b>CURRENT ASSETS</b>					
Cash and cash equivalents	\$ 64,645,564	\$ 5,511,326	\$ 2,272,562	\$ 191,274	\$ 1,509,752
Investments	32,009,487	12,609,358	485,503	7,079	2,186,149
Property tax receivable	18,973,175	5,599,658	-	48,041	289,767
Accrued interest receivable	119,293	-	-	-	-
Student tuition receivable	5,822,124	-	-	-	-
Other accounts receivable	176,504	10,580	157,506	-	-
Due from other funds	15,185,429	-	-	-	-
Inventory	-	-	-	-	-
Prepaid assets	1,534,950	7,391	3,053	-	30,000
Total current assets	138,466,526	23,738,313	2,918,624	246,394	4,015,668
<b>NONCURRENT ASSETS</b>					
Capital assets	-	-	-	-	-
Less accumulated depreciation	-	-	-	-	-
Total noncurrent assets	-	-	-	-	-
Total assets	138,466,526	23,738,313	2,918,624	246,394	4,015,668
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Unamortized loss on refunding	-	-	-	-	-
OPEB expense	-	-	-	-	-
SURS expense	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-
Total assets and deferred outflows of resources	138,466,526	23,738,313	2,918,624	246,394	4,015,668

				Auxiliary Enterprise		
Federal Financial Aid	Federal Grants	Bond and Interest	Operations and Maintenance Restricted	Food Services	Book Store	Early Childhood Lab School
\$ 5,645,132	\$ 286,998	\$ 2,136,157	\$ 3,112,099	\$ 2,100	\$ 4,686,020	\$ -
708,233	37,449	2,911,605	20,530,621	-	1,305,183	-
-	-	4,361,929	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
29,982	3,761,887	-	-	1,813	246,658	17,020
-	6,375,895	-	24,668,042	-	-	27,826
-	-	-	-	17,676	251,509	-
-	4,935	-	114,091	-	-	-
6,383,347	10,467,164	9,409,691	48,424,853	21,589	6,489,370	44,846
-	-	-	-	-	118,226	-
-	-	-	-	-	(118,226)	-
-	-	-	-	-	-	-
6,383,347	10,467,164	9,409,691	48,424,853	21,589	6,489,370	44,846
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
6,383,347	10,467,164	9,409,691	48,424,853	21,589	6,489,370	44,846

(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, 2021

	Auxiliary Enterprise				
	Visual Performing Arts Center	Production Services	Student Life and Athletics	Corporate Training and Continuing Education	Employee Benefits
<b>CURRENT ASSETS</b>					
Cash and cash equivalents	\$ 300	\$ -	\$ -	\$ -	\$ 2,074,221
Investments	-	-	-	-	-
Property tax receivable	-	-	-	-	-
Accrued interest receivable	-	-	-	-	-
Student tuition receivable	-	-	-	-	-
Other accounts receivable	11,323	3	18,830	2,250	-
Due from other funds	1,146,512	-	609,839	34,499	26,555,814
Inventory	-	-	-	-	-
Prepaid assets	-	-	-	-	-
Total current assets	1,158,135	3	628,669	36,749	28,630,035
<b>NONCURRENT ASSETS</b>					
Capital assets	45,191	99,049	25,060	9,075	-
Less accumulated depreciation	(28,674)	(49,161)	(6,265)	(9,075)	-
Total noncurrent assets	16,517	49,888	18,795	-	-
Total assets	1,174,652	49,891	647,464	36,749	28,630,035
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Unamortized loss on refunding	-	-	-	-	-
OPEB expense	-	-	-	-	2,203,422
SURS expense	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	2,203,422
Total assets and deferred outflows of resources	1,174,652	49,891	647,464	36,749	30,833,457

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Working Cash	Activity	Long- Term Obligations	Capital Assets	Eliminations	Adjustments	Total
\$ 86,942	\$ 464,921	\$ -	\$ -	\$ -	\$ -	\$ 92,625,368
4,650,535	233,683	-	-	-	-	77,674,885
-	-	-	-	-	-	29,272,570
-	-	-	-	-	-	119,293
-	-	-	-	-	-	5,822,124
-	(79)	-	-	-	-	4,434,277
-	-	-	-	(74,603,856)	-	-
-	-	-	-	-	-	269,185
-	-	-	-	-	-	1,694,420
4,737,477	698,525	-	-	(74,603,856)	-	211,912,122
-	-	-	303,369,652	-	-	303,666,253
-	-	-	(124,005,184)	-	-	(124,216,585)
-	-	-	179,364,468	-	-	179,449,668
4,737,477	698,525	-	179,364,468	(74,603,856)	-	391,361,790
-	-	989,681	-	-	-	989,681
-	-	-	-	-	-	2,203,422
-	-	238,138	-	-	-	238,138
-	-	1,227,819	-	-	-	3,431,241
4,737,477	698,525	1,227,819	179,364,468	(74,603,856)	-	394,793,031

(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, 2021

	Education	Operations and Maintenance	Restricted Purposes	Audit	Liability Protection and Settlement
<b>CURRENT LIABILITIES</b>					
Accounts payable	\$ 1,546,659	\$ -	\$ -	\$ 5,000	\$ 2,453
Accrued salaries and benefits payable	2,585,456	364,624	8,641	912	44,233
Accrued health care liability	-	-	-	-	-
Due to other funds	51,223,858	-	-	-	-
Unearned tuition revenue	7,712,959	-	-	-	-
Claims payable	841,292	-	-	-	-
Interest payable	-	-	-	-	-
Current portion of general obligation bonds	-	-	-	-	-
Current portion of other postemployment benefit liability	-	-	-	-	-
Other current liabilities	157,641	13,577	566,075	-	-
Total current liabilities	64,067,865	378,201	574,716	5,912	46,686
<b>NONCURRENT LIABILITIES</b>					
General obligation bonds	-	-	-	-	-
Other postemployment benefit liability	-	-	-	-	-
Premium on general obligation bonds	-	-	-	-	-
Total noncurrent liabilities	-	-	-	-	-
Total liabilities	64,067,865	378,201	574,716	5,912	46,686
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred revenue - property taxes	19,666,521	5,804,289	-	49,797	300,356
OPEB expense	-	-	-	-	-
Total deferred inflows of resources	19,666,521	5,804,289	-	49,797	300,356
Total liabilities and deferred inflows of resources	83,734,386	6,182,490	574,716	55,709	347,042
<b>NET POSITION</b>					
Net investment in capital assets	-	-	-	-	-
Restricted for					
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Grant purposes	-	-	2,343,908	-	-
Audit purposes	-	-	-	190,685	-
Liability insurance	-	-	-	-	3,668,626
Pension contributions	-	-	-	-	-
Working cash	-	-	-	-	-
Unrestricted (deficit)	54,732,140	17,555,823	-	-	-
<b>TOTAL NET POSITION (DEFICIT)</b>	<b>\$ 54,732,140</b>	<b>\$ 17,555,823</b>	<b>\$ 2,343,908</b>	<b>\$ 190,685</b>	<b>\$ 3,668,626</b>

Federal Financial Aid	Federal Grants	Bond and Interest	Operations and Maintenance Restricted	Auxiliary Enterprise			Early Childhood Lab School
				Food Services	Book Store		
\$ 7,452	\$ -	\$ -	\$ 592,253	\$ -	\$ 10,329	\$ -	
-	25,870	-	-	22,957	28,321	18,941	
-	-	-	-	-	-	-	
6,375,895	10,205,158	-	-	74,239	6,654,437	-	
-	-	-	-	-	-	18,764	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	236,136	-	-	3,007	-	-	
6,383,347	10,467,164	-	592,253	100,203	6,693,087	37,705	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
6,383,347	10,467,164	-	592,253	100,203	6,693,087	37,705	
-	-	4,521,329	-	-	-	-	
-	-	-	-	-	-	-	
-	-	4,521,329	-	-	-	-	
6,383,347	10,467,164	4,521,329	592,253	100,203	6,693,087	37,705	
-	-	-	-	-	-	-	
-	-	-	21,482,313	-	-	-	
-	-	4,888,362	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	26,350,287	(78,614)	(203,717)	7,141	
\$ -	\$ -	\$ 4,888,362	\$ 47,832,600	\$ (78,614)	\$ (203,717)	\$ 7,141	

(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, 2021

	Auxiliary Enterprise				
	Visual Performing Arts Center	Production Services	Student Life and Athletics	Corporate Training and Continuing Education	Employee Benefits
<b>CURRENT LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 3,667
Accrued salaries and benefits payable	13,002	15,893	86,293	39,478	2,298,418
Accrued health care liability	-	-	-	-	580,359
Due to other funds	-	70,269	-	-	-
Unearned tuition revenue	72,994	-	-	14,620	-
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	85,996	86,162	86,293	54,098	3,507,646
<b>NONCURRENT LIABILITIES</b>					
General obligation bonds	-	-	-	-	-
Other postemployment benefit obligation	-	-	-	-	40,736,762
Premium on general obligation bonds	-	-	-	-	-
Total noncurrent liabilities	-	-	-	-	40,736,762
Total liabilities	85,996	86,162	86,293	54,098	44,244,408
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred revenue - property taxes	-	-	-	-	-
OPEB expense	-	-	-	-	9,983,607
Total deferred inflows of resources	-	-	-	-	9,983,607
Total liabilities and deferred inflows of resources	85,996	86,162	86,293	54,098	54,228,015
<b>NET POSITION</b>					
Net investment in capital assets	16,517	49,888	18,795	-	-
Restricted for					
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Grant purposes	-	-	-	-	-
Audit purposes	-	-	-	-	-
Liability insurance	-	-	-	-	-
Pension contributions	-	-	-	-	-
Working cash	-	-	-	-	-
Unrestricted (deficit)	1,072,139	(86,159)	542,376	(17,349)	(23,394,558)
<b>TOTAL NET POSITION (DEFICIT)</b>	\$ 1,088,656	\$ (36,271)	\$ 561,171	\$ (17,349)	\$ (23,394,558)

Working Cash	Activity	Long- Term Obligations	Capital Assets	Eliminations	Adjustments	Total
\$ -	\$ 12,661	\$ -	\$ -	\$ -	\$ -	\$ 2,180,474
-	-	-	-	-	-	5,553,039
-	-	-	-	-	-	580,359
-	-	-	-	(74,603,856)	-	-
-	-	-	-	-	-	7,819,337
-	-	-	-	-	-	1,241,292
-	-	182,008	-	-	-	182,008
-	-	6,075,000	-	-	-	6,075,000
-	-	-	-	-	-	225,202
-	-	-	-	-	-	976,436
-	12,661	6,257,008	-	(74,603,856)	-	24,833,147
-	-	140,415,000	-	-	-	140,415,000
-	-	-	-	-	-	40,736,762
-	-	14,478,576	-	-	-	14,478,576
-	-	154,893,576	-	-	-	195,630,338
-	12,661	161,150,584	-	(74,603,856)	-	220,463,485
-	-	-	-	-	-	30,342,292
-	-	-	-	-	-	9,983,607
-	-	-	-	-	-	40,325,899
-	12,661	161,150,584	-	(74,603,856)	-	260,789,384
-	-	(159,978,895)	179,364,468	-	-	19,470,773
-	-	-	-	-	-	21,482,313
-	-	-	-	-	-	4,888,362
-	-	-	-	-	-	2,343,908
-	-	-	-	-	-	190,685
-	-	-	-	-	-	3,668,626
-	-	238,138	-	-	-	238,138
4,014,363	-	-	-	-	-	4,014,363
723,114	685,864	(182,008)	-	-	-	77,706,479
\$ 4,737,477	\$ 685,864	\$ (159,922,765)	\$ 179,364,468	\$ -	\$ -	\$ 134,003,647

(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, 2021

	Education	Operations and Maintenance	Restricted Purposes	Audit	Liability Protection and Settlement
<b>OPERATING REVENUES</b>					
Student tuition and fees	\$ 21,065,357	\$ -	\$ -	\$ -	\$ -
Chargeback revenue	-	-	-	-	-
Auxiliary enterprises revenue	-	-	-	-	-
Other operating revenue	959,663	104,108	39,837	-	-
Total operating revenues	22,025,020	104,108	39,837	-	-
<b>OPERATING EXPENSES</b>					
Instruction	29,510,310	-	1,572,986	-	-
Academic support	8,241,987	-	300,524	-	-
Student services	5,416,553	-	31,426	-	-
Public services	466,256	-	45,831	-	-
Auxiliary services	-	-	148,204	-	-
Scholarships and student grants	-	-	44,188	-	-
Operation and maintenance of plant	-	9,781,823	15,826	-	603,846
Institutional support	17,864,394	826,380	41,612	93,006	1,031,502
Depreciation	-	-	-	-	-
Total operating expenses	61,499,500	10,608,203	2,200,597	93,006	1,635,348
OPERATING INCOME (LOSS)	(39,474,480)	(10,504,095)	(2,160,760)	(93,006)	(1,635,348)
<b>NON-OPERATING REVENUES (EXPENSES)</b>					
State grants and contracts					
Other state grants and contracts	5,970,956	-	1,720,151	-	-
State Universities Retirement System pension	-	-	-	-	-
Community College Health Insurance Security Fund OPEB	-	-	-	-	-
Property taxes	39,553,525	11,688,601	-	105,677	556,644
Personal property replacement tax	770,228	-	-	-	-
Federal grants and contracts	2,428,633	-	292,480	-	-
Local grants and contracts	179,707	-	148,129	-	-
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)	(20,361,682)	-	-	-	-
Investment income	317,959	-	-	-	-
Total non-operating revenues (expenses)	28,859,326	11,688,601	2,160,760	105,677	556,644
CHANGES IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	(10,615,154)	1,184,506	-	12,671	(1,078,704)
Capital contributions	-	-	-	-	-
CHANGE IN NET POSITION	(10,615,154)	1,184,506	-	12,671	(1,078,704)
NET POSITION (DEFICIT), JULY 1	65,347,294	16,371,317	2,343,908	178,014	4,747,330
<b>NET POSITION (DEFICIT), JUNE 30</b>	<b>\$ 54,732,140</b>	<b>\$ 17,555,823</b>	<b>\$ 2,343,908</b>	<b>\$ 190,685</b>	<b>\$ 3,668,626</b>

				Auxiliary Enterprise		
Federal Financial Aid	Federal Grants	Bond and Interest	Operations and Maintenance Restricted	Food Services	Book Store	Early Childhood Lab School
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	38,069	2,310,763	185,112
-	-	-	-	-	-	-
-	-	-	-	38,069	2,310,763	185,112
-	4,329,491	-	-	-	-	-
-	4,215,320	-	-	-	-	-
51,675	622,657	-	-	-	-	-
-	49,644	-	-	-	-	-
-	-	-	-	208,792	2,487,808	303,808
13,540,984	192,745	-	-	-	-	-
-	-	-	-	-	-	-
-	-	925,248	1,426,559	-	-	-
-	-	-	-	-	-	-
13,592,659	9,409,857	925,248	1,426,559	208,792	2,487,808	303,808
(13,592,659)	(9,409,857)	(925,248)	(1,426,559)	(170,723)	(177,045)	(118,696)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	10,861,367	-	-	-	-
-	-	-	-	-	-	-
13,592,659	9,409,857	-	671,255	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	(10,822,391)	-	-	-	-
-	-	104,315,756	-	-	-	-
-	-	(103,383,053)	-	-	-	-
-	-	-	-	-	-	-
-	-	-	16,000,000	-	-	118,696
-	-	-	-	-	(56,469)	-
-	-	-	-	-	-	-
13,592,659	9,409,857	971,679	16,671,255	-	(56,469)	118,696
-	-	46,431	15,244,696	(170,723)	(233,514)	-
-	-	-	-	-	-	-
-	-	46,431	15,244,696	(170,723)	(233,514)	-
-	-	4,841,931	32,587,904	92,109	29,797	7,141
\$ -	\$ -	\$ 4,888,362	\$ 47,832,600	\$ (78,614)	\$ (203,717)	\$ 7,141

(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, 2021

	<b>Auxiliary Enterprise</b>				
	<b>Visual Performing Arts Center</b>	<b>Production Services</b>	<b>Student Life and Athletics</b>	<b>Corporate Training and Continuing Education</b>	<b>Employee Benefits</b>
<b>OPERATING REVENUES</b>					
Student tuition and fees	\$ -	\$ -	\$ -	\$ 108,435	\$ -
Chargeback revenue	-	-	-	-	-
Auxiliary enterprises revenue	158,997	119,035	37,791	-	-
Other operating revenue	-	-	-	-	-
Total operating revenues	158,997	119,035	37,791	108,435	-
<b>OPERATING EXPENSES</b>					
Instruction	-	-	-	-	21,436,610
Academic support	-	-	-	-	5,970,474
Student services	-	-	1,032,226	-	3,610,583
Public services	-	-	-	-	580,628
Auxiliary services	463,145	215,617	-	211,221	3,731,404
Scholarships and student grants	-	-	-	-	175,967
Operation and maintenance of plant	-	-	-	-	240,737
Institutional support	-	-	-	-	7,210,483
Depreciation	5,648	12,381	1,941	-	-
Total operating expenses	468,793	227,998	1,034,167	211,221	42,956,886
<b>OPERATING INCOME (LOSS)</b>	<b>(309,796)</b>	<b>(108,963)</b>	<b>(996,376)</b>	<b>(102,786)</b>	<b>(42,956,886)</b>
<b>NON-OPERATING REVENUES (EXPENSES)</b>					
State grants and contracts					
Other state grants and contracts	-	-	-	-	-
State Universities Retirement System pension	-	-	-	-	40,677,451
Community College Health Insurance Security Fund OPEB	-	-	-	-	711,419
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	-	-	1,169,973	85,437	3,110,792
Transfers (out)	-	-	(66,747)	-	-
Investment income	-	-	-	-	-
Total non-operating revenues (expenses)	-	-	1,103,226	85,437	44,499,662
<b>CHANGES IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS</b>	<b>(309,796)</b>	<b>(108,963)</b>	<b>106,850</b>	<b>(17,349)</b>	<b>1,542,776</b>
Capital contributions	-	-	-	-	-
<b>CHANGE IN NET POSITION</b>	<b>(309,796)</b>	<b>(108,963)</b>	<b>106,850</b>	<b>(17,349)</b>	<b>1,542,776</b>
<b>NET POSITION (DEFICIT), JULY 1</b>	<b>1,398,452</b>	<b>72,692</b>	<b>454,321</b>	<b>-</b>	<b>(24,937,334)</b>
<b>NET POSITION (DEFICIT), JUNE 30</b>	<b>\$ 1,088,656</b>	<b>\$ (36,271)</b>	<b>\$ 561,171</b>	<b>\$ (17,349)</b>	<b>\$ (23,394,558)</b>

Working Cash	Activity	Long- Term Obligations	Capital Assets	Eliminations	Adjustments	Total
\$ -	\$ -	\$ -	\$ -	\$ (4,051,165)	\$ -	\$ 17,122,627
-	-	-	-	-	-	-
-	-	-	-	(680,248)	-	2,169,519
-	-	-	-	(587,111)	-	516,497
-	-	-	-	(5,318,524)	-	19,808,643
-	-	-	(1,158,410)	-	-	55,690,987
-	-	-	(38,780)	(3,015,744)	-	15,673,781
-	553,228	-	-	-	-	11,318,348
-	-	-	-	-	-	1,142,359
-	-	-	-	-	-	7,769,999
-	549,858	-	(19,900)	(4,554,706)	-	9,929,136
-	-	-	(170,213)	-	-	10,472,019
-	-	39,911	(1,749,083)	(176,707)	-	27,533,305
-	-	-	7,987,551	-	-	8,007,521
-	1,103,086	39,911	4,851,165	(7,747,157)	-	147,537,455
-	(1,103,086)	(39,911)	(4,851,165)	2,428,633	-	(127,728,812)
-	-	-	-	-	-	7,691,107
-	-	-	-	-	-	40,677,451
-	-	-	-	-	-	711,419
-	-	-	-	-	-	62,765,814
-	-	-	-	-	-	770,228
-	-	-	-	(2,428,633)	-	23,966,251
-	-	-	-	-	-	327,836
-	1,153,987	-	-	-	-	1,153,987
-	-	6,121,951	-	-	-	(4,700,440)
-	-	(104,315,756)	-	-	-	-
-	-	103,383,053	-	-	-	-
-	-	-	(581,363)	-	-	(581,363)
-	-	-	-	(20,484,898)	-	-
-	-	-	-	20,484,898	-	-
98,089	-	-	-	-	-	416,048
98,089	1,153,987	5,189,248	(581,363)	(2,428,633)	-	133,198,338
98,089	50,901	5,149,337	(5,432,528)	-	-	5,469,526
-	-	-	146,475	-	-	146,475
98,089	50,901	5,149,337	(5,286,053)	-	-	5,616,001
4,639,388	634,963	(165,072,102)	184,650,521	-	-	128,387,646
\$ 4,737,477	\$ 685,864	\$ (159,922,765)	\$ 179,364,468	\$ -	\$ -	\$ 134,003,647

(See independent auditor's report.)



## STATISTICAL SECTION

This part of the Elgin Community College District Number 509's comprehensive annual 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.	59-62
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	63-67
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 comprehensive annual financial reports for the relevant year.*



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

**FINANCIAL TRENDS  
NET POSITION BY COMPONENT**

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
<b>BUSINESS-TYPE ACTIVITIES</b>				
Net investment in capital assets	\$ 19,470,773	\$ 19,693,055	\$ 18,904,009	\$ 22,528,437
Restricted				
Capital projects	21,482,313	22,908,872	22,773,141	19,825,069
Debt service	4,888,362	4,841,931	4,569,440	5,014,363
Specific purposes	6,441,357	7,547,301	8,067,752	7,144,909
Working cash	4,014,363	4,014,363	4,014,363	4,014,363
Unrestricted	77,706,479	69,382,124	54,876,137	44,365,796
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>\$ 134,003,647</b>	<b>\$ 128,387,646</b>	<b>\$ 113,204,842</b>	<b>\$ 102,892,937</b>

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

Data Source

Audited Financial Statements

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<b>2017</b>		<b>2016</b>		<b>2015</b>		<b>2014</b>		<b>2013</b>		<b>2012</b>	
\$	27,119,754	\$	32,216,404	\$	35,206,436	\$	34,543,852	\$	32,352,291	\$	33,909,175
	18,455,427		16,241,168		13,832,563		11,960,223		10,999,277		9,783,970
	3,746,425		3,549,757		4,435,843		4,610,459		5,419,398		4,303,754
	6,966,647		6,508,712		6,216,059		6,831,512		6,728,355		6,514,932
	4,014,363		4,014,363		4,014,363		4,014,363		4,353,938		4,346,941
	76,846,908		64,908,275		63,825,688		58,909,689		54,972,930		50,477,632
<hr/>											
\$	137,149,524	\$	127,438,679	\$	127,530,952	\$	120,870,098	\$	114,826,189	\$	109,336,404

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

FINANCIAL TRENDS  
CHANGES IN NET POSITION

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
<b>OPERATING REVENUES</b>				
Student tuition and fees	\$ 17,122,627	\$ 20,248,902	\$ 19,968,429	\$ 19,818,103
Chargeback revenue	-	-	-	1,420
Auxiliary enterprises revenue	2,169,519	3,689,390	5,001,003	4,812,253
Other operating revenue	516,497	604,607	639,385	704,257
Total operating revenues	19,808,643	24,542,899	25,608,817	25,336,033
<b>OPERATING EXPENSES</b>				
Instruction	55,690,987	54,235,510	51,875,346	52,233,711
Academic support	15,673,781	13,010,581	12,424,020	12,131,779
Student services	11,318,348	10,966,528	10,164,362	9,719,822
Public services	1,142,359	966,105	822,876	621,995
Auxiliary services	7,769,999	5,442,904	5,789,556	6,061,316
Scholarships and student grants	9,929,136	9,236,123	6,545,678	7,006,531
Operation and maintenance of plant	10,472,019	14,033,863	13,068,621	12,559,033
Institutional support	27,533,305	22,671,699	22,254,771	22,589,462
Depreciation	8,007,521	8,859,499	9,349,793	9,594,246
Total operating expenses	147,537,455	139,422,812	132,295,023	132,517,895
OPERATING INCOME (LOSS)	(127,728,812)	(114,879,913)	(106,686,206)	(107,181,862)
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
State grants and contracts	49,079,977	44,981,343	41,307,032	40,894,199
Property taxes	62,765,814	64,005,961	61,757,426	59,812,614
Personal property replacement tax	770,228	677,470	554,744	512,789
Federal grants and contracts	23,966,251	20,607,509	18,283,797	18,533,740
Local grants and contracts	327,836	489,871	722,378	777,324
Interest expense and fiscal charges	(4,700,440)	(6,965,617)	(8,251,199)	(8,397,740)
Gain (loss) on disposal of capital assets	(581,363)	-	-	-
Other non-operating revenues	1,153,987	1,027,620	-	-
Investment income	416,048	2,563,901	2,541,433	1,178,885
Total non-operating revenues (expenses)	133,198,338	127,388,058	116,915,611	113,311,811
CHANGE IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	5,469,526	12,508,145	10,229,405	6,129,949
Capital contributions	146,475	1,740,000	82,500	29,995
<b>CHANGE IN NET POSITION</b>	<b>\$ 5,616,001</b>	<b>\$ 14,248,145</b>	<b>\$ 10,311,905</b>	<b>\$ 6,159,944</b>

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

	2017	2016	2015	2014	2013	2012
\$	19,674,745	\$ 18,679,471	\$ 17,854,603	\$ 17,601,837	\$ 17,796,951	\$ 17,392,850
	23,662	29,341	20,193	4,080	19,240	9,481
	5,190,530	5,447,158	5,842,478	6,058,778	6,190,318	6,228,893
	563,841	585,537	572,867	587,439	484,396	591,736
	25,452,778	24,741,507	24,290,141	24,252,134	24,490,905	24,222,960
	46,731,411	43,549,796	41,133,232	40,342,156	38,138,301	35,603,159
	11,540,322	10,678,304	10,541,916	9,729,192	9,390,437	8,784,072
	10,199,159	10,266,124	9,840,585	9,858,311	9,603,280	9,662,520
	727,052	648,532	637,014	585,054	548,452	659,724
	6,317,873	6,980,338	7,640,448	8,033,825	8,132,120	8,568,546
	6,697,769	7,584,922	8,465,310	9,529,773	10,842,872	11,748,883
	11,948,992	11,289,345	11,020,170	11,088,637	10,495,422	10,134,567
	21,355,749	22,461,019	20,478,735	18,053,287	19,733,213	16,486,280
	9,540,919	9,281,794	7,849,474	7,141,073	6,614,370	5,915,072
	125,059,246	122,740,174	117,606,884	114,361,308	113,498,467	107,562,823
	(99,606,468)	(97,998,667)	(93,316,743)	(90,109,174)	(89,007,562)	(83,339,863)
	38,659,380	26,422,147	26,494,242	23,680,818	22,465,643	17,899,680
	59,700,764	59,783,305	60,113,167	59,334,287	57,315,417	56,483,841
	612,836	481,466	599,265	572,570	546,332	516,189
	17,265,623	18,520,444	19,884,290	21,279,900	22,578,078	24,316,611
	1,000,822	933,534	914,404	91,305	125,511	109,896
	(8,529,389)	(8,713,135)	(8,977,871)	(9,296,498)	(8,247,538)	(8,760,298)
	-	-	-	-	(413,297)	-
	-	-	-	-	-	-
	607,277	478,633	334,156	164,601	127,201	595,085
	109,317,313	97,906,394	99,361,653	95,826,983	94,497,347	91,161,004
	9,710,845	(92,273)	6,044,910	5,717,809	5,489,785	7,821,141
	-	-	615,944	326,100	-	-
\$	9,710,845	\$ (92,273)	\$ 6,660,854	\$ 6,043,909	\$ 5,489,785	\$ 7,821,141

**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 (3) Direct Tax Rate	Estimated Actual Value	Percent of Actual Value
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%
2011	9,836,129,935	1,624,365,385	857,790,627	138,766,141	11,259,792	12,468,311,880	0.4454	37,404,935,640	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

<b>Tax Levy Year</b>	<b>Legal Limit 2015</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>
<b>TAX RATES (1)</b>											
District Rates											
Education	0.750	0.2881	0.2995	0.2939	0.2963	0.3028	0.3192	0.3304	0.3119	0.2868	0.2539
Operations and maintenance	0.100	0.0849	0.0882	0.0903	0.0907	0.0947	0.0976	0.0980	0.1018	0.0953	0.0850
Liability insurance	None	0.0043	0.0038	0.0110	0.0137	0.0145	0.0168	0.0167	0.0151	0.0151	0.0129
Audit	0.005	0.0007	0.0008	0.0009	0.0011	0.0012	0.0013	0.0014	0.0012	0.0011	0.0009
Debt Service Fund	None	0.0661	0.0946	0.1049	0.0914	0.1091	0.1172	0.1444	0.1426	0.1123	0.1018
Bond and Interest Fund	None	0.0000	0.0000	0.0059	0.0068	0.0073	0.0078	0.0081	0.0071	0.0071	0.0053
Prior period adjustment		-0.0002	-0.0004	0.0006	-0.0001	0.0000	0.0009	0.0086	-0.0088	0.0038	-0.0144
Total district rates (1)		0.4439	0.4865	0.5075	0.4999	0.5296	0.5609	0.6076	0.5709	0.5215	0.4454
Others											
Kane County		0.3618	0.3739	0.4146	0.4025	0.4201	0.4479	0.4684	0.4623	0.4336	0.3990
Kane County Forest Preserve		0.1477	0.1549	0.1607	0.1658	0.2253	0.2944	0.3126	0.3039	0.2710	0.2609
Elgin Township and Road Funds		0.1776	0.1843	0.1908	0.1950	0.1805	0.1950	0.2053	0.1972	0.1758	0.1550
Gail Borden Library District		0.4647	0.4445	0.4360	0.4729	0.5227	0.5294	0.5796	0.5087	0.4791	0.4084
Fox River Water Reclamation		0.0266	0.0278	0.0291	0.0000	0.0325	0.0339	0.0409	0.0370	0.0344	0.0299
City of Elgin		1.7706	1.8788	2.0240	2.1494	2.2396	2.4110	2.3218	2.1668	1.9344	1.9836
School District No. 46		5.7275	5.7890	6.1236	6.3696	6.5487	7.1238	8.0229	5.9395	6.3706	5.5589
Total rates		8.6765	8.8532	9.8863	10.2551	10.6990	11.5963	12.5591	10.1863	10.2204	9.2411

(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	2020 Levy Year			2011 Levy Year		
		Assessed Value	Rank	Percentage of Total District Assessed Valuation	Assessed Value (000s)	Rank	Percentage of Total District Assessed Valuation
Target	Retail	\$ 29,996,761	1	0.22%	\$ 26,582,705	2	0.21%
Wal-Mart	Retail	26,474,523	2	0.20%	17,926,797	7	0.14%
Legia St. Charles Associates LLC	Real Property	24,900,578	3	0.19%			
Arboretum Mall LLC	Mall	21,538,101	4	0.16%	17,832,904	8	0.14%
John B. Sanfilippo and Son, Inc.	Snack Food	20,164,650	5	0.15%	17,554,333	9	0.14%
Paul Hastings LLP	Real Property	19,820,291	6	0.15%			
Poplar Creek Crossing	Real Property	19,273,200	7	0.14%			
Prairie Winds II LLC & Prairie Winds TIC LI	Real Property	18,395,015	8	0.14%			
Q Center LLC	Conference Center	17,759,509	9	0.13%			
Canterfield Apartment Owner LLC	Real Property	17,526,070	10	0.13%			
In Retail Fund Algonquin Commons LLC	Real Property				27,509,160	1	0.22%
Springhill Mall, LLC	Commercial Shopping Center				24,317,710	3	0.20%
W 2001 VHE LLC	Real Property				22,741,550	4	0.18%
Bradley Operation Limited	Real Property				21,426,056	5	0.17%
Sherman Hospital	Hospital				20,816,929	6	0.17%
Yavitski LLC	Real Property				16,635,815	10	0.13%
		<u>\$ 215,848,698</u>		<u>1.61%</u>	<u>\$ 213,343,959</u>		<u>1.71%</u>

Note: Excludes \$5,224,196 of EAV (Frozen TIF Value for Sears Roebuck National Headquarters). The actual 2019 value of the Sears property in the TIF district is \$42,966,035.

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, 2020	Collected During Year Ended June 30, 2021 (6)	Total Collected Through June 30, 2021 (4)	Percent of Taxes Extended Collected Through June 30, 2021	Tax Cap Limit (5)
2020	\$ 13,438,325,612	0.4439	\$ 61,879,383	\$ -	\$ 32,009,413	32,009,413	51.73%	2.30%
2019	12,669,584,721	0.4865	64,907,511	28,667,071	35,774,541	64,441,612	99.28%	1.90%
2018	12,229,482,842	0.5075	64,186,969	63,834,168	(23,342)	63,810,826	99.41%	2.10%
2017	11,777,329,171	0.4999	60,359,170	60,041,728	(60,415)	59,981,313	99.37%	2.10%
2016	11,221,103,941	0.5296	60,314,611	59,932,302	(47,366)	59,884,936	99.29%	0.70%
2015	10,325,972,629	0.5609	59,544,514	59,313,991	(15,562)	59,298,429	99.59%	0.80%
2014	10,026,440,546	0.6076	60,820,489	60,321,938	(1,329)	60,320,609	99.18%	1.50%
2013	10,185,173,177	0.5709	60,245,707	59,846,008	1,054	59,847,062	99.34%	1.70%
2012	11,143,211,646	0.5215	58,907,754	58,451,963	4,480	58,456,443	99.23%	3.00%
2011	12,468,311,880	0.4454	55,920,678	55,643,053	(3,730)	55,639,323	99.50%	1.50%

(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**

REVENUE CAPACITY  
ENROLLMENT, TUITION AND FEE RATES, CREDIT HOURS CLAIMED AND TUITION AND FEE REVENUE

Last Ten Fiscal Years

Fiscal Year	Fall Term 10th Day Enrollment		Tuition and Fee Rates			Total Credit Hours Claimed	Net Tuition and Fee Revenue Education Fund (1)
	FTE Credit Courses	Headcount Credit Courses	In District Tuition and Fees per Semester Hour	Out of District Tuition and Fees per Semester Hour	Out of State Tuition and Fees per Semester Hour		
2021	4,847	7,882	\$ 132.00	\$ 297.00	\$ 396.00	144,094 *	\$ 21,376,047
2020	5,732	9,917	132.00	434.49	497.79	173,961	25,177,420
2019	5,577	9,567	132.00	434.49	497.79	172,354	24,873,283
2018	5,679	9,599	129.00	434.49	497.79	176,626	24,753,564
2017	5,773	9,918	125.00	434.49	497.79	179,420	24,493,158
2016	6,052	10,336	119.00	434.49	497.79	189,445	23,971,324
2015	6,396	10,937	114.00	381.10	497.79	195,829	23,837,806
2014	6,675	11,285	109.00	354.81	480.93	197,308	24,949,044
2013	6,757	11,554	105.00	361.53	472.54	207,401	23,610,849
2012	6,862	11,811	99.00	336.02	445.27	214,909	22,523,433

(1) Net Tuition and Fee Revenue for the Education Fund is net of bad debt expense and tuition waivers.

\* Final report from the ICCB not received as of 8/25/21

Data Source

District records

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

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

Last Ten Fiscal Years

<b>Fiscal Year Ended</b>	<b>General Obligation Bonds (1)</b>	<b>Capital Lease Obligations</b>	<b>Due to Other Governments</b>	<b>Total Outstanding Debt (2)</b>	<b>District Estimated Actual Taxable Property Value</b>	<b>Percentage of Total Outstanding Debt to Estimated Actual Taxable Property Value</b>	<b>Population (Estimated)</b>	<b>Total Outstanding Debt Per Capita</b>	<b>Total Outstanding Debt as a Percentage of Personal Income</b>
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%
2012	159,504,345	-	-	159,504,345	12,468,311,880	1.28%	426,733	373.78	1.11%

(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

<b>Fiscal Year</b>	<b>General Obligation Bonds (1)</b>	<b>Less: Amounts Restricted for Debt Service (2)</b>	<b>Net General Bonded Debt</b>	<b>District Estimated Actual Taxable Property Value</b>	<b>Percentage of Net General Bonded Debt to Estimated Actual Taxable Property Value</b>	<b>Population (Estimated)</b>	<b>Net General Bonded Debt Per Capita</b>
2021	\$ 160,968,576	\$ 4,962,847	156,005,729	\$ 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
2012	159,504,345	4,303,754	155,200,591	12,468,311,880	1.24%	426,733	373.78

(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.

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

DEBT CAPACITY  
SCHEDULE OF DIRECT AND OVERLAPPING BONDED DEBT

June 30, 2021

Governmental Unit	Gross Bonded Debt	Percentage of Debt Applicable to Government	Government's Share of Debt
Elgin Community College	\$ 160,968,576	100.00%	\$ 160,968,576
<b>SCHOOLS</b>			
School District Number 54	-	2.63%	-
High School District Number 211	-	1.61%	-
Unit School District Number 46	202,457,389	100.00%	202,457,389
Unit School District Number 158	94,140,691	0.06%	60,557
Unit School District Number 300	231,746,782	78.26%	181,370,255
Unit School District Number 301	39,810,542	100.00%	39,810,542
Unit School District Number 303	29,305,000	99.63%	29,197,337
Unit School District Number 427	76,074,121	0.40%	300,572
Total schools			453,196,652
<b>OTHERS</b>			
Counties and large units			
Kane County	28,850,000	55.48%	16,006,162
Kane County Forest Preserve District	119,460,000	55.48%	66,277,164
Cook County	2,663,661,751	1.44%	38,331,987
Cook County Forest Preserve District	125,285,000	1.44%	1,802,940
Metropolitan Water Reclamation District	2,694,934,289	1.18%	31,799,115
DuPage County	108,790,000	3.21%	3,494,367
DuPage County Forest Preserve District	81,645,000	3.21%	2,622,461
DuPage Water Commission	-	1.14%	-
Total counties and large units			160,334,196
Cities and Villages			
Village of Algonquin	3,170,000	28.01%	887,996
Village of Bartlett	56,590,000	100.00%	56,590,000
Village of Burlington	-	99.49%	-
Village of Campton Hills	-	6.10%	-
Campton Township	20,280,000	90.72%	18,397,459
Village of Carpentersville	30,563,000	87.03%	26,599,163
Village of East Dundee	10,320,000	100.00%	10,320,000
City of Elgin	69,650,000	100.00%	69,650,000
Village of Gilberts	4,315,000	97.83%	4,221,517
Village of Hampshire	1,460,000	100.00%	1,460,000
Village of Hanover Park	11,670,000	37.16%	4,337,138
Village of Hoffman Estates	89,285,000	17.51%	15,633,409
City of St. Charles	106,995,000	98.47%	105,356,363
Village of Schaumburg	335,445,000	3.34%	11,196,397
Village of South Elgin	23,145,000	100.00%	23,145,000
Village of South Barrington	-	6.93%	-
Village of Streamwood	17,600,000	99.81%	17,566,000
City of West Chicago	-	17.26%	-
Village of West Dundee	5,365,000	99.96%	5,362,753
Total cities and villages			370,723,195

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

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

June 30, 2021

Governmental Unit	Gross Bonded Debt	Percentage of Debt Applicable to Government	Government's Share of Debt
<b>OTHERS (Continued)</b>			
Library Districts			
Algonquin Public Library District	\$ -	2.84%	\$ -
Barrington Public Library District	-	1.83%	-
Bartlett Public Library District	-	100.00%	-
Gail Borden Public Library	2,505,000	100.00%	2,505,000
Huntley Public Library District	12,170,000	3.01%	366,243
Poplar Creek Library District	10,645,000	80.66%	8,586,583
Schaumburg Public Library District	-	2.71%	-
Town and Country Public Library District	-	23.71%	-
West Chicago Public Library District	-	6.99%	-
Park Districts			
Bartlett Park District	18,995,000	100.00%	18,995,000
Carol Stream Park District	58,549,389	7.70%	4,505,911
Dundee Township Park District	16,303,355	95.83%	15,622,805
Hampshire Park District	1,895,000	100.00%	1,895,000
Hanover Park Park District	6,308,215	41.13%	2,594,745
Hoffman Estates Park District	64,210,000	18.86%	12,106,895
Huntley Park District	2,965,000	2.03%	60,221
Schaumburg Park District	1,375,000	3.37%	46,288
South Barrington Park District	5,130,000	4.68%	240,304
St. Charles Park District	23,185,000	99.83%	23,146,142
Streamwood Park District	1,242,000	95.36%	1,184,355
West Chicago Park District	24,194,405	14.84%	3,589,366
West Chicago Fire Protection District	5,920,000	19.06%	1,128,262
Special Service Areas			
Carpentersville Special Service Area Numbers 6, 7, 10, 11 and 17	-	100.00%	-
Gilberts Special Service Area Number 10	12,161,000	100.00%	12,161,000
Gilberts Special Service Area Number 19	-	100.00%	-
Hanover Park Special Service Area Number 2	-	100.00%	-
Hampshire Special Service Area Number 9	-	100.00%	-
Pingree Grove Special Service Area Number 1	-	100.00%	-
St. Charles TIF 2	-	100.00%	-
Streamwood Special Service Area Number 3	-	100.00%	-
West Chicago Special Service Area Number 2	-	31.52%	-
Total others			108,734,120
Total schools, counties, cities and villages			984,254,043
<b>TOTAL DIRECT AND OVERLAPPING DEBT</b>			<b>\$ 1,092,988,163</b>

Data Sources

District records and Offices of the County Clerks for Kane, McHenry, DuPage, Cook and DeKalb Counties  
Overlapping debt percentages based on 2020 EAV for DuPage and Kane Counties, and 2019 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

<b>Fiscal Year</b>	<b>Assessed Value</b>	<b>Debt Limit Rate</b>	<b>Debt Limit (Assessed Value Debt Limit Rate)</b>	<b>Net Debt Applicable to Debt Limit (1)</b>	<b>Legal Debt Margin</b>	<b>Net Debt Applicable to Debt Limit as a Percentage of Debt Limit</b>
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%
2012	12,468,311,880	2.875%	358,463,967	159,504,345	198,959,622	44.50%

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

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<b>Fiscal Year</b>	<b>Population (Estimate)</b>	<b>Personal Income (1)</b>	<b>Per Capita Personal Income</b>	<b>Unemployment Rate (2)(3)</b>
2021	497,595	\$ 18,770,242,734	\$ 37,722	14.0%
2020	487,838	18,223,536,635	37,356	6.1%
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%
2012	426,733	14,385,828,102	31,307	8.7%

(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

<b>2021</b>			<b>2012</b>		
<b>Employer</b>	<b>Rank</b>	<b>Estimated Employees</b>	<b>Employer</b>	<b>Rank</b>	<b>Estimated Employees</b>
Northwest Community Hospital	1	4,000	Sears Holding Corp.	1	4,800
Transform Holdco, LLC	2	3,200	Unit School District Number 46	2	4,170
Beacon Sales Acquisition, Inc.	3	3,000	Northwest Community Healthcare	3	4,000
Zurich North American Commercial	4	2,500	AT&T Services, Inc.	4	3,000
Advocate Sherman Hospital	5	2,200	Zurich North America Commercial	5	2,690
St. Alexius Medical Center	6	2,045	Chase	6	2,500
Nation Pizza Products LP	7	2,000	Northrop Grumman Corporation	7	2,350
North Grumman Corp.	8	1,900	Sherman Hospital	8	2,200
HSBC Finance Corp.	9	1,500	Motorola, Inc.	9	2,145
Amita Health St. Joseph Hospital	10	1,300	St Alexius Medical Center	10	2,045
John B. Sanfilippo & Son, Inc.	11	1,200	Elgin Mental Health Center	11	1,300
Clearbrook	12	1,000	Provena St. Joseph Hospital	12	1,300
Arthur J. Gallagher & Co.	13	825	Elgin Riverboat Resort	13	1,200
OptumRx, Inc.	14	800	John B. Sanfilippo & Son, Inc.	14	1,200
Paylocity Corporation	15	800	Paddock Publications, Inc.	15	816
LSI	16	700			
American NTN Bearing Mfg. Corp.	17	675			
Gallagher-Bassett Services, Inc.	18	675			
Capsonic Group, LLC	19	600			
CDK Global	20	600			
Experian Information Solutions, Inc.	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

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<b>Fiscal Year</b>	<b>Baccalaureate</b>	<b>Business Occupational</b>	<b>Technical Occupational</b>	<b>Health Occupational</b>	<b>Remedial Development</b>	<b>Adult Basic Secondary Education</b>	<b>Total Claimed Credit Hours</b>
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
2012	119,163	14,877	21,055	13,468	20,142	26,204	214,909

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

<b>Employee Group</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>
Faculty										
Full-time FTE	133	129	122	136	133	135	133	132	130	132
Part-time FTE	148	184	182	181	173	195	205	219	209	200
Total FTE	281	313	304	317	306	330	338	351	339	332
Headcount	474	539	524	510	530	577	601	615	598	620
Administrators										
Full-time FTE	57	54	48	46	47	45	44	43	43	40
Part-time FTE	0	0	0	0	0	0	0	0	0	0
Total FTE	57	54	48	46	47	45	44	43	43	40
Headcount	57	54	48	46	47	45	44	43	43	40
Nonteaching Professional Staff										
Full-time FTE	190	178	181	182	191	194	189	166	171	180
Part-time FTE	28	30	26	30	41	48	48	51	49	51
Total FTE	218	208	207	212	232	242	237	217	220	231
Headcount	268	264	255	252	281	289	285	267	269	282
Classified Staff										
Full-time FTE	114	106	103	108	101	107	102	112	107	111
Part-time FTE	57	62	58	65	62	63	69	75	69	66
Total FTE	171	168	161	173	163	170	171	187	176	177
Headcount	213	228	223	228	206	233	239	261	244	242

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

<b>Degrees and Certificates Awarded</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>
General studies degrees										
Associate degrees										
Arts	626	581	592	612	543	522	529	466	524	496
Sciences	164	167	149	153	182	256	231	196	197	145
Engineering science	16	27	20	26	29	26	19	14	14	15
Fine arts	3	4	4	2	2	5	9	11	7	3
Liberal studies and general education	13	23	14	17	20	23	42	41	43	75
Occupational degrees										
Associate degree in applied science	347	297	324	326	360	384	369	359	387	411
Occupational certificates										
One year or more	134	126	146	177	178	321	299	286	292	329
Less than one year	559	917	953	863	739	819	1,087	880	1,019	1028
General Education core Curriculum Credential	293	794	-	-	-	-	-	-	-	-
<b>TOTAL DEGREES AND CERTIFICATES AWARDED</b>	<b>2,155</b>	<b>2,936</b>	<b>2,202</b>	<b>2,176</b>	<b>2,053</b>	<b>2,356</b>	<b>2,585</b>	<b>2,253</b>	<b>2,483</b>	<b>2,502</b>

Data Source

District records

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

OPERATING INFORMATION  
CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Main Campus										
Size of campus in acres	213.9	211.5	211.5	211.5	211.5	211.5	211.5	211.5	168.5	181.5
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	1,122,508	1,093,083
Number of parking lots	18	18	18	18	18	18	18	18	18	16
Number of parking spaces	4,350	4,350	4,350	4,350	4,349	4,349	4,337	4,337	4,326	4,000
Burlington Facility										
Size of facility in acres	119.7	119.7	119.7	119.7	119.7	119.7	-	-	-	-
Number of buildings	4	4	4	4	4	4	-	-	-	-
Number of rooms	80	80	80	80	80	80	-	-	-	-
Gross square footage	37,622	37,622	37,622	37,622	37,622	37,622	-	-	-	-
Number of parking lots	3	3	3	3	3	3	-	-	-	-
Number of parking spaces	233	233	233	233	233	233	-	-	-	-
Hanover Park Education and Work Center										
Number of buildings	1	1	1	1	1	1	1	1	-	-
Number of rooms	16	16	16	16	16	16	16	16	-	-
Gross square footage	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	-	-	-	-
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	3,234
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, 2021

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**ALL NONCAPITAL AUDITED OPERATING EXPENDITURES  
FOR FISCAL YEAR 2020 FROM ALL REVENUE SOURCES**

Education fund	\$ 60,945,250
Operations and maintenance fund	10,523,097
Bond and interest fund	-
Restricted purposes fund	2,200,597
Federal financial aid fund	13,592,659
Federal grants fund	9,112,423
Audit fund	93,006
Liability, protection and settlement fund	1,635,348
Auxiliary enterprises fund (subsidy only)	<u>1,250,890</u>

Total noncapital audited operating expenditures	99,353,270
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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>7,865,258</u>
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Equals total costs included	<u><u>\$ 107,218,528</u></u>
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<b>TOTAL SEMESTER CREDIT HOURS</b>	<u><u>144,094.0</u></u>
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<b>PER CAPITA COST</b>	<u><u>\$ 744.09</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, 2021

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All fiscal year 2021 state and federal operating grants for noncapital expenditures, except ICCB grants	<u>\$ 21,896,424</u>
Fiscal year 2021 state and federal grants per semester credit hour	151.96
District's average ICCB grant rate for fiscal year 2022	35.77
District's student tuition and fee rate per semester credit hour for fiscal year 2022	<u>132.00</u>
<b>EQUALS CHARGEBACK REIMBURSEMENT PER SEMESTER CREDIT HOUR</b>	<u><u>\$ 424.36</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, 2021

<b>CSFA Number</b>	<b>Program Name</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
420-30-0082	Apprenticeship Expansion Program	\$ 45,031	\$ -	\$ -	\$ 45,031
420-35-0083	Small Business Development Centers	-	51,395	35,211	86,606
684-00-0465	Postsecondary Perkins Basic Grants - Federal CTE	-	664,370	-	664,370
684-00-2455	Governor's Emergency Education Relief - Federal	-	346,505	-	346,505
684-01-1625	Adult Education and Literacy Basic Grants - Federal and State	1,496,924	612,638	-	2,109,562
	Other grant programs and activities	-	21,637,753	366,462	22,004,215
	All other costs not allocated	-	-	127,562,969	127,562,969
<b>TOTALS</b>		<u>\$ 1,541,955</u>	<u>\$ 23,312,661</u>	<u>\$ 127,964,642</u>	<u>\$ 152,819,258</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, 2021

	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
<b>FUND BALANCES, JULY 1, 2020</b>	\$ 65,347,294	\$ 16,371,317	\$ 32,587,904	\$ 4,841,931	\$ 17,186,657	\$ 2,343,908	\$ -	\$ 4,639,388
<b>REVENUES</b>								
Local tax revenue	40,323,753	11,688,601	-	10,861,367	-	-	-	-
All other local revenue	-	-	-	-	-	148,129	-	-
ICCB grants	5,970,956	-	-	-	-	1,503,524	-	-
All other state revenue	-	-	-	-	-	41,388,870	-	-
Federal revenue	2,428,633	-	671,255	-	-	292,480	13,592,659	-
Student tuition and fees	21,065,357	-	-	-	108,435	-	-	-
All other revenue	1,457,329	104,108	-	932,703	2,849,767	256,464	-	98,089
Total revenues	71,246,028	11,792,709	671,255	11,794,070	2,958,202	43,589,467	13,592,659	98,089
<b>EXPENDITURES</b>								
Instruction	29,510,310	-	-	-	-	22,227,115	-	-
Academic support	8,241,987	-	-	-	-	6,053,063	-	-
Student services	5,416,553	-	-	-	1,032,226	3,510,215	51,675	-
Public service/continuing education	466,256	-	-	-	-	605,265	-	-
Auxiliary services	-	-	-	-	5,478,377	3,743,404	-	-
Operations and maintenance	-	9,781,823	-	-	-	247,776	-	-
Institutional support	17,864,394	826,380	1,426,559	11,747,639	-	6,988,897	-	-
Scholarships, grants and waivers	-	-	-	-	-	213,732	13,540,984	-
Total expenditures	61,499,500	10,608,203	1,426,559	11,747,639	6,510,603	43,589,467	13,592,659	-
NET TRANSFERS	(20,361,682)	-	16,000,000	-	4,361,682	-	-	-
<b>FUND BALANCES, JUNE 30, 2021</b>	\$ 54,732,140	\$ 17,555,823	\$ 47,832,600	\$ 4,888,362	\$ 17,995,938	\$ 2,343,908	\$ -	\$ 4,737,477

(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, 2021

	<b>Audit Fund</b>	<b>Liability, Protection Settlement Fund</b>	<b>Federal Grants Fund</b>	<b>Total</b>
<b>FUND BALANCES, JULY 1, 2020</b>	\$ 178,014	\$ 4,747,330	\$ -	\$ 148,243,743
<b>REVENUES</b>				
Local tax revenue	105,677	556,644	-	63,536,042
All other local revenue	-	-	-	148,129
ICCB grants	-	-	-	7,474,480
All other state revenue	-	-	-	41,388,870
Federal revenue	-	-	9,409,857	26,394,884
Student tuition and fees	-	-	-	21,173,792
All other revenue	-	-	-	5,698,460
Total revenues	105,677	556,644	9,409,857	165,814,657
<b>EXPENDITURES</b>				
Instruction	-	-	4,329,491	56,066,916
Academic support	-	-	4,215,320	18,510,370
Student services	-	-	622,657	10,633,326
Public service/continuing education	-	-	49,644	1,121,165
Auxiliary services	-	-	-	9,221,781
Operations and maintenance	-	603,846	-	10,633,445
Institutional support	93,006	1,031,502	-	39,978,377
Scholarships, grants, waivers	-	-	192,745	13,947,461
Total expenditures	93,006	1,635,348	9,409,857	160,112,841
NET TRANSFERS	-	-	-	-
<b>FUND BALANCES, JUNE 30, 2021</b>	\$ 190,685	\$ 3,668,626	\$ -	\$ 153,945,559

(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, 2021

	<b>Fixed Asset/Debt Account Groups</b>			<b>Fixed Asset/Debt Account Groups</b>
	<b>June 30, 2020</b>	<b>Additions</b>	<b>Deletions</b>	<b>June 30, 2021</b>
<b>CAPITAL ASSETS</b>				
Sites and improvements	\$ 44,395,013	\$ 863,600	\$ -	\$ 45,258,613
Buildings, additions and improvements	244,091,181	227,148	(3,654,131)	240,664,198
Equipment	15,870,428	749,862	(893,943)	15,726,347
Other capital assets	283,243	1,437,251	-	1,720,494
Accumulated depreciation	119,989,344	7,987,551	(3,971,711)	124,005,184
<b>TOTAL CAPITAL ASSETS</b>	<b>\$ 184,650,521</b>	<b>\$ (4,709,690)</b>	<b>\$ (576,363)</b>	<b>\$ 179,364,468</b>
<b>FIXED LIABILITIES</b>				
Bonds payable	\$ 162,422,380	\$ 91,262,620	\$ (107,195,000)	\$ 146,490,000
OPEB liability	40,975,965	-	(14,001)	40,961,964
Other fixed liabilities	-	-	-	-
<b>TOTAL FIXED LIABILITIES</b>	<b>\$ 203,398,345</b>	<b>\$ 91,262,620</b>	<b>\$ (107,209,001)</b>	<b>\$ 187,451,964</b>
	<b><u>Outstanding July 1, 2020</u></b>	<b><u>Issued</u></b>	<b><u>Redeemed</u></b>	<b><u>Outstanding June 30, 2021</u></b>
<b>EDUCATION FUND</b>				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
<b>OPERATIONS AND MAINTENANCE FUND</b>				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
<b>BOND AND INTEREST FUND</b>				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
<b>AUDIT FUND</b>				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
<b>LIABILITY, PROTECTION AND SETTLEMENT FUND</b>				
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, 2021

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
<b>OPERATING REVENUES BY SOURCE</b>			
Local government			
Local taxes	\$ 39,553,525	\$ 11,688,601	\$ 51,242,126
Chargeback revenue	-	-	-
Corporate Personal Property replacement tax	770,228	-	770,228
Other	-	-	-
Total local government	40,323,753	11,688,601	52,012,354
State government			
ICCB base operating grants	5,466,225	-	5,466,225
ICCB equalization grants	50,000	-	50,000
ICCB career & technical education	454,731	-	454,731
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	5,970,956	-	5,970,956
Federal government			
Department of Education	-	-	-
Department of Labor	-	-	-
Department of Health and Human Services	-	-	-
Other	2,428,633	-	2,428,633
Total federal government	2,428,633	-	2,428,633
Student tuition and fees			
Tuition	18,403,892	-	18,403,892
Fees	2,661,465	-	2,661,465
Other student assessments	-	-	-
Total student tuition and fees	21,065,357	-	21,065,357
Other sources			
Sales and service fees	-	-	-
Facilities revenue	-	-	-
Investment revenue	317,959	-	317,959
Nongovernmental grants	-	-	-
Other	1,139,370	104,108	1,243,478
Total other sources	1,457,329	104,108	1,561,437
Total revenues	71,246,028	11,792,709	83,038,737
Less non-operating items			
Tuition chargeback revenue	-	-	-
Instructional service contracts	-	-	-
<b>ADJUSTED REVENUE</b>	<b>\$ 71,246,028</b>	<b>\$ 11,792,709</b>	<b>\$ 83,038,737</b>

(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, 2021

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
<b>OPERATING EXPENDITURES</b>			
<b>BY PROGRAM</b>			
Instruction	\$ 29,510,310	\$ -	\$ 29,510,310
Academic support	8,241,987	-	8,241,987
Student services	5,416,553	-	5,416,553
Public service/continuing education	466,256	-	466,256
Organized research	-	-	-
Auxiliary services	-	-	-
Operations and maintenance	-	9,781,823	9,781,823
Institutional support	17,864,394	826,380	18,690,774
Scholarships, student grants, waivers	-	-	-
Total expenditures	61,499,500	10,608,203	72,107,703
Less non-operating items			
Tuition chargeback	-	-	-
Instructional service contracts	-	-	-
Transfers	20,361,682	-	20,361,682
<b>ADJUSTED EXPENDITURES</b>	<b>\$ 81,861,182</b>	<b>\$ 10,608,203</b>	<b>\$ 92,469,385</b>
<b>BY OBJECT</b>			
Salaries	\$ 44,005,031	\$ 4,787,845	\$ 48,792,876
Employee benefits	9,379,000	1,073,225	10,452,225
Contractual services	2,605,923	842,800	3,448,723
General materials and supplies	2,939,723	526,497	3,466,220
Library materials**	1,418	-	1,418
Conference and meeting expenses	205,915	2,848	208,763
Fixed charges	142,134	501,600	643,734
Utilities	1,562	2,428,148	2,429,710
Capital outlay	1,880,970	445,240	2,326,210
Other	339,242	-	339,242
Student grants and scholarships**	13,155	-	13,155
Total expenditures	61,499,500	10,608,203	72,107,703
Less non-operating items			
Tuition chargeback	-	-	-
Instructional service contracts	-	-	-
Transfers	20,361,682	-	20,361,682
<b>ADJUSTED EXPENDITURES</b>	<b>\$ 81,861,182</b>	<b>\$ 10,608,203</b>	<b>\$ 92,469,385</b>

\*\*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, 2021**

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**REVENUES BY SOURCE**

Total local government	<u>\$ 148,129</u>
State government	
ICCB - Student Success Grant	-
ICCB - Retirees Health Insurance Grant	-
ICCB - Special Initiatives Grants	-
ICCB - Program Improvement Grant	-
ICCB - Adult Education	1,496,924
ICCB - Other	-
Dept. of Corrections	-
Illinois Student Assistance Commission	-
Other (attach itemization)	<u>41,395,470</u>
Total state government	<u>42,892,394</u>
Federal government	
Department of Education	22,312,103
Department of Labor	639,018
Department of Health and Human Services	-
Other	<u>343,875</u>
Total federal government	<u>23,294,996</u>
Other sources	
Tuition and fees	-
Other	<u>256,464</u>
Total other sources	<u>256,464</u>
<b>TOTAL RESTRICTED PURPOSES FUND REVENUES</b>	<u><u>\$ 66,591,983</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, 2021**

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**EXPENDITURES BY PROGRAM**

Instruction	\$ 26,556,606
Academic support	10,268,383
Student services	4,184,547
Public service/continuing education	654,909
Organized research	-
Auxiliary services	3,743,404
Operations and maintenance	247,776
Institutional support	6,988,897
Scholarships, grants, waivers	<u>13,947,461</u>

<b>TOTAL RESTRICTED PURPOSES FUND EXPENDITURES</b>	<b><u><u>\$ 66,591,983</u></u></b>
----------------------------------------------------	------------------------------------

**EXPENDITURES BY OBJECT**

Salaries	\$ 5,554,745
Employee benefits	702,527
Contractual services	494,945
Student financial aid	-
General materials and supplies	452,152
*Library materials	-
Travel and conference/meeting expenses	145,130
Fixed charges	12,766
Utilities	6,543
Capital outlay	815,489
SURS/OPEB expense	41,388,870
Other	17,018,816
*Scholarships, grants, waivers	<u>13,947,461</u>

<b>TOTAL RESTRICTED PURPOSES FUND EXPENDITURES</b>	<b><u><u>\$ 66,591,983</u></u></b>
----------------------------------------------------	------------------------------------

\* Non add line

(See independent auditor's report.)

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

**CURRENT FUNDS - EXPENDITURES BY ACTIVITY  
UNIFORM FINANCIAL STATEMENT #5  
FISCAL YEAR ENDED JUNE 30, 2021**

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**INSTRUCTION**

Instructional programs	\$ 51,081,023
Other	<u>656,402</u>
Total instruction	<u>51,737,425</u>

**ACADEMIC SUPPORT**

Library Center	1,755,120
Instructional Materials Center	611,646
Educational Media Services	1,540,641
Academic computing support	-
Academic administration and planning	4,543,778
Other	<u>5,843,865</u>
Total academic support	<u>14,295,050</u>

**STUDENT SERVICES SUPPORT**

Admissions and records	1,121,307
Counseling and career guidance	1,583,703
Financial aid administration	824,768
Administration	668,890
Social and cultural development	1,588,208
Other	<u>4,172,118</u>
Total student services support	<u>9,958,994</u>

**PUBLIC SERVICE/CONTINUING EDUCATION**

Community education	15,966
Customized training (instructional)	-
Community services	539,226
Other	<u>516,329</u>
Total public service/continuing education	<u>1,071,521</u>

**ORGANIZED RESEARCH**

**AUXILIARY SERVICES**

9,221,781

(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, 2021**

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**OPERATIONS AND MAINTENANCE OF PLANT**

Maintenance	\$ 2,257,347
Custodial services	2,462,348
Grounds	862,900
Campus security	1,597,538
Transportation	-
Utilities	2,577,714
Administration	643,648
Other	<u>231,950</u>
 Total operations and maintenance of plant	 <u>10,633,445</u>

**INSTITUTIONAL SUPPORT**

Executive management	1,784,221
Fiscal operations	1,256,639
Community relations	846,467
Administrative support services	8,650,417
Board of trustees	39,358
General institution	2,542,355
Institutional research	337,504
Administrative data processing	2,809,993
Other	<u>8,537,225</u>
 Total institutional support	 <u>26,804,179</u>

<b>SCHOLARSHIPS, STUDENT GRANTS AND WAIVERS</b>	<u>213,732</u>
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<b>TOTAL CURRENT FUNDS EXPENDITURES</b>	<u><u>\$ 123,936,127</u></u>
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(See independent auditor's report.)



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## **INDEPENDENT AUDITOR'S REPORT**

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

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, 2021, 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.

### **Management's Responsibility for the Financial Statements**

These financial statements are the responsibility of the District's management. This includes 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.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the guidelines of the Illinois Community College Board *Fiscal Management Manual*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements.

An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. 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 opinion.

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Elgin Community College District Number 509's State Adult Education and Family Literacy Grant Program of Elgin Community College District Number 509 as of June 30, 2021, and the changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.





## **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.

## **Other Matters**

Our audit was conducted for the purpose of forming an opinion on the balance sheet of the State Adult Education and Family Literacy Grant Program as of June 30, 2021 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 is 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 was 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 the 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 information is 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  
October 13, 2021



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

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

June 30, 2021

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

(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, 2021

	State Basic	State Performance	Total
<hr/>			
<b>REVENUES</b>			
State sources	\$ 943,882	\$ 553,042	\$ 1,496,924
Total revenues	943,882	553,042	1,496,924
<hr/>			
<b>EXPENDITURES</b>			
Instructional and student services			
Instruction	895,292	522,059	1,417,351
Guidance services	-	-	-
Social work services	-	2,166	2,166
Total instructional and student services	895,292	524,225	1,419,517
<hr/>			
Program support			
Improvement of instructional services	-	7,795	7,795
General administration	-	6,790	6,790
Workforce coordination	-	-	-
Facility charges	48,590	14,232	62,822
Total program support	48,590	28,817	77,407
<hr/>			
Total expenditures	943,882	553,042	1,496,924
<hr/>			
NET CHANGE IN FUND BALANCE	-	-	-
<hr/>			
FUND BALANCE, JULY 1, 2020	-	-	-
<hr/>			
<b>FUND BALANCE, JUNE 30, 2021</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<hr/>			

(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, 2021

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	<b>Audited Expenditure Amount</b>	<b>Audited Expenditure Percentage</b>
<b>STATE BASIC</b>		
Instruction (45% minimum required)	\$ 895,292	95%
General administration (9% maximum allowed)	48,590	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, 2021

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**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, 2021. 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.



**ELGIN COMMUNITY COLLEGE**

**DISTRICT NUMBER 509**

**ELGIN, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS - STATE GRANT PROGRAMS (Continued)**

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**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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