

ILLINOIS VALLEY COMMUNITY COLLEGE

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal
Year Ending
June 30, 2017



ILLINOIS VALLEY COMMUNITY COLLEGE
DISTRICT NO. 513

Oglesby, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2017

Prepared by:
Business Office

Cheryl Roelfsema
Vice President for Business Services and Finance

Kathy Ross
Controller

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**INTRODUCTORY
SECTION**



**ILLINOIS VALLEY
COMMUNITY COLLEGE**

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September 27, 2017

To Members of the Board of Trustees and Citizens of
Illinois Valley Community College District No. 513:

The Comprehensive Annual Financial Report (CAFR) of Illinois Valley Community College (IVCC) District No. 513 (the College), counties of LaSalle, Bureau, Marshall, Lee, Putnam, DeKalb, Grundy, and Livingston, and the State of Illinois, for the fiscal year ended June 30, 2017, is hereby submitted. The CAFR provides a snapshot of the College's financial performance and major initiatives, as well as an overview of trends in the local economy.

Financial Information

The accuracy and completeness, along with the fairness, of the presentation of this data is the responsibility of the College. We consider the data to be accurate in all material respects and to be presented in a manner which is designed to set forth the financial position and results of operations of the College. All disclosures enabling the reader to fully understand the financial affairs of the College have been included. This letter of transmittal should be read in conjunction with management's discussion and analysis, which focuses on current activities and factors that could affect the College's future.

The College maintains its accounts and prepares its financial statements in accordance with generally accepted accounting principles in the United States of America (GAAP) as set forth by Governmental and Financial Accounting Standards Boards (GASB and FASB), National Association of College and University Business Officers (NACUBO), and the Illinois Community College Board (ICCB). The financial records of the College are maintained on the accrual basis of accounting whereby all revenues are recorded when earned and all expenses are recorded when they have been reduced to a legal obligation to pay. The notes to the financial statements expand on and explain the financial statements and the accounting principles applied. The financial statements have been audited by our independent auditors, Wipfli LLP. Their report is included as part of this financial presentation.

Illinois Valley Community College is subject to the authority of the Illinois Community College Board under the Illinois Board of Higher Education. The College is governed by the Board of Trustees, which is elected by the public and has the exclusive responsibility and accountability for the decisions it makes. The College has the statutory authority to adopt its own budget, levy taxes, and issue bonded debt without the approval of another government. It has the right to sue and be sued, and has the right to buy, sell, lease, or mortgage property in its own name. Based on these criteria, the College is considered a primary government. The College has determined that the Illinois Valley Community College Foundation is a component unit of the College because its resources directly benefit the College and its students. The

College's management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the College are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is 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.

The College maintains budgetary controls with the objective of complying with legal provisions in the annual appropriated budget approved by the College's Board of Trustees. The level of budgetary control (the level at which expenditures cannot exceed the appropriated amount) is established for each individual fund. The College also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at year-end. Encumbrances are only re-authorized as part of the following year's budget when funds are available and with appropriate administrative approvals. As demonstrated by the statements and schedules included in the financial section of this report, the College continues to meet its responsibility for sound financial management.

The Illinois Public Community College Act requires an annual audit by independent certified public accountants selected by the Board of Trustees. The accounting firm of Wipfli LLP was selected for this purpose. The auditor's opinion is unmodified. Tests are performed by the auditors to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the College has complied with applicable laws and regulations. The results of the tests for the fiscal year ended June 30, 2017 provided no instances of material weaknesses in the internal control structure or violations of applicable laws and regulations.

Profile of the College

Illinois Valley Community College is accredited by the Higher Learning Commission (HLC) of the North Central Association of Colleges and Schools. IVCC has been a member of the Academic Quality Improvement Program (AQIP) since 2002. As an AQIP institution, IVCC structures its accreditation around quality-improvement processes and systems. Accreditation through the Higher Learning Commission was recently granted for another ten years, through 2026-2027. This also opened the opportunity for the College to select its pathway to accreditation from AQIP, Standard, and Open:

- AQIP – emphasizes continuous quality improvement principles;
- Standard – is for institutions that require more oversight from the Higher Learning Commission;
- Open – emphasizes the five criteria for accreditation and requires institutions to engage in improvement activities over the course of the accreditation cycle.

The five criteria are:

- Mission
- Integrity: Ethical and Responsible Conduct
- Teaching and Learning: Quality, Resources, and Support
- Teaching and Learning: Evaluation and Improvement
- Resources, Planning, and Institutional Effectiveness.

The Open Pathway has been selected as the accreditation pathway best suited to IVCC's current resources.

The district is 2,058 square miles-wide, serving a population of approximately 145,000 people from all or parts of the following eight counties: LaSalle, Bureau, Marshall, Lee, Putnam, DeKalb, Grundy, and Livingston. The area surrounding the campus – located near the intersection of Interstates 39 and 80 – is conveniently situated in north-central Illinois, within a 60-mile radius of Rockford, Peoria, Bloomington-Normal, and Rock Island-Moline, and only 90 miles from Chicago. There are many economic opportunities and incentives for businesses and industrial firms, and expansive farmland which support a diverse industrial, service, and agricultural economy.

Enterprise Zones and Tax Increment Financing (TIF) districts offer additional incentives to conduct business in the Illinois Valley. There are three enterprise zones in the College’s district:

- Ottawa LaSalle Enterprise Zone - established 1/1/2016; expires 12/31/2030
- Streator Enterprise Zone – established 1/1/2016; expires 12/31/2030
- Bureau/Putnam County Enterprise Zone – established 1/1/2017; expires 12/31/2031.

The College’s district also includes more than 50 TIF districts.

VISION, MISSION, CORE VALUES STRATEGIC GOALS AND OBJECTIVES

Vision

Leading our community in learning, working and growing

Mission

IVCC teaches those who seek and is enriched by those who learn.

Core Values

Responsibility - We will follow through on our commitments and welcome constructive assessment and suggestions for improvement. We will meet performance expectations for personal and professional conduct. We will be accountable for appropriate, efficient, and effective use of resources.

Caring – We will nurture a culture of mutual appreciation; cultivate empathy and a compassionate response to others.

Honesty – We will speak and act truthfully, without hidden agendas – admitting when we make mistakes or do not know, avoiding silence when it may be misleading, identifying and working with each other to communicate and solve problems.

Fairness – We will treat students and colleagues equitably, without favoritism or prejudice, giving all the benefit of the doubt and providing opportunities for individual success.

Respect – We will consider the talents, feelings and contributions of everyone in our interactions and behaviors; practice active listening and collaborating in our daily work; base our relationships on the essential dignity of each individual; value diverse cultures, backgrounds, lifestyle and abilities; and understand that inclusion makes us stronger and able to perform at higher levels.

Strategic Goals and Objectives

Assist all students in identifying and achieving their educational and career goals.

- Improve student retention through offerings designed to prepare students for targeted curricula.
- Increase student learning and student satisfaction through curricular and technology improvements.
- Improve student preparedness for the workplace.

Promote the value of higher education.

- Expand prospective student awareness and interest in targeted disciplines and programs through marketing and outreach efforts.
- Prepare and disseminate a frequent, consistent message regarding IVCC as a critical higher education resource to business and industry.
- Prepare and disseminate a frequent, consistent message regarding IVCC as a critical higher education resource to recent graduates, alumni, and donors.
- Expand IVCC professional development activities devoted to teaching and learning and invite individuals working in pre-K to 12 through higher education to participate.

Grow and nurture all resources needed to provide quality programs and services.

- Increase employee satisfaction through greater workplace efficiency, effectiveness, and security.
- Increase student satisfaction with the IVCC learning environment. Expand the number and types of partnerships to leverage College resources.

Promote understanding of diverse cultures and beliefs.

- Increase College and community understanding of diverse cultures and beliefs through IVCC cultural enrichment and educational offerings.

Demonstrate IVCC's core values through an inclusive and collaborative environment.

- Expand efforts to introduce IVCC core values into the College culture throughout employment continuum (pre-hire to retirement).
- Model IVCC core values in all outreach to College retirees, donors, and alumni.

Economic Condition and Outlook

The College’s financial position continues to remain strong despite the lack of State funding. This can be attributed to sound financial planning, budget performance, and a healthy property tax base. Though the College’s net position decreased by \$383,310, or 0.5 percent, from \$83.8 million in fiscal year 2016 to \$83.4 million in fiscal year 2017, the operating funds continue to have a fund balance equal to 40 percent of the annual operating expenses.

Demographics

The statewide unemployment rate for December 2016 was 5.7 percent, compared to 9.1 percent three years ago. The counties of LaSalle, Bureau, and Putnam make up over 90 percent of the District. In this three-county area, the December unemployment rate was slightly higher than the State rate at 6.1 percent. However, both the local unemployment rate and the State rate are higher than the Federal Rate (4.7 percent). Historic December unemployment rates are illustrated below:

<u>As of December</u>	<u>State of Illinois</u>	<u>Three-County Area</u>
2016	5.7%	6.1%
2015	6.4%	6.5%
2014	7.1%	8.0%
2013	9.1%	10.2%
2012	9.0%	9.9%
2011	9.7%	10.5%
2010	10.4%	11.7%
2009	10.2%	11.9%

Local demographics play a major role in declining enrollments. Over the next five years, it is estimated, by Economic Modeling Specialists, Inc. (EMSI), that the population of LaSalle, Bureau, and Putnam Counties will have a slightly less than two percent decline in population. The state population will remain constant from 2017 to 2022 and the national population is estimated to increase by three percent. For the College district, the only age bracket with growth is individuals 65 years of age and older, which makes up 19 percent of the total population.

Five-Year Change in District Demographics

Ages	2017 Population	2022 Population	Change	% Change	% of Total Population
0 – 19 years	35,494	34,383	(1,111)	(3.1%)	23.8%
20 – 39 years	34,611	33,704	(907)	(2.6%)	23.2%
40 – 64 years	50,580	47,248	(3,332)	(6.6%)	33.9%
65 and older	28,639	31,494	2,855	10.0%	19.1%
Totals	149,324	146,829	(2,495)	(1.7%)	100.0%

As the population ages, there will be a greater demand for healthcare services, and IVCC’s administration is anticipating an increase in demand for health profession courses. This population shift will mean less need for traditional general education courses and a greater need for personal interest courses.

**Three-County Area
(Bureau, LaSalle, and Putnam)**

<u>Demographic</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>% of Population</u>	<u>% Change</u>
White, Non-Hispanic	128,271	127,170	126,159	125,232	124,385	123,612	86%	(4%)
Hispanic/Latino (any race)	14,107	14,372	14,615	14,837	15,041	15,228	10%	7%
Black, Non-Hispanic	3,234	3,322	3,402	3,475	3,541	3,601	2%	11%
Two or More Races, Non-Hispanic	1,647	1,678	1,706	1,732	1,755	1,776	1%	8%
All Other Races	1,612	1,649	1,683	1,714	1,742	1,768	1%	9%

The White, Non-Hispanic population is expected to decrease by 4,659 individuals, or four percent, although still making up 86 percent of the total population in 2022. The Hispanic/Latino population (any race) will increase by 994, to a total of 15,228 individuals, making up 10 percent of the total population. The Black, Non-Hispanic population will increase by 367 individuals, to a total of 3,601, an increase of 11 percent, or two percent of the population, and the population made up of two or more races, Non-Hispanic, will increase by 129 individuals, an expected increase of eight percent, making up one percent of the total population.

Enrollments

Historically, there has been a correlation between credit hours and unemployment rates. In 2016, the annual average unemployment rates for Illinois were 5.9 percent for the U-3 rate and 11.0 percent for the U-6 rate. Though still above national averages, these rates show a decline from the 2009 averages.

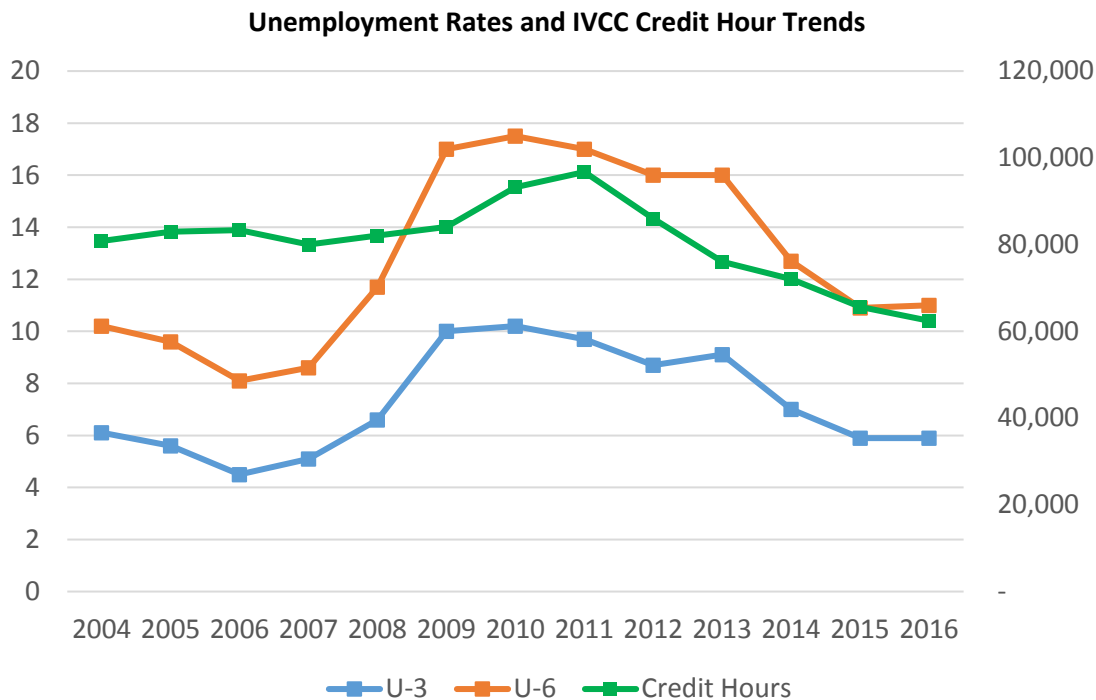
People are included in the monthly U-3 unemployment rate if they:

- did not work for pay during the week that included the 12th day of the month
- had actively looked for work during the preceding four weeks or were waiting to be called back from a temporary layoff
- could have started a job if they had received an offer.

People are included in the monthly U-6 unemployment rate if they:

- were included in the U-3 rate
- are “marginally attached” to the labor force, that is those who are neither working nor looking for work but want and are available for a job and have looked for work sometime in the past 12 months
- work part time for economic reasons, would have preferred full-time employment but were working part-time because their hours had been cut back or because they could not find a full-time job.

The 91,331 non-Correctional Center credit hours reported for fiscal year 2011 was a record high, following a previous record high of 86,432 credit hours in 2010. IVCC’s enrollments are at a 16-year low. The current trend for low enrollments at community colleges is throughout the Illinois Community College System and much of the nation.



Historical Enrollment Information

Credit Hours

Term	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017
Summer	9,527	6,886	6,569	6,020	6,221	5,522
Fall	39,538	35,995	34,006	31,533	28,964	28,892
Spring	36,918	33,175	31,479	30,049	28,035	27,614
Total	85,983	76,056	72,054	67,602	63,220	62,028

The average student is 23 years of age. The ethnic breakdown includes 82 percent White (non-Hispanic), five percent Hispanic, two percent Black (non-Hispanic), and one percent Asian. The remaining 10 percent are either other minorities or did not respond to a self-identification survey question. This student demographic mirrors the areas demographics as illustrated previously.

One of the goals identified by the Illinois Board of Higher Education in its strategic plan is for college to be “. . . affordable for all Illinoisans, particularly low-income students.” To support that goal, the IVCC Board of Trustees has been clear in its desire to keep tuition and universal fees at a minimum level. Tuition and universal fees for fall semester 2017 are \$130 per credit hour. IVCC’s tuition and universal fees are lower than the state average of \$140.80. The College has the resources necessary to serve student enrollments at the FY2011 historically high enrollments.

In January 2016, a scholarship endowment fund was established with the goal of raising \$500,000. As of June 2017, the goal was surpassed, reaching \$574,000. The initiative is to provide recent high school graduates and underemployed adults access to higher education. Degrees and certificates often lead to productive, rewarding careers and a significant increase in lifetime earnings. To date, 74 students have received scholarships.

Other strategies to increase enrollments include:

- Target three programs for an advertising blitz:
 - Graphic Design
 - Computer Networking
 - Human Services
- Target students interested in manufacturing and healthcare careers
- Target the 21-40 year old age group
- Promote short-term certificate programs
- Focus on student retention
- Implement Prior Learning Assessment
 - Awarding credit for demonstrated college-level learning gained through work, traditional, and nontraditional educational experiences and other life experiences. The learning must be relevant to the student’s selected course of study.

State Funding

The State of Illinois continues to struggle with budget issues. The State’s expenditures continue to outpace revenues, causing an estimated deficit of \$6 billion for fiscal year 2017, with unpaid bills of \$14.6 billion and pension liability of \$130 billion. Accordingly, the future of State funding for the College continues to be a concern. State funding to IVCC for fiscal year 2016 was only 27 percent of the fiscal year 2015 funding, a decrease of \$1.6 million. For fiscal year 2017, the legislature approved stopgap funding for the first six months of the fiscal year and, on June 30, 2017, approved a supplemental budget. For IVCC, total State operating funds were \$2,073,904, or 89 percent of fiscal year 2015 funding. For fiscal year 2018, appropriated state funding is \$1,975,670, or 85 percent of fiscal year 2015 funding. Through fiscal responsibility, the College had the reserves to cover the revenue shortfall in fiscal year 2016. The College is committed to the legislative process and will continue to keep State leaders informed of the crucial role of community colleges for the State’s economic and social well-being.

Property Tax Revenues

The local property tax base increased in tax year 2016 by \$78.6 million, or 2.6 percent. However, the equalized assessed valuation (EAV) is \$107.8 million, or 3.4 percent less than tax year 2009. In December 2012, an agreement between Exelon’s LaSalle Generating Station, the district’s largest taxpayer, and the taxing bodies was signed, agreeing to the Plant’s EAV as follows:

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
EAV (in millions)	\$485	\$455	\$435	\$430	\$430	\$435	\$460

The following table shows the diversity of the property tax base over the last eight years. The increase in the EAV of the Exelon LaSalle Generating Plant significantly increased the industrial property tax base in

levy year 2009. The tax year 2016 increase in EAV was due to farmland, residential, and industrial property values offsetting the decline in value for commercial properties and the Exelon LaSalle Generating Station. The expansion of the Marquis Energy ethanol plant in Putnam County added approximately \$20 million in EAV for tax year 2016.

Property Type	2016	2015	2014	2013	2012	2011	2010	2009
Residential	43%	43%	43%	44%	45%	47%	48%	50%
Industrial	22%	21%	23%	23%	23%	23%	22%	21%
Farm	20%	20%	20%	19%	18%	16%	16%	15%
Commercial	13%	13%	13%	13%	13%	13%	12%	13%
Other	2%	3%	1%	2%	1%	1%	2%	1%

Under current law, tax caps could restrict the College’s operations in the future. Before tax caps can be initiated, all eight counties must put the proposition to a vote with the majority (LaSalle County) passing it. In November 1998, the voters of LaSalle County voted down tax caps; however, the issue can be placed on the ballot at any time in the future. The earliest that tax caps could take effect would be tax year 2018, payable in 2019.

The District’s largest county, LaSalle County, is recognized as a leader in the use of tax increment financing (TIF) for the purpose of stimulating economic development. Under Illinois law, TIF districts may be established by municipalities to freeze the amount of property tax revenue collected by taxing bodies for up to 23 years and direct the increment to a special fund for infrastructure development, as determined by the cities or villages that adopt TIF ordinances. Since property tax revenue makes up more than one-third of the College’s total revenue, the Board has taken the position that the College must aggressively seek intergovernmental agreements with cities and villages that adopt TIF district financing with the goal of making the College “whole” on such projects and protecting the College’s tax base. Approximately \$207 million, or seven percent, of the College’s tax base is in TIF districts.

Capital Improvements

The College is in the process of replacing the air handlers and chillers in the five original buildings. The air handlers were the original equipment installed in the early 1970s. The chillers were replaced 20 years ago and refurbished 10 years ago. The air handlers and chillers were replaced in Building A in fiscal year 2016 and in Building B in fiscal year 2017. Building D is schedule for fiscal year 2018 and Building E is scheduled for fiscal year 2019, with Building C likely to take place in fiscal year 2020. The energy savings from the replacements in Building A and Building B have been significant.

Renovations to Lecture Hall D-225 were also completed this past year. The ceilings were lowered and wall coverings were added for better acoustics. The classroom technology was replaced with AV over IP with new, larger monitors for better viewing. The seating was reconfigured for ease of movement for the students and instructors.

Other projects being considered are an upgrade to our video surveillance system and replacement of steps and handrails leading into the buildings from the courtyard. Also under consideration is new seating in the Dr. Mary Margaret Weeg Cultural Centre.

Debt Administration

The College is one of the very few who have no bonded debt as of June 30, 2017. The only outstanding debt is a capital lease of \$46,132 for two shuttle buses. Please refer to Note 5 of the basic financial statements for further information on the long-term debt of the College.

Awards and Acknowledgements

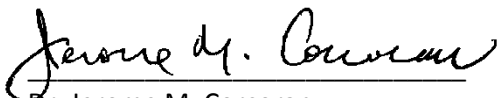
The College has been awarded a "Certificate of Achievement for Excellence in Financial Reporting" from the Government Finance Officers Association of the United States and Canada annually for the years ending June 30, 1994 through 2016.

In order to be awarded the certificate, the College must publish an easy-to-read and efficiently organized comprehensive annual report with contents that conform to program standards. The report must satisfy both generally accepted accounting principles and applicable legal requirements. The "Certificate of Achievement for Excellence in Financial Reporting" is valid for a period of one year.

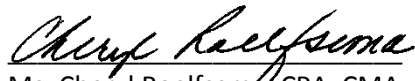
We wish to thank the College's Board of Trustees for their interest and support in conducting the financial operations of the College to the degree of "excellence" necessary for continuance of operation of the College in a responsible and progressive manner.

The preparation of this document was made possible by the dedicated service of the College's Business Services and Finance staff. We wish to express our sincere appreciation to all members of the department for their loyalty and commitment to providing high-quality reports for all College stakeholders.

Respectfully submitted,



Dr. Jerome M. Corcoran
President



Ms. Cheryl Roelfsema, CPA, CMA, CPFO
Vice President for Business Services
& Finance / Treasurer



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Illinois Valley
Community College**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

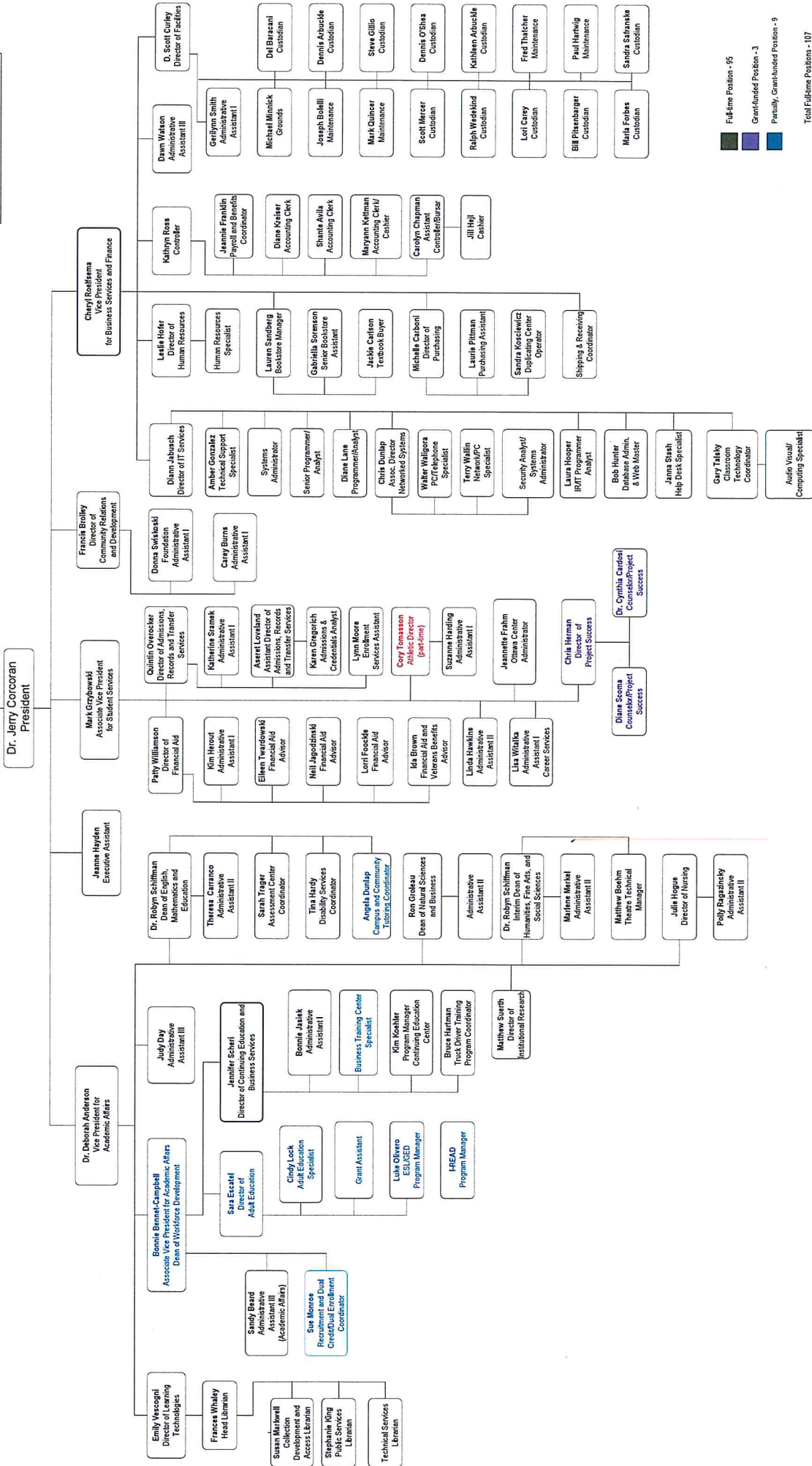
June 30, 2016

Executive Director/CEO

ILLINOIS VALLEY COMMUNITY COLLEGE

BOARD OF TRUSTEES

Full-time Employee Organizational Chart



Full-time Position - 95
 Grant-funded Position - 3
 Partially Grant-funded Position - 9

Total Full-time Positions - 107

6-30-17

ILLINOIS VALLEY COMMUNITY COLLEGE
DISTRICT 513

Principal Officials
as of July 1, 2017

Members of the Board of Trustees
(with term expiration)



Ms. Jane E. Goetz, Chair
(2019)



Mr. Everett J. Solon, Vice-Chair
(2021)



Mr. David O. Mallery, Secretary
(2023)



Ms. Melissa M. Olivero
(2021)



Ms. Angela Stevenson
(2023)



Mr. Jay McCracken
(2023)



Dr. Amy Sipovic
(2019)



Mr. Matthew Pehoski
Student Trustee – 2018

Principal Administrative Officials

Dr. Jerome M. Corcoran – *President*

Dr. Deborah Anderson – *Vice President for Academic Affairs*

Ms. Bonnie Campbell – *Associate Vice President for Academic Affairs*

Mr. Mark Grzybowski – *Associate Vice President for Student Services*

Ms. Cheryl E. Roelfsema – *Vice President for Business Services & Finance/Treasurer*



**FINANCIAL
SECTION**



INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Illinois Valley Community College
Illinois Community College District #513
Oglesby, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities and the discretely presented component unit of Illinois Valley Community College, Illinois Community College District #513 (College) as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the 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 opinions on these financial statements based on our audit. We did not audit the financial statements of the Illinois Valley Community College Foundation, a discretely presented component unit, which represents 100 percent of the assets, net assets and revenue of the discretely presented component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us and, in our opinion, insofar as it relates to the amounts included for Illinois Valley Community College Foundation, is based solely on the report of other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of Illinois Valley Community College Foundation were not audited in accordance with *Government Auditing Standards*.

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 College'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 College'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 obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our report and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the discretely presented component unit of Illinois Valley Community College, Illinois Community College District #513 as of June 30, 2017, 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.

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 Employees Retirement System, as 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 audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements as a whole. The Supplementary Financial Information, Uniform Financial Schedules, the Certification of Chargeback Reimbursement, the introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The Supplementary Financial Information, Uniform Financial Schedules, the Certification of Chargeback Reimbursement, and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Financial Information, Uniform Financial Schedule, the Certification of Chargeback Reimbursement, the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the 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 6, 2017 on our consideration of the College'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 College's internal control over financial reporting and compliance.

Wipfli LLP

Sterling, Illinois
October 6, 2017

MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2017

This section of Illinois Valley Community College's Annual Financial Report presents readers with management's discussion and analysis of the financial activity during the fiscal years ended June 30, 2017, and June 30, 2016. Since management's discussion and analysis focuses on current activities and resulting changes, it should be read in conjunction with the transmittal letter (page i), the College's basic financial statements (pages 19-21), and the footnotes to the financial statements (pages 22-39). The following summary and management's discussion of the results are intended to provide readers with an overview of the financial statements.

The management's discussion and analysis is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, issued June 1999 and Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities*, issued in November 1999.

Overview of the Financial Statements

This annual report consists of two parts: management's discussion and analysis (this section) and the basic financial statements. The basic financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The College's financial statements report information about the College using accounting methods similar to those used by private-sector companies.

The Statement of Net Position presents information on all of the College's assets and liabilities, with the difference between the two reported as net position. The Statement of Net Position reflects the College's financial position as of June 30, 2017.

The Statement of Revenues, Expenses and Changes in Net Position focuses on gross and net costs of College activities which are supported by property taxes, state and federal grants and contracts, student tuition and fees, and auxiliary enterprises revenues. This statement summarizes and simplifies the analysis of College services to students and the public.

- Long-term increases or decreases in net position help indicate an improving or deteriorating financial position of Illinois Valley Community College.
- To assess the College's overall health, non-financial factors, such as changes in the College's property tax base, the condition of the College's facilities, and the level of expertise of the faculty, staff, and administration, should also be considered.

Financial Highlights

The College's financial data continues to be strong despite the poor financial condition of the State of Illinois and the lack of State funding for Illinois community colleges. Net position decreased by \$383,349 or .5 percent, in the current fiscal year.

- Overall revenues were \$37,295,470, an 8.8 percent increase when compared to \$34,265,959 in fiscal year 2016.
 - Tuition revenues, net of scholarships and allowances, increased by \$95,777 from fiscal year 2016. Although tuition rates increased by 4.8 percent, enrollments decreased by 2.6 percent.
 - State and local grants and contracts increased by \$3,376,908, 38.4 percent more than fiscal year 2016. Illinois Community College Board grants more than doubled from fiscal year 2016, increasing by \$1,820,626. The State's On-behalf SURS (State University Retirement System) contribution increased by \$1,751,037 to \$8,211,195.
 - Property tax revenues increased by \$211,852, or 1.8 percent, from fiscal year 2016. The property tax base increased by approximately \$78.6 million, or 2.6 percent. The 2016 tax year rate of \$0.3664 per \$100 EAV was lower than the 2015 tax year rate of \$0.3760 due to the elimination of the bond tax levy and the increase in the property tax base offsetting the increase in the equity tax rate. The equity tax provides a mechanism for Illinois community colleges with lower property tax rates to levy an amount equal to the state average for operating tax rates.

Total operating expenses were \$37,401,377, a 4.3 percent increase when compared to \$35,847,095 in fiscal year 2016.

Illinois Valley Community College
Net Position
As of June 30

	<u>2017</u>	<u>2016</u>	<u>Increase (Decrease) 2017-2016</u>	<u>2015</u>	<u>Increase (Decrease) 2016-2015</u>
Current assets	\$29,567,000	\$29,362,404	\$ 204,596	\$ 31,840,103	\$ (2,477,699)
Non-current assets					
Investments	744,000	248,000	496,000	1,492,048	(1,244,048)
Capital assets, net of depreciation	<u>60,997,398</u>	<u>62,174,592</u>	<u>(1,177,194)</u>	<u>61,986,034</u>	<u>188,558</u>
Total assets	<u>91,308,398</u>	<u>91,784,996</u>	<u>(476,598)</u>	<u>95,318,185</u>	<u>(3,533,189)</u>
Deferred outflows of resources	<u>46,853</u>	<u>51,813</u>	<u>(4,960)</u>	<u>-</u>	<u>51,813</u>
Total assets and deferred outflows of resources	<u>91,355,251</u>	<u>91,836,809</u>	<u>(481,558)</u>	<u>95,318,185</u>	<u>(3,481,376)</u>
Current liabilities	2,027,603	2,119,195	(91,592)	3,966,404	(1,847,209)
Non-current liabilities	<u>233,573</u>	<u>284,576</u>	<u>(51,003)</u>	<u>445,631</u>	<u>(161,055)</u>
Total liabilities	<u>2,261,176</u>	<u>2,403,771</u>	<u>(142,595)</u>	<u>4,412,035</u>	<u>(2,008,264)</u>
Deferred inflows of resources	<u>5,662,612</u>	<u>5,618,226</u>	<u>44,386</u>	<u>5,488,924</u>	<u>129,302</u>
Net position					
Net investment in capital assets	60,997,398	62,174,592	(1,177,194)	61,986,034	188,558
Restricted-expendable	12,181,601	12,891,136	(709,535)	13,546,036	(654,900)
Unrestricted	<u>10,252,464</u>	<u>8,749,084</u>	<u>1,503,380</u>	<u>9,885,156</u>	<u>(1,136,072)</u>
Total net position	<u>\$83,431,463</u>	<u>\$83,814,812</u>	<u>\$ (383,349)</u>	<u>\$ 85,417,226</u>	<u>\$ (1,602,414)</u>

The largest component of net position, \$61.0 million, reflects the College's investment in capital assets (land, buildings, furniture, and equipment), less related outstanding debt that was issued to acquire those items and any unspent proceeds. The College uses these capital assets to provide services to residents of the College's District; consequently, these assets are not available for future spending. For more information on capital assets, please refer to Note 4 – Change in Capital Assets on page 29.

Restricted assets represent resources that are subject to restrictions on how they may be spent. Restricted assets totaled \$12.2 million and are committed for capital projects, debt service, and specific instructional programs. The remaining balance of \$10.3 million represents unrestricted net assets and is available for spending at the College's discretion.

Fiscal Year 2017 Compared to 2016

Current assets increased by \$204,596, or 0.7 percent from the previous year. Non-current assets decreased by \$681,194. The increase in long term investments of \$496,000 was offset by capital asset depreciation in excess of capital asset purchases. Annual depreciation was \$2,604,562. Capital asset acquisitions included replacement of Building B air handler and chiller, equipment purchases of \$133,317, and technology purchases of \$33,693.

Current liabilities decreased by \$91,592, or 4.3 percent. The final bond payment of \$265,000 was offset by increases in accounts payable, accrued salaries, and other accrued expenses.

Non-current liabilities decreased by \$51,033, or 17.9 percent, due to decreases in deposits and long-term portion of capital lease.

Fiscal Year 2016 Compared to 2015

Current assets decreased by \$2,447,699, or 7.8 percent, from the previous year. Non-current assets decreased by \$1,244,048. The decrease in current assets was offset by the decrease in non-current assets due to certificates of deposit with a term longer than 12 months being reclassified from long-term to short-term as the certificates of deposit come closer to maturity. Capital assets (non-current) increased by \$188,558 with the completion of the Community Instructional Center Phase 3 and an upgrade of the Building A HVAC system offset by \$2,507,943 in depreciation. The final phase of the Community Instructional Center project included renovations for a Student Life Center, a Cyber Café, and classrooms and instructional laboratories in Building D. In Building A, the original air handler and the 20-year old chiller were replaced.

Current liabilities decreased by \$1,847,209, or 46.6 percent. The current portion of bonds payable decreased by \$980,000 after the December 1, 2015 bond payment. After the December 1, 2016 bond payment of \$265,000, the College will not have any outstanding bond issues. Accounts payable decreased by \$351,911, and accrued salaries decreased by \$267,426. Other accruals and unearned revenues increased by \$192,863.

Non-current liabilities decreased by \$161,055, due to reclassifying the final bond payment from a non-current to current liability and recording the capital lease for the athletic vans.

Analysis of Net Position June 30

Net position	<u>2017</u>	<u>2016</u>	<u>Increase (Decrease) 2017-2016</u>	<u>2015</u>	<u>Increase (Decrease) 2016-2015</u>
Net investment in capital assets	\$60,997,398	\$62,174,592	\$(1,177,194)	\$ 61,986,034	\$ 188,558
Restricted					
Expendable	12,181,601	12,891,136	(709,535)	13,546,036	(654,900)
Unrestricted	<u>10,252,464</u>	<u>8,749,084</u>	<u>1,503,380</u>	<u>9,885,156</u>	<u>(1,136,072)</u>
Total	<u>\$83,431,463</u>	<u>\$83,814,812</u>	<u>\$ (383,349)</u>	<u>\$ 85,417,226</u>	<u>\$ (1,602,414)</u>

Fiscal Year 2017 Compared to 2016

The College's net position decreased by \$383,349, or 0.5 percent, in fiscal year 2017. Capital assets decreased by 1.9 percent, with depreciation being more than asset acquisitions. The only major project in fiscal year 2017 was the replacement of Building B air handler and chiller. Equipment and technology purchases were \$167,010. More information on capital assets is provided on the following page and in Note 4 to the financial statements.

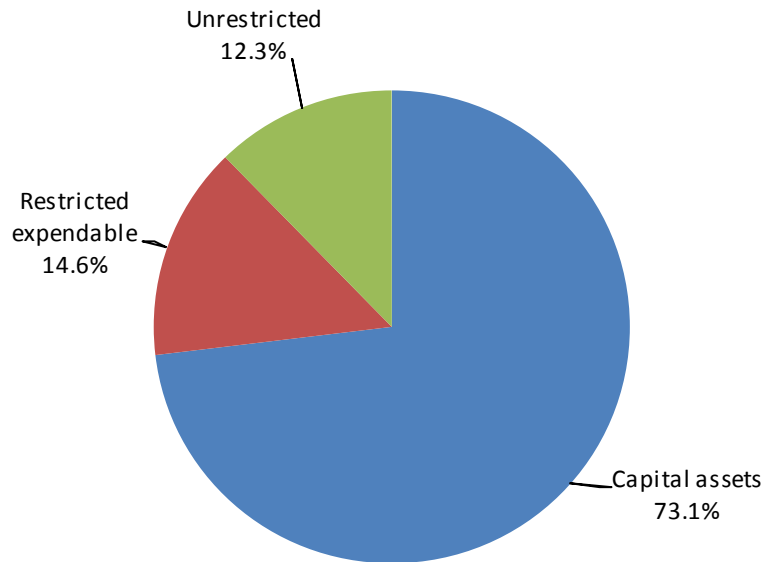
Fiscal Year 2016 Compared to 2015

The College's net position decreased in fiscal year 2016 by \$1,602,414, or 1.9 percent. Capital assets increased by \$188,558 with the completion of the Community Instructional Center Project Phase 3 renovations and the update to Building A HVAC system offset by current year depreciation. More information on capital assets is provided on the following page and in Note 4 to the financial statements.

Comparison of Net Position Fiscal Years 2017 and 2016



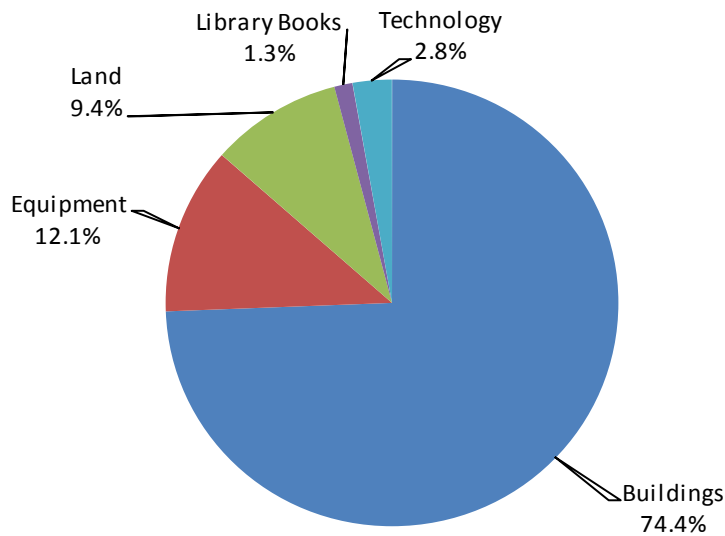
Composition of Net Position June 30, 2017



**Analysis of Capital Assets
As of June 30**

Capital assets	<u>2017</u>	<u>2016</u>	<u>Increase (Decrease) 2017-2016</u>	<u>2015</u>	<u>Increase (Decrease) 2016-2015</u>
Land and improvements	\$ 9,517,705	\$ 9,521,105	\$ (3,400)	\$ 9,397,035	\$ 124,070
Building	75,701,838	74,168,478	1,533,360	71,913,147	2,255,331
Equipment	12,326,391	12,450,550	(124,159)	12,318,604	131,946
Library books	1,288,543	1,288,543	-	1,288,543	-
Technology	<u>2,875,238</u>	<u>2,853,671</u>	<u>21,567</u>	<u>2,673,526</u>	<u>180,145</u>
Total	101,709,715	100,282,347	1,427,368	97,590,855	2,691,492
Less accumulated depreciation	<u>40,712,317</u>	<u>38,107,755</u>	<u>2,604,562</u>	<u>35,604,821</u>	<u>2,502,934</u>
Net capital assets	60,997,398	62,174,592	(1,177,194)	61,986,034	188,558
Less applicable long-term debt	-	-	-	-	-
Net investment in capital assets	<u>\$ 60,997,398</u>	<u>\$ 62,174,592</u>	<u>\$ (1,177,194)</u>	<u>\$ 61,986,034</u>	<u>\$ 188,558</u>

**Composition of Capital Assets
June 30, 2017**



Additions to capital assets in FY2017 include the following:

- Building B Air Handler/Chiller replacement
- Lecture Hall D-225 Renovation

Please see Note 4.

Operating Results
For the Year Ended June 30

	<u>2017</u>	<u>2016</u>	<u>Increase (Decrease) 2017-2016</u>	<u>2015</u>	<u>Increase (Decrease) 2016-2015</u>
Operating revenue					
Net tuition and fees	\$ 5,800,155	\$ 5,704,378	\$ 95,777	\$ 5,147,956	\$ 556,422
Auxiliary	1,847,787	2,084,673	(236,886)	2,129,023	(44,350)
Other	<u>62,803</u>	<u>231,305</u>	<u>(168,502)</u>	<u>330,812</u>	<u>(99,507)</u>
Total	<u>7,710,745</u>	<u>8,020,356</u>	<u>(309,611)</u>	<u>7,607,791</u>	<u>412,565</u>
Less operating expenses	<u>(37,401,377)</u>	<u>(35,847,095)</u>	<u>(1,554,282)</u>	<u>(34,898,091)</u>	<u>(949,004)</u>
Operating income (loss)	<u>(29,690,632)</u>	<u>(27,826,739)</u>	<u>(1,863,893)</u>	<u>(27,290,300)</u>	<u>(536,439)</u>
Non-operating revenues (expenses)					
State and local grants and contracts	12,179,180	8,802,272	3,376,908	9,914,716	(1,112,444)
Property taxes	11,839,594	11,627,742	211,852	11,462,581	165,161
Federal grants and contracts	4,916,085	5,186,832	(270,747)	5,932,492	(745,660)
Gifts and contributions	522,997	550,393	(27,396)	908,269	(357,876)
Disposal of assets	-	-	-	(264,689)	264,689
Investment income	126,869	78,364	48,505	37,710	40,654
Interest expense	<u>(4,085)</u>	<u>(21,278)</u>	<u>17,193</u>	<u>(49,141)</u>	<u>27,863</u>
Total net non-operating revenue	<u>29,580,640</u>	<u>26,224,325</u>	<u>3,356,315</u>	<u>27,941,938</u>	<u>(1,717,613)</u>
Change in net position	<u>(109,992)</u>	<u>(1,602,414)</u>	<u>1,492,422</u>	<u>651,638</u>	<u>(2,254,052)</u>
Net position, beginning of year, previously reported	<u>83,814,812</u>	<u>85,417,226</u>	<u>(1,602,414)</u>	<u>84,765,588</u>	<u>651,638</u>
Pror period adjustment	<u>(273,357)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position, beginning of year, as restated	<u>\$ 83,431,463</u>	<u>\$ 83,814,812</u>	<u>\$ (109,992)</u>	<u>\$ 85,417,226</u>	<u>\$ (1,602,414)</u>
Total revenues	<u>\$ 37,295,470</u>	<u>\$ 34,265,959</u>	<u>\$ 3,029,511</u>	<u>\$ 35,863,559</u>	<u>\$ (1,597,600)</u>
Total expenses	<u>\$ 37,405,462</u>	<u>\$ 35,868,373</u>	<u>\$ 1,537,089</u>	<u>\$ 34,947,232</u>	<u>\$ 921,141</u>

Fiscal Year 2017 Compared to 2016

In fiscal year 2017, total revenues (operating and non-operating) increased by \$3,029,511, or 8.8 percent.

The following revenue categories increased in fiscal year 2017 over fiscal year 2016:

- Net tuition and fees increased by \$95,777, or 1.9 percent. A tuition rate increase of \$5.00 per credit hour was offset with a decrease in credit hours by 2.5 percent, from 67,056 to 65,319.
- State and local grants increased by \$3,376,908 or 38.4 percent. The College received an increase of \$1,502,745 in operating funds for fiscal year 2017. In fiscal year 2016, the College received only 25 percent of the normal state operating funds. The State payment on behalf of the College for the State University Retirement System increased by \$1,751,037 for fiscal year 2017.
- Property tax payments increased by \$211,852, or 1.8 percent, the net of an increase in equalized assessed valuation and a reduction in the tax levy for bond payments.

The following revenue categories decreased fiscal year 2017:

- Auxiliary revenues decreased by \$236,886, or 11.4 percent, as bookstore revenues continue to decline as enrollments decline.
- Other operating revenues decreased by \$168,502, or 72.8 percent.
- Federal grants and contracts declined by \$270,747, or 5.2 percent. This was due to a decline in PELL grants again related to reduced enrollments.
- Gifts and contributions declined by \$27,396, or 5.0 percent.

Fiscal Year 2016 Compared to 2015

In fiscal year 2016, total revenues (operating and non-operating) decreased by \$1,597,600, or 4.5 percent.

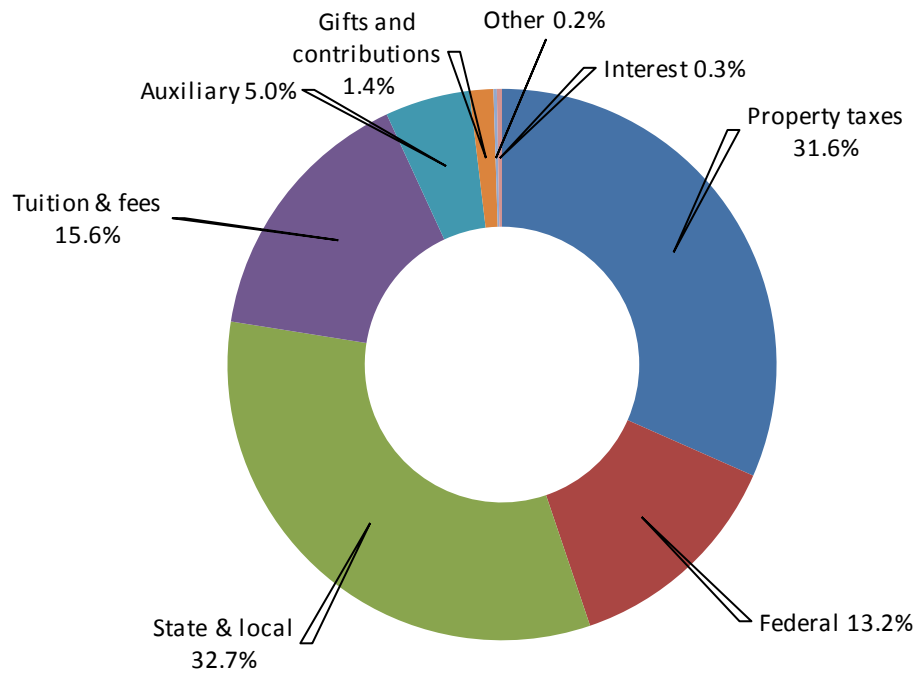
The following revenue categories increased in fiscal year 2016 over fiscal year 2015:

- Net tuition and fees increased by \$366,061, or 6.9 percent, after adjusting the previous year by \$190,361 net tuition and fees to include summer semester tuition earned prior to June 30, 2015. The fiscal year 2016 tuition rate increased by \$8 per credit hour, or 7.2 percent. However, credit hours decreased by approximately 4.5 percent.
- Property tax revenues increased by \$165,161, or 1.4 percent. For tax year 2016, the EAV (equalized assessed valuation) of the district increased by 0.5 percent. The tax rate increased from 0.3707 to 0.3760, the net effect of an increase in the additional equity tax rate and a decrease in the tax rate for bonds.

The following revenue categories decreased from fiscal year 2016 over fiscal year 2015:

- State and local grants and contracts decreased by \$1,112,444, or 11.2 percent. State credit hour and equalization grants decreased by \$1,620,785. The State's On-behalf SURS (State University Retirement System) contribution increased by \$1,070,527. Fiscal year 2015 State and local grants and contracts included \$832,000 in State contributions for construction projects.
- Federal grants and contracts decreased by \$745,660, or 12.6 percent. PELL and SEOG grants decreased by \$491,150, due to lower enrollments and decreased grant monies available to students. Fiscal year 2015 was the last year of a multi-year Illinois Network Area Manufacturers Grant, resulting in a decrease of \$171,842. Fiscal year 2015 was the final year of the National Science Foundation Grant, a decrease of \$60,762.
- Gifts and contributions decreased by \$357,876, or 39.4 percent. State contributions for construction projects and the Community Instructional Center Capital Campaign ended in fiscal year 2015.

**Revenue by Source
Fiscal Year 2016**

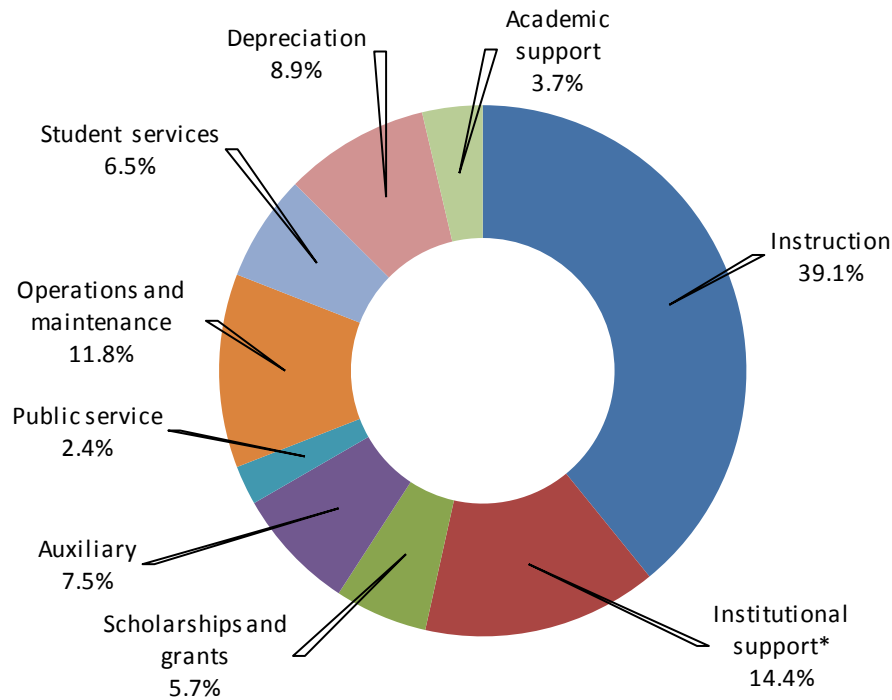


**Operating Expenses
For the Year Ended June 30**

Operating expense	Increase (Decrease)			Increase (Decrease)	
	2017	2016	2017-2016	2015	2016-2015
Instruction	\$ 11,416,219	\$ 11,785,294	\$ (369,075)	\$ 11,744,378	\$ 40,916
Academic support	1,083,558	1,318,002	(234,444)	1,220,861	97,141
Student services	1,898,132	1,940,902	(42,770)	1,775,280	165,622
Public service	699,041	872,473	(173,432)	1,005,862	(133,389)
Auxiliary	2,183,258	2,383,384	(200,126)	2,733,107	(349,723)
Operations and maintenance	3,439,203	2,799,815	639,388	2,367,544	432,271
Institutional support*	4,191,628	4,050,403	141,225	4,399,885	(349,482)
Scholarships and grants	1,674,581	1,728,721	(54,140)	2,005,703	(276,982)
Depreciation	<u>2,604,562</u>	<u>2,507,943</u>	<u>96,619</u>	<u>2,268,484</u>	<u>239,459</u>
Total	<u>\$ 29,190,182</u>	<u>\$ 29,386,937</u>	<u>\$ (196,755)</u>	<u>\$ 29,521,104</u>	<u>\$ (134,167)</u>

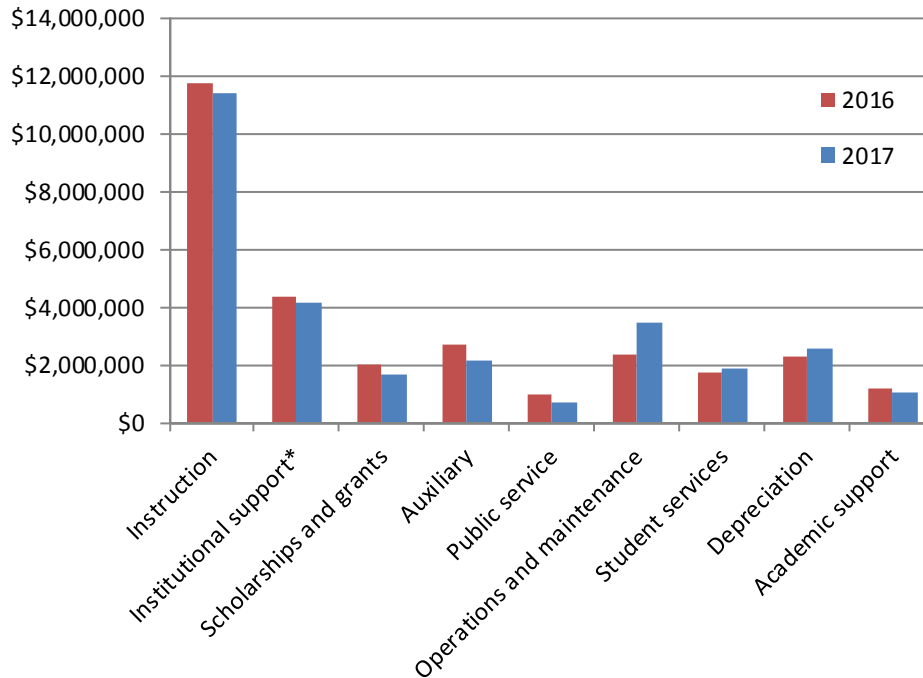
* without on-behalf SURS payment

**Operating Expenses
Fiscal Year 2017**



*without on-behalf SURS payment

Operating Expense Comparison Fiscal Years 2017 and 2016



*without on-behalf SURS payment

Fiscal Year 2017 Compared to 2016

The total operating expenses for fiscal year 2017, after adjusting for the on-behalf SURS payment from the State of Illinois, decreased by \$196,755, or 0.7 percent, from fiscal year 2016. This is the second year of decreasing expenses for the College.

Operations and maintenance expenses increased by \$639,388 due to improvements on the HVAC system and upgrades to a lecture hall and the cultural center.

Institutional support expenses increased by \$141,225, or 3.5 percent, but was still \$208,257 below fiscal year 2015.

Instructional expenses decreased by \$369,075, or 3.1 percent. Due to lower enrollments, salaries and instructional supplies were lower.

Academic support expenses decreased by \$234,444, or 17.8 percent, due to a reduction in supplies and the College continues to expand the use of virtual desktop computer systems.

Public service expenses decreased by \$173,432, or 19.9 percent, due to a decrease in salaries from a vacant position that will be filled in fiscal year 2018.

Auxiliary enterprise expenses decreased by \$200,126, or 8.4 percent, as lower enrollments decrease both revenues and expenses in the bookstore.

Fiscal Year 2016 Compared to 2015

Total operating expenses for fiscal year 2016, after adjusting for the on-behalf SURS payment from the State of Illinois, decreased by \$134,167, or 0.5 percent, from fiscal year 2015.

- Instructional expenses increased by \$40,916, or 0.3 percent. All categories of expenses were similar to fiscal year 2015 spending levels.
- Academic support, which includes the library and learning technologies, had increased expenses of \$97,141, or 8.0 percent. Salary and benefit expenses declined but were offset with increases in contractual expenses and material and supply expenses. A new classroom technology, AV over IP, was implemented on a small scale, which contributed to the increased contractual expenses and material and supply expenses.
- Student services expenses increased by \$165,622, or 9.3 percent. Salary and benefit expenses made up the increase. This department is now fully staffed, which was not the case in fiscal year 2015.
- Public service expenses decreased by \$133,389, or 13.3 percent. Salary and benefit expenses decreased as a result of restructuring the department (which department?).
- Auxiliary expenses decreased by \$349,723, or 12.8 percent, due to fewer textbook purchases caused by lower enrollments.
- Operations and maintenance expenses increased by \$432,271, or 18.3 percent. Furnishings for the new Student Life Center added \$111,300 and utilities increased by \$113,300. Utility costs decreased by \$105,363 in FY2015, but are now back at FY2014 levels.
- Institutional support expenses decreased by \$349,482, or 7.9 percent. Legal expenses decreased by \$253,000.
- Scholarships and grants decreased by \$276,982, or 13.8 percent, due to a decrease in the PELL and SEOG grant monies.

The Statement of Cash Flows

The statement of cash flows (page 21) provides information about cash receipts and cash payments during the year. The statement helps assess the College's ability to generate net cash flows, its ability to meet its obligations as they come due, and its need for external financing.

The primary cash receipts from operating activities consist of tuition and fees and auxiliary enterprises. Cash outlays include payments for salaries, benefits, supplies, and utilities.

Local property taxes are the primary source of non-operating revenues, followed by federal grants, and then State and local contracts. These sources of revenue are categorized as non-operating even though the College's budget depends on them to continue the current level of operations.

The main capital and related financing activities include \$265,000 of debt service payments for the Series 2011 Community College Bonds and \$1,672,000 of capital asset purchases and construction.

Investing activities reflect interest income earned on investments. Investments identified in the cash flow statement include the purchase and redemption of certificates of deposit and investments in the Illinois Funds.

Economic Factors That Will Affect the Future

As the administration looks to fiscal year 2018 and beyond, the following factors and analysis are relevant:

Property Taxes

The equalized assessed value (EAV) of the district increased in tax years 2015 and 2016 after five years of declining EAV. For tax year 2016, EAV increased by \$17.9 million, or 0.5 percent. EAV reached a high point in tax year 2009 at \$3,198,644,044, or \$107.8 million greater than tax year 2016, which is at \$3,090,810,857. In tax year 2016, the \$78.6 million increase in the property tax base included increases in farmland, residential, industrial, and railroad properties, with decreases in commercial and mineral properties.

In December 2013, a negotiated agreement between Exelon LaSalle Generating Plant, the district's largest taxpayer, and the taxing bodies was signed, agreeing to the Plant's EAV as follows:

Year	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
EAV (in millions)	\$485	\$455	\$435	\$430	\$430	\$435	\$460

Equalization grants are provided to colleges with less than the statewide average local tax dollars available per student full-time equivalent. Institutions qualifying for such grants may also levy an additional tax. The College has qualified for equalization and has been levying an additional tax since tax year 2000. In tax year 2016, the "equity" tax was \$12.88 of the total \$36.64 tax levy. Although the College has no control over the district's EAV, it is important that the Board and administration focus their energies on strategies to increase credit hours since eligibility for equalization results in over \$4.0 million in State and local revenues.

Tuition and Fees

As is often true, enrollments at community colleges follow the unemployment rates, increasing in times of economic downturn and decreasing when the economy recovers. Illinois Valley Community College experienced record enrollments in 2009 and 2010 when the local unemployment rate was over 11.0 percent, but as the economy has recovered, enrollments have declined.

The College's tuition and universal fee rate for fiscal year 2018 is \$130.00, after a \$6.00 per credit hour increase from fiscal year 2017.

Capital Projects

The College is in the process of replacing the air handlers and chillers in the five original buildings. The air handlers were the original equipment installed in the early 1970s. The chillers were replaced 20 years ago and refurbished 10 years ago. The air handlers and chillers were replaced in Building A in fiscal year 2016; in Building B in fiscal year 2017; Building D is schedule for fiscal year 2018; and Building E is scheduled for fiscal year 2019 with Building C likely to take place in fiscal year 2020. The energy savings from the replacements in Building A and Building B have been significant.

Also completed this past year were renovations to Lecture Hall D-225. The ceilings were lowered and wall coverings added for better acoustics. The classroom technology was replaced with AV over IP and new, larger monitors for better viewing. The seating was reconfigured for ease of movement for the students and instructors.

Other projects being considered are an upgrade to the video surveillance system and replacement of steps and handrails leading into the buildings from the courtyard. Also being considered is new seating in the Cultural Centre.

Projections

The College's administration managed to maintain a strong financial position in spite of the lack of State funding in fiscal years 2016 and 2017. There were no reductions in force but as positions became vacant due to normal attrition each one was evaluated as to how essential it was to the operation of the College. Compensation and benefits comprise the largest portion of the College's expenses. There are two bargaining units representing faculty and service employees of the College whose contracts will expire in calendar year 2018. It is necessary to keep salary increases in line with property tax and tuition revenues in order to have balanced budgets for the foreseeable future.

The State of Illinois has appropriated a fiscal year 2018 budget for community colleges at a higher level of funding than the College's adopted budget. The State also appropriated a supplement budget for fiscal year 2017 which help to avoid a deficit in the operating funds for fiscal year 2017. If the State is able to release these funds, it will help to replenish the reserves used in fiscal year 2016.

The Strategic Enrollment Management Committee and Enrollment Task Force are cross-functional teams charged with developing and implementing an enrollment management plan designed to achieve and maintain optimal enrollment. The College engaged Interact Communications to help develop a marketing plan intended to boost enrollments. One of the fiscal year 2018 projects is an updated, more user-friendly website for the College.

Component Units

The College has one component unit, the Illinois Valley Community College Foundation, which is a discretely presented component unit because its resources directly benefit the College and its students. The Foundation has a Board of Directors that is independent of the College.

Requests for Information

Further information about the College is available at <http://www.ivcc.edu>, by calling 815-224-2720, or by writing to the Director of Community Relations, Marketing, and Development, Illinois Valley Community College, 815 North Orlando Smith Road, Oglesby, IL 61348. Information about the College's department of Business Services and Finance can be found at <http://www.ivcc.edu/businessservices/> or by calling 815-224-0415.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
STATEMENT OF NET POSITION
June 30, 2017

	Primary Institution	Component Unit Foundation
ASSETS		
Current assets		
Cash and cash equivalents	\$ 3,217,877	\$ 309,937
Short-term investments	11,829,624	1,447,164
Accounts receivable, net of allowance \$167,639 and unearned tuition \$3,489,414	13,645,005	-
Pledges receivable - Foundation	-	34,756
Accrued income - Foundation	-	5,314
Inventories	769,117	-
Prepaid expenses	105,377	-
Total current assets	29,567,000	1,797,171
Noncurrent assets		
Investments	744,000	-
Foundation investments	-	3,887,213
Capital assets	101,709,715	-
Less allowance for accumulated depreciation	(40,712,317)	-
Total noncurrent assets	61,741,398	3,887,213
Total assets	91,308,398	5,684,384
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources		
SURS pension contributions	46,853	-
Total assets and deferred outflows of resources	91,355,251	5,684,384
LIABILITIES		
Current liabilities		
Accounts payable	83,709	21,895
Accrued salaries	1,144,132	-
Other accrued expenditures	510,938	137,860
Unearned tuition and fees revenue	281,573	-
Capital lease payable - current portion	7,251	-
Bonds payable - current portion	-	-
Total current liabilities	2,027,603	159,755
Noncurrent liabilities		
Deposits	114,421	-
Long-term portion of vacation accrual	85,221	-
Capital lease payable	33,931	-
Total noncurrent liabilities	233,573	-
Total liabilities	2,261,176	159,755
DEFERRED INFLOWS OF RESOURCES		
Deferred property tax revenue	5,662,612	-
NET POSITION/NET ASSETS		
Net investment in capital assets	60,997,398	-
Restricted for		
Nonexpendable, permanently restricted - Foundation	-	2,164,334
Expendable		
Debt service	809,883	-
Working cash	4,608,361	-
Capital projects	5,481,312	-
Liability, protection and settlement	1,248,614	-
Other	33,431	-
Temporarily restricted - Foundation	-	2,501,798
Unrestricted	10,252,464	858,497
TOTAL NET POSITION/NET ASSETS	\$ 83,431,463	\$ 5,524,629

These financial statements should be read only in connection
with the accompanying summary of significant accounting policies
and notes to basic financial statements

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
Year Ended June 30, 2017

	Primary Institution	Component Unit Foundation
REVENUES		
Operating revenues		
Student tuition and fees, net of scholarships and allowances of \$3,048,682	\$ 5,800,155	\$ -
Gifts and contributions	-	869,048
Auxiliary enterprises revenue	1,847,787	25,021
Other operating revenues	62,803	-
Total operating revenues	7,710,745	894,069
EXPENSES		
Instruction	11,416,219	-
Academic support	1,083,558	-
Student services	1,898,132	-
Public service	699,041	-
Auxiliary enterprises	2,183,258	-
Operations and maintenance	3,439,203	-
Institutional support	12,402,823	167,985
Scholarships, grants, waivers, and other	1,674,581	447,852
Depreciation	2,604,562	-
Total operating expenses	37,401,377	615,837
Operating income (loss)	(29,690,632)	278,232
NONOPERATING REVENUES (EXPENSES)		
State and local grants and contracts	12,179,180	-
Property taxes	11,839,594	-
Federal grants and contracts	4,916,085	-
Gifts and contributions	522,997	-
Investment income	126,869	561,689
Interest expense	(4,085)	-
Net nonoperating revenues	29,580,640	561,689
Change in net position	(109,992)	839,921
NET POSITION		
Net position - beginning of year, previously reported	83,814,812	4,684,708
Prior period adjustment	(273,357)	
Net position - beginning of year, as restated	83,541,455	
NET POSITION, END OF YEAR	\$ 83,431,463	\$ 5,524,629

These financial statements should be read only in connection
with the accompanying summary of significant accounting policies
and notes to basic financial statements.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
STATEMENT OF CASH FLOWS
Year Ended June 30, 2017

	<u>Primary Institution</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Tuition and fees	\$ 5,698,186
Payments to suppliers	(12,002,144)
Payments to employees	(14,149,923)
Auxiliary enterprise revenues	1,847,787
Other receipts	62,803
Net cash used in operating activities	<u>(18,543,291)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
State and local grants and contracts	2,590,694
Federal grants and contracts	4,916,085
Student organization agency transactions	-
Gifts and contributions	522,997
Property taxes	11,791,127
Net cash provided by noncapital financing activities	<u>19,820,903</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchases of capital assets	(1,326,350)
Proceeds from capital lease	-
Principal paid on bonded debt	(265,000)
Principal paid on capital lease	(15,807)
Interest paid on capital debt	(4,085)
Net cash used in capital and related financing activities	<u>(1,611,242)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from sales and maturities of investments	4,505,896
Purchase of investments	(4,276,009)
Income on investments	123,807
Net cash provided by investing activities	<u>353,694</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	20,064
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>3,197,813</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 3,217,877</u>
NON CASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES	
State on-behalf payments	<u>\$ 8,211,195</u>
RECONCILIATION OF NET OPERATING REVENUES (EXPENSES) TO NET CASH USED IN OPERATING ACTIVITIES	
Operating loss	\$ (29,690,632)
Adjustments to reconcile net loss to net cash used in operating activities	
Depreciation expense	2,604,562
State on-behalf payments for fringe benefits	8,211,195
Change in assets and liabilities	
Summer tuition/expenses	(168,807)
Receivables, net	187,045
Inventories	45,407
Prepaid expenditures	211,897
Deferred outflows	(46,853)
Accounts payable & other accrued expenditures	56,776
Accrued salaries	(32,370)
Other liabilities	(33,070)
Unearned revenue	111,559
NET CASH USED IN OPERATING ACTIVITIES	<u>\$ (18,543,291)</u>

These financial statements should be read only in connection
with the accompanying summary of significant accounting policies
and notes to basic financial statements.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NOTE 1 – REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Illinois Valley Community College District No. 513 (College) is subject to the authority of the Illinois Community College Board under the Illinois Board of Higher Education. The College was initially created in 1924 as LaSalle-Peru-Oglesby Junior College. In 1967, the voters in Putnam and portions of Bureau, DeKalb, Grundy, LaSalle, Lee, Livingston, and Marshall counties approved the establishment of Community College District No. 513. Illinois Valley Community College is governed by a seven-member Board of Trustees who are elected to six-year staggered terms through district-wide voting. The Board as three officers (chairperson, vice chairperson, and secretary) elected on a bi-annual basis.

FINANCIAL REPORTING ENTITY

Accounting principles generally accepted in the United States of America require that the financial statements of the reporting entity include: (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. These financial statements present Illinois Valley Community College (the primary government) and its component unit. The component unit discussed below is included in the District's reporting entity because of their operational significance or financial relationships with the District based on criteria provided in Governmental Accounting Standards Board Statement No. 61.

Discretely Presented Component Unit: The Illinois Valley Community College Foundation (Foundation), which is a separate not-for-profit entity, is a discretely presented component unit of the College. The Foundation is governed by a board of directors that is independent of the College however, the Foundation's resources directly benefit the College and its students. The College is also entitled to the resources of the Foundation. Complete financial statements of the Foundation can be obtained from:

Illinois Valley Community College Foundation
815 N. Orlando Smith Road
Oglesby, IL 61348

During the fiscal year ended June 30, 2017, the Foundation distributed \$256,772 to students attending the College and gave \$191,080 in direct support to the College.

The Foundation is a private nonprofit organization that reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundation's financial information in the College's financial reporting entity for these differences.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND BASIS OF PRESENTATION

For financial reporting purposes, the College is considered a special-purpose government entity engaged only in business-type activities. Accordingly, the College's financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis,

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

revenues are recognized when earned and expenses are recorded when an obligation has been incurred, regardless of the timing of related cash flows. All significant intra-agency transactions have been eliminated. Non-exchange transactions, in which the College 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:

1. Timing requirements which specify the year when the resources are required to be used or the fiscal year when the use is first permitted;
2. Matching requirements in which the College must provide local resources to be used for a specified purpose; and
3. Expenses in which the resources are provided to the College on a reimbursement basis.

CLASSIFICATION OF REVENUES AND EXPENSES

Operating revenue includes activities that have the characteristics of exchange transactions, such as student tuition and fees, net of scholarship discounts and allowances, and sales and services of auxiliary enterprises. Non-operating revenue includes activities that have the characteristics of non-exchange transactions, such as local property taxes; state appropriations; most federal, state, and local grants and contracts; federal appropriations; and gifts and contributions.

Operating expenses are those expenses incurred for the purpose of providing educational and operational activities of the College, such as (1) salaries, (2) scholarships, (3) operations and maintenance, (4) depreciation, and (5) expenses of auxiliary enterprises. Non-operating expenses include expenses such as interest and amortization.

USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

CASH AND CASH EQUIVALENTS

For purposes of reporting cash flows, the College considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. The College does not include restricted investments as cash equivalents.

INVESTMENTS

Certificates of deposit are stated at cost. Other investments are stated at fair value. Realized and unrealized gains and losses are reflected in the appropriate statements of revenues, expenses, and changes in net position. Those investments with maturities of one year or less are deemed short-term.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

RECEIVABLES

Accounts receivable includes uncollateralized student obligations, which generally require payment by the first day of class unless a payment plan through a third party has been established. Accounts receivable are stated at the invoice amount.

Account balances unpaid at the end of the term are considered delinquent. Payments of accounts receivable are applied to the specific invoices identified on the student's remittance advice or, if unspecified, to the earliest unpaid invoices.

The carrying amount of accounts receivable is reduced by a valuation allowance that reflects management's best estimate of amounts that will not be collected. The allowance for doubtful accounts is based on management's assessment of the collectability of specific student accounts and the aging of the accounts receivable. If the actual defaults are higher than the historical experience, management's estimates of the recoverability of amounts due could be adversely affected.

Accounts receivable also includes outstanding balances due from federal and state funding sources and other miscellaneous items.

INVENTORIES

Inventories are stated at the lower of cost, determined on the first-in, first-out basis, or market. Inventories consist primarily of items held for resale by the bookstore.

PREPAID ITEMS

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Prepaid items are accounted for under the purchases method.

CAPITAL ASSETS

Capital assets include property, plant equipment, and infrastructure assets, such as roads and sidewalks. Capital assets are defined by the College as assets with an initial cost of \$5,000 or more with a useful life greater than one year. Such assets are recorded at cost at the date of acquisition. Donated capital assets are recorded at estimated fair market 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 the asset's life are not capitalized.

The College records depreciation on all capital assets in accordance with GASB Statement No. 35. Depreciation is computed using the straight-line method over the asset's estimated life. The estimated useful lives of the major classes of depreciable assets are as follows:

Buildings	50 years
Site Improvements	15 years
Equipment	8 years
Library books	8 years
Technology	4 years

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

COMPENSATED ABSENCES

Compensated absences are those absences for which employees will be paid, such as vacations. A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the College and its employees is accrued as employees earn the rights to the benefits. Compensated absences that relate to future services or that are contingent on a specific event that is outside the control of the College and its employees are accounted for in the period in which such services are rendered or in which such events take place. Vacation leave can be accumulated up to 160 hours. Sick leave does not vest and is accumulated at a rate of 12 days per year. All vacation leave which is earned but not used during the year is reported as an expense and as a liability.

PENSIONS

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the plan net position of the State Universities Retirement System (SURS or the System) and additions to/deductions from SURS' plan net position has been determined on the same basis as they are reported by SURS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For the purposes of financial reporting, the State of Illinois and participating employers are considered to be under a special funding situation. A special funding situation is defined as a circumstance in which a non-employer entity is legally responsible for making contributions directly to a pension plan that is used to provide pensions to the employees of another entity or entities and either (1) the amount of the contributions for which the non-employer entity is legally responsible is not dependent upon one or more events unrelated to pensions or (2) the non-employer is the only entity with a legal obligation to make contributions directly to a pension plan. The State of Illinois is considered a non-employer contributing entity. Participating employers are considered employer contributing entities.

UNEARNED REVENUES

Tuition collected prior to June 30 for the subsequent fall semester and the portion of tuition collected for the summer sessions that is not earned as of June 30 is recorded as unearned revenue at June 30 and recognized as revenue in the following year. Receivables are reflected net of billed tuition related to the subsequent fall semester and portion of summer sessions, and unearned revenue is not recognized for fall semester and the portion of summer session after June 30.

DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

The statement of net position includes a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense) until then. The statement of net position also includes 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.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NET POSITION

The College's net position is classified as follows:

Net investment in capital assets – This represents the College's total investment in capital assets, net of accumulated depreciation, and related debt.

Restricted net position – This includes resources that the College 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 College's policy to use restricted resources first, then unrestricted resources as needed.

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 College and may be used at the discretion of the governing board to meet current expenses for any purpose.

When both restricted and unrestricted resources are available for use, the College uses restricted resources first and then unrestricted resources as they are needed.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NOTE 2 – CASH AND INVESTMENTS

The Board of Trustees has authorized the College to invest funds in accordance with the Illinois Community College Act and the Investment of Public Funds Act. In general, the College may invest in obligations of the United States of America or its agencies (or guaranteed by the full faith and credit of same) and certain time deposits and short-term obligations as defined in the Investment of Public Funds Act. At year-end, the carrying amount of the College’s unrestricted cash and cash equivalents on deposit was \$3,217,877, including cash on hand of \$3,252. The carrying amount of the College’s certificates of deposit, included in short-term investments, was \$5,751,388 at June 30, 2017. As of June 30, 2017, all of these certificates of deposit were either collateralized or covered by FDIC insurance, except for \$23,557 at Marseilles Bank.

The College had \$6,822,236 invested with the Illinois Funds at June 30, 2017. The State Treasurer maintains the Illinois Funds Money Market at cost (a 2a7 like pool) through daily adjustment in the interest earnings. The State Treasurer also maintains the average duration of the pool at less than 25 days. The fair value of the College’s investment in the funds is the same as the value of the pool shares. The pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. The pool maintains a Standard and Poor’s AAAM rating. The College’s investments in the Illinois Funds are not required to be categorized because these are not securities. The relationship between the College and the investment agent is a direct contractual relationship and the investments are not supported by a transferable instrument that evidences ownership or creditorship.

All funds deposited in the pool are classified as investments, even though some could be withdrawn on a day’s notice. Although not subject to direct regulatory oversight, the fund is administered in accordance with the provisions of the Illinois Public Funds Investment Act, 30 ILCS 235.

Interest Rate Risk. The College does not have a formal investment policy that limits maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. The College’s investment policy is to apply the prudent person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to conform with legal requirements, seek reasonable income, preserve capital, maintain liquidity, and, in general, avoid speculative instruments.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the College’s deposits may not be returned to it. The College’s deposit policy allows that funds on deposit in excess of FDIC limits must be secured by some form of collateral, witnessed by a written agreement and held at an independent third party institution in the name of the College

Concentration of Credit Risk. More than 5 percent of the College’s investments are in certificates of deposit at the following banks:

Bank	Centrue Bank	Central Bank	LaSalle State Bank	Marseilles Bank	Multi-Bank Securities
Percentage	8.0%	8.0%	8.0%	10.0%	11.9%

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NOTE 3 – PROPERTY TAXES

The College’s property taxes are levied each calendar year on all taxable real property located in the District. Property taxes are recorded on an accrual basis of accounting. Accordingly, at June 30, 2017, the District has \$5,662,612 of deferred property tax revenue. Pursuant to a Board of Trustee’s resolution, property tax levies passed in December 2015 and December 2016 were allocated at 50 percent for each of the two years after the levy year. Taxes must be levied by the last Tuesday in December for the following collection year. The levy becomes an enforceable lien against the property as of January 1 of the levy year. The most recent levy, tax year 2016, was adopted in December 2016 and will be collected in the College’s 2018 fiscal year.

Tax rates permitted by the Illinois Community College Act and by local referendum, as well as actual rates levied per \$100 of assessed valuation, are as follows:

<u>Purpose</u>	<u>Limit 2016 Levy</u>	<u>2016 Levy</u>	<u>2015 Levy</u>
Educational	.1300	.1288	.1300
Operations and Maintenance	.0400	.0398	.0400
Protection, Health and Safety	.0500	.0455	.0500
Bond and Interest	None	-	.0089
Liability, Protection and Settlement	None	.0130	.0105
Audit	.0050	.0012	.0012
Additional tax	.1297	.1292	.1263
Social Security	None	.0089	.0091

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NOTE 4 – CHANGES IN CAPITAL ASSETS

Capital asset changes are as follows:

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Adjustments</u>	<u>Balance</u> <u>June 30, 2017</u>
Non-depreciable					
Land	\$ 1,361,598	\$ -	\$ -	\$ -	\$ 1,361,598
Construction in progress	250,751	284,740	-	(250,751)	284,740
Total non-depreciable	<u>1,612,349</u>	<u>284,740</u>	<u>-</u>	<u>(250,751)</u>	<u>1,646,338</u>
Depreciable					
Site improvements	8,159,507	-	-	(3,400)	8,156,107
Buildings	73,917,727	1,499,371	-	-	75,417,098
Equipment	5,305,912	105,606	-	(257,476)	5,154,042
Library books	1,288,543	-	-	-	1,288,543
Proprietary equipment	7,144,638	27,711	-	-	7,172,349
Technology	2,853,671	33,693	-	(12,126)	2,875,238
Total depreciable	<u>98,669,998</u>	<u>1,666,381</u>	<u>-</u>	<u>(273,002)</u>	<u>100,063,377</u>
Total	<u>\$ 100,282,347</u>	<u>\$ 1,951,121</u>	<u>\$ -</u>	<u>\$ (523,753)</u>	<u>\$ 101,709,715</u>

Accumulated depreciation changes are as follows:

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Adjustments</u>	<u>Balance</u> <u>June 30, 2017</u>
Depreciable					
Site improvement	\$ 5,975,875	\$ 252,080	\$ -	\$ -	\$ 6,227,955
Buildings	17,815,935	1,697,853	-	-	19,513,788
Equipment	3,943,860	245,851	-	-	4,189,711
Library books	1,288,543	-	-	-	1,288,543
Proprietary equipment	7,085,752	24,484	-	-	7,110,236
Technology	1,997,790	384,294	-	-	2,382,084
Total	<u>\$ 38,107,755</u>	<u>\$ 2,604,562</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40,712,317</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NOTE 5 –LONG-TERM DEBT

	Balance July 1, 2016	Additions	Payments	Balance June 30, 2017
Community College Bonds, Series 2011	<u>\$ 265,000</u>	<u>\$ -</u>	<u>\$ 265,000</u>	<u>\$ -</u>

Community College Bonds, Series 2011

The Board of Trustees authorized the College to issue general obligations bonds to retire \$5,000,000 in debt certificates. The bonds were retired by property taxes levied specifically for such purposes.

As of June 30, 2017, the Community College Bonds, Series 2011 were retired.

The College’s legal debt limit is \$88,860,841.

Capital Lease Obligations

The College entered into a capital lease agreement for the purchase of two Ford Starcraft 15-passenger shuttles. As of June 30, 2017 the equipment total was \$72,438 with accumulated depreciation of \$36,219. The capital lease agreement bears an interest rate of 4.5 percent.

	Balance July 1, 2016	Additions	Payments	Balance June 30, 2017
Santander Leasing	\$56,989	-	\$15,807	\$41,182

At June 30, 2017, the future minimum lease obligations and the net present value of these minimum lease payments were as follows:

<u>Fiscal Year</u>	<u>Lease Payment</u>	<u>Implied Interest</u>	<u>Present Value</u>
2018	\$ 8,500	\$ 1,249	\$ 7,251
2019	23,262	432	22,830
2020	11,362	261	11,101

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NOTE 6 – PENSION PLAN

General Information about the Pension Plan

Plan Description. The College contributes to the State Universities Retirement System of Illinois, 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 of Illinois' financial reporting entity and is included in the state's financial reports as a pension trust fund. SURS is governed by Chapter 40, Act 5, Article 15 of the *Illinois Compiled Statutes*. SURS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by accessing the website at www.SURS.org.

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, 2016 can be found in the System's comprehensive annual financial report (CAFR) Notes to the Financial Statements.

Contributions. The State of Illinois is primarily responsible for funding the System 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 the System 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 year 2016 and 2017 respectively, was 12.69 percent and 12.53 percent 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 8.0% 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 percent during the final rate of earnings period).

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NOTE 6 – PENSION PLAN (continued)

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

Net Pension Liability

At June 30, 2016, SURS reported a net pension liability (NPL) of \$25,965,271,744. The net pension liability was measured as of June 30, 2015.

Employer Proportionate Share of Net Pension Liability

There is no proportionate share of the net pension liability to be recognized for the College. The proportionate share of the State’s net pension liability associated with the College is \$82,508,567 or 0.3178 percent. This amount should not be recognized in the financial statement. The net pension liability and the total pension liability as of June 30, 2016 was determined based on the June 30, 2015 actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable contributions made to SURS during fiscal year 2016.

Pension Expense

At June 30, 2016 SURS reported a collective net pension expense of \$2,566,164,865.

Employer Proportionate Share of Pension Expense

The employer proportionate share of collective pension expense should be recognized similarly to on-behalf payments as both revenue and matching expenditure in the financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable contributions made to SURS during fiscal year 2016. As a result, the College recognized on-behalf revenue and pension expense of \$8,154,376 for the fiscal year ended June 30, 2017.

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

Deferred outflows of resources are the consumption of net position by the system that is applicable to future reporting periods.

SURS Collective Deferred Outflows and Deferred Inflows of Resources by Sources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 14,215,882	\$ 2,298,574
Changes in assumption	655,463,758	-
Net difference between projected and actual earnings on pension plan investments	1,431,081,306	635,552,976
Total	<u>\$ 2,100,760,946</u>	<u>\$ 637,851,550</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

SURS Collective Deferred Outflows and Deferred Inflows of Resources by Year to be recognized in Future Pension Expenses.

<u>Year Ending June 30</u>	<u>Net Deferred Outflows of Resources</u>
2017	\$ 539,536,680
2018	275,426,885
2019	401,520,624
2020	246,425,207
2021	-
Thereafter	-
Total	<u>\$ 1,462,909,396</u>

Employer Deferral of Fiscal Year 2017 Pension Expense

The employer paid \$46,853 in federal, trust, or grant contributions for the fiscal year ended June 20, 2017. These contributions were made subsequent to the pension liability date of June 30, 2016 and are recognized as Deferred Outflows of Resources as of June 30, 2017.

Assumptions and Other Inputs

Actuarial assumptions. The actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the period June 30, 2010 – 2014. The total pension liability in the June 30, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 percent
Salary increases	3.75 to 15.00 percent, including inflation
Investment rate of return	7.25 percent beginning with the actuarial valuation as of June 30, 2014

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, 2016, these best estimates are summarized in the following table:

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NOTE 6 – PENSION PLAN (continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	23%	6.08%
Private Equity	6%	8.73%
Non-U.S. Equity	19%	6.95%
Global Equity	8%	6.78%
Fixed Income	19%	1.17%
Treasury-Inflation Protected Securities	4%	1.41%
Emerging Market Debt	3%	4.44%
Real Estate REITS	4%	5.75%
Direct Real Estate	6%	4.62%
Commodities	2%	4.23%
Hedged Strategies	5%	4.00%
Opportunity Fund	1%	6.54%
Total	100%	5.09%
Inflation		2.75%
Expected Arithmetic Return		7.84%

Discount Rate. A single discount rate of 7.010 percent 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 7.250 percent and a municipal bond rate of 2.85 percent (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 the System’s 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 2073. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2073, and the municipal bond rate was applied to all benefit payments after that date.

Sensitivity of the System’s 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 7.01 percent, 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	Current Single Discount Rate Assumption	1% Increase
6.01%	7.01%	8.01%
\$31,348,831,631	\$25,965,271,744	\$21,502,421,700

Additional information regarding the SURS basic financial statements including the Plan Net Position can be found in the SURS comprehensive annual financial report by accessing the website at www.SURS.org.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NOTE 7 – RISK MANAGEMENT

The College is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To cover these risks, the College has purchased commercial insurance that is accounted for in the Liability, Protection and Settlement Fund. In addition, the College may levy property taxes to provide for any costs not covered under the College's insurance. The College had no significant reductions in insurance coverage from the prior year. During the past three years, there have been no settlements that exceeded insurance coverage.

NOTE 8 – POST-EMPLOYMENT HEALTH CARE BENEFITS

Under an Early Retirement Incentive Plan which expired June 30, 2005, the College elected to provide certain health care benefits for retirees for ten years after their retirement date or until they became eligible for Medicare. Retiree participants electing these benefits are required to contribute monthly amounts, depending on the level of coverage desired. The premium rates for retirees are based on the claims costs of retirees. There are no blended premium rates of current employees and retirees. At June 30, 2017 there was one retiree participant on the plan. This person will never be eligible for Medicare. The contributions made by the retiree participant during fiscal year 2017 totaled \$5,083. At June 30, 2017, the College has estimated the cost of future retirees' health benefits to be \$73,492 and has a reserve to cover these costs.

FY2018	\$ 5,843
FY2019	6,135
FY2020	6,442
FY2021	6,764
FY2022	7,102
FY2023	7,457
FY2024	7,830
FY2025	8,222
FY2026	8,633
FY2027	<u>9,064</u>
Total	<u>\$73,492</u>

The College also provides an opportunity for retirees to participate in the group health insurance program until they become Medicare eligible. However, these retiree participants pay their entire premium with no cost to the College. At June 30, 2017, no retirees were participating in this option.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NOTE 9 – COMMITMENTS AND CONTINGENCIES

The College has received a number of Federal and State grants for specific purposes which are subject to review and audit by grantor agencies. Such audits may result in requests for reimbursement to granting agencies for expenditures disallowed under the terms of the grants. Based on prior experience, College management believes that such disallowances, if any, will not be significant.

Commitments for the purchase of property, plant, and equipment at June 30, 2017 totaled \$1,294,357.

Illinois Valley Community College
Commitments for the Purchase of Property & Equipment

Demonica, Kemper Architects	Building D HVAC Upgrade	\$ 13,730
Pipco, Inc.	Building D HVAC Upgrade	1,064,000
Demonica, Kemper Architects	Building G HVAC Controls	3,174
Demonica, Kemper Architects	Cultural Centre Renovations	6,720
Vissering Construction Company	Cultural Centre Renovations	200,120
Demonica Kemper Architects	Overhead Door Replacement	600
Vissering Construction Company	Overhead Door Replacement	6,013
Total Commitments		<u>\$ 1,294,357</u>

The College is a defendant in a claim relating to matters arising in the ordinary course of their business. The amount of the liability, if any, from the claim cannot be determined with certainty; however, management is of the opinion that the outcome of the claim will not have a material adverse impact on the financial position. Due to uncertainties in the settlement process, it is at least reasonably possible that management's estimate of the outcome will change within the next year.

NOTE 10 – COMPENSATED ABSENCES

As of June 30, 2017, employees had earned but not taken annual vacation leave totaling \$258,246 at salary rates in effect at the end of the year. Changes in the College's compensated absences are as follows.

	Balance <u>July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>June 30, 2017</u>	Due Within <u>One Year</u>
Accrued Vacation	<u>\$ 289,881</u>	<u>\$340,600</u>	<u>\$372,235</u>	<u>\$258,246</u>	<u>\$173,025</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NOTE 11 – LEASES

Lessor

The College leases commercial space to three entities:

- University of Illinois Extension Service - The leased space is 1,300 sq. ft. in Building C with quarterly payments of \$4,551. The term of the lease is one year (July 1, 2017 through June 30, 2018). At June 30, 2017, future minimum lease payments are \$18,204 for fiscal year 2018.
- Business Employment Skills Team – The leased space is 1,485 sq. ft. in Building C with monthly payments of \$1,733. The term of the lease is for three years (January 1, 2017 through December 31, 2019). At June 30, 2017, future minimum lease payments are \$20,790 for fiscal year 2018.
- Economic Development Corporation of North Central Illinois – The leased space is 711 sq. ft. in Building E with monthly payments of \$830. The term of the lease is three years (August 1, 2016 through July 31, 2019). At June 30, 2017, the future minimum lease payments are \$9,954 for fiscal year 2018.

Lessee

The College has various operating lease agreements for equipment and facilities. Rentals under these agreements were \$197,973 for the year ended June 30, 2017.

Significant lease commitments are as follows:

The College entered into a lease with the City of Ottawa for facility space for the period July 1, 2015 through June 30, 2020 with an annual lease payment of \$132,000. In May 2017, the College and the City of Ottawa adopted an addendum to the lease adjusting the annual lease payments to \$115,500. Future lease commitments are as follows:

<u>FY2018</u>	<u>FY2019</u>	<u>FY2020</u>	<u>Total</u>
\$115,500	\$115,500	\$115,500	\$346,500

The College entered into a lease agreement with Marco, Inc. (formerly Illinois Valley Business Equipment) for copy machines. Lease payments are based on usage and are estimated to be \$40,000 per year.

<u>FY2018</u>
\$2,500

The College entered into a lease agreement with Central Illinois Trucks for two Volvo Tractors for a period from February 1, 2016 to January 31, 2021. Annual lease payments are adjusted annually by the Like-Term Swap Rate as published in the H15 Federal Reserve Report. As of January 1, 2017, the rate was adjusted by two percent to \$3,539 per month or \$42,473 per year.

<u>FY2018</u>	<u>FY2019</u>	<u>FY2020</u>	<u>FY2021</u>	<u>Total</u>
\$42,473	\$42,473	\$42,473	\$35,394	\$162,813

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

NOTE 12 – TAX ABATEMENTS

The College abates property taxes on specific properties in LaSalle, Bureau and Putnam Counties:

The College entered into an agreement with Exelon’s LaSalle Generating Station for property tax years 2013 through 2019 agreeing to annual property tax payments based on a rate of .35828 as follows:

Year	2013	2014	2015	2016	2017	2018	2019
EAV	\$ 485 mil	\$ 455 mil	\$ 435 mil	\$ 430 mil	\$ 430 mil	\$ 435 mil	\$ 460 mil
Tax	\$ 1,737,658	\$1,630,174	\$1,558,518	\$1,540,604	\$1,540,604	\$1,558,518	\$1,648,088
Rate	.3652	.3707	.3760	.3664	Unknown	Unknown	Unknown
Abate-ment	\$ -	\$ 10,006	\$ 94,447	\$ 44,734	Unknown	Unknown	Unknown

The College has abated taxes for the Bureau-Putnam Enterprise Zone which was established in 2007 and extended on January 1, 2017. The College has not agreed to abate property taxes during the enterprise zone extension. In tax year 2016, the College abated \$10,031 in Bureau County and \$69,172 in Putnam County.

NOTE 13 – NEW PRONOUNCEMENTS

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* addresses the accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. The provisions in Statement 75 are effective for fiscal years beginning after June 15, 2017. The College has not determined the effect of this Statement.

GASB Statement No. 81, *Irrevocable Split-Interest Agreements* improves accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. The requirements of this Statement are effective for reporting periods beginning after December 15, 2016. The College has not determined the effect of this Statement.

GASB Statement No. 82, *Pension Issues – an amendment of GASB Statements No. 67, No. 68, and No. 73* amends the required presentation to include the covered payroll, defined as the payroll on which contributions to a pension plan are based, and ratios that use that measure. The requirements of this Statement are effective for reporting period in which the measurement date of the pension liability is after June 15, 2017. The College has not determined the effect of this Statement.

GASB Statement No. 83, *Certain Asset Retirement Obligations* establishes criteria for determining the timing and pattern recognition of a liability and a corresponding deferred outflow of resources for asset retirement obligations, and requires the current value of a government’s asset retirement obligations to be adjusted for the effects of general inflation or deflation at least annually. The requirements of this Statement are effective for reporting period in which the measurement date of the pension liability is after June 15, 2018. The College has not determined the effect of this Statement.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2017

GASB Statement No. 84, *Fiduciary Activities* establishes criteria for identifying fiduciary activities of all state and local governments. This statement also provides for recognition of a liability to the beneficiaries in a fiduciary fund when an event has occurred that compels the government to disburse fiduciary resources. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018. The College has not determined the effect of this Statement.

GASB Statement No. 85, *Omnibus 2017*, addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other post-employment benefits [OPEB]). The requirements of this Statement are effective for reporting periods beginning after June 15, 2017. The College has not determined the effect of this Statement.

GASB Statement No. 86, *Certain Debt Extinguishment Issues*, improves consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources are placed in an irrevocable trust for the sole purpose of extinguishing debt. The requirements of this Statement are effective for reporting periods beginning after June 15, 2017. The College has not determined the effect of this Statement.

GASB Statement No. 87, *Leases*, improves accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. The College has not determined the effect of this Statement.

NOTE 14 – PRIOR PERIOD RESTATEMENT

Fixed assets have been adjusted as of the beginning of the year in order to correct overstatements/understatements in several categories as of June 30, 2016. As a result the beginning net position was restated as follows

	Business-Type Activities
Balance at July 1, 2016	\$83,814,812
Fixed asset adjustment	<u>(273,357)</u>
Balance at July 1, 2016, as restated	<u>\$83,541,455</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2017

SURS Pension Information for the Year Ended June 30, 2017

Changes of benefit terms. There were no benefit changes recognized in the total Pension Liability as of June 30, 2016.

Changes of assumptions. In accordance with Illinois Compiled Statutes, 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, 2010 to June 30, 2014 was performed in February 2015, resulting in the adoption of new assumptions as of June 30, 2015.

Mortality rates. Change from the RP 2000 Mortality table projected to 2017, sex distinct, to the RP-2014 mortality tables with projected generational mortality improvement. Change to a separate mortality assumption for disabled participants.

Salary increase. Change assumptions to service-based rates, ranging from 3.75 percent to 15.00 percent based on years of service, with underlying wage inflation of 3.75 percent.

Normal retirement rates. Change to retirement rates at ages younger than 60, age 66, and ages 70-79 to reflect observed experiences.

Early retirement rates. Change to a slight increase to the rates at ages 55 and 56.

Turnover rates. Change to produce lower expected turnover for members with less than 10 years of service and higher turnover for members with more than 10 years of service than the currently assumed rates.

Disability rates. Decrease rates and have separate rates for males and females to reflect observed experience.

Dependent assumption. Maintain the current assumption on marital status that varies by age and sex and the assumption that males are three years older than their spouses

**ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

<u>Schedule of Share of Net Pension Liability</u>	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>
(a) Proportion Percentage of the Collective Net Pension Liability	0%	0%	0%
(b) Proportion Amount of the Collective Net Pension Liability	\$0	\$0	\$0
(c) Portion of Nonemployer Contributing Entities' Total Proportion of Collective Net Pension Liability associated with Employer	<u>\$70,997,465</u>	<u>\$76,247,693</u>	<u>\$82,508,567</u>
Total (b) + (c)	<u>\$70,997,465</u>	<u>\$76,247,693</u>	<u>\$82,508,567</u>
 Employer DB Covered Payroll	 \$11,832,198	 \$11,751,821	 \$11,513,382
Proportion of Collective Net Pension Liability associated with Employer as a percentage of DB covered payroll	600.04%	648.82%	716.63%
 SURS Plan Net Position as a Percentage of Total Pension Liability	 44.39%	 42.37%	 39.57%

<u>Schedule of Contributions</u>	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>
Federal, Trust, Grant and Other contribution	\$53,109	\$52,540	\$51,813	\$46,853
Contribution in relation to required contribution	\$53,109	\$52,540	\$51,813	\$46,853
Contribution deficiency (excess)	\$0	\$0	\$0	\$0
 Employer Covered Payroll Contributions as a percentage of covered payroll	 \$445,922 11.9%	 \$448,672 11.7%	 \$408,299 12.7%	 \$373,927 12.5%
 On-Behalf Payments for Community College Health Insurance Program	 \$56,393	 \$57,592	 \$58,392	 \$56,819

*Note: The System 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.

Fiscal Year 2017 Total DB contributions: \$898,275
Fiscal Year 2017 Total SMP Contributions: \$184,535



**STATISTICAL
SECTION**

**STATISTICAL SECTION
(UNAUDITED)**

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
STATISTICAL SECTION
June 30, 2017

The statistical section of the College's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information presented in the financial statements, note disclosures, and required supplementary information says about the College's overall financial health.

	PAGE
Financial Trends	43 - 51
These schedules contain trend information to help the reader understand how the College's financial performance and well-being have changed over time.	
Revenue Capacity	52 - 53
These schedules contain information to help the reader assess the College's most significant local revenue source, the property tax.	
Debt Capacity	54 - 57
These schedules present information to help the reader assess the affordability of the College's current levels of outstanding debt and the ability to issue additional debt in the future.	
Demographic and Economic Information	58 - 61
These schedules offer demographic and economic indicators to help the reader understand the environment within which the College's financial activities take place.	
Operating Information	62 - 64
These schedules contain service and infrastructure data to help the reader understand how the information in the College's financial report relates to the services the College provides and the activities it performs.	

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

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT NO. 513
 SCHEDULE OF NET POSITION BY COMPONENT
 Fiscal Years 2008 to 2017

	2017	2016	2015	2014	For the year ended June 30			2010	2009	2008
					2013	2012	2011	2010	2009	2008
Net investment in capital assets	\$ 60,997,398	\$ 61,901,235	\$ 61,986,034	\$ 61,588,437	\$ 58,486,000	\$ 37,384,222	\$ 31,806,680	\$ 29,637,009	\$ 28,307,540	\$ 24,469,114
Restricted - expendable	12,181,601	12,891,136	13,546,036	12,425,192	14,424,062	15,527,340	15,539,432	17,068,273	18,802,170	20,923,252
Unrestricted	10,252,464	8,749,084	9,885,156	10,751,959	10,675,932	11,574,003	11,035,274	10,525,343	9,546,742	9,244,849
Total primary government net position	<u>\$ 83,431,463</u>	<u>\$ 83,541,455</u>	<u>\$ 85,417,226</u>	<u>\$ 84,765,588</u>	<u>\$ 83,585,994</u>	<u>\$ 64,485,565</u>	<u>\$ 58,381,386</u>	<u>\$ 57,230,625</u>	<u>\$ 56,656,452</u>	<u>\$ 54,637,215</u>

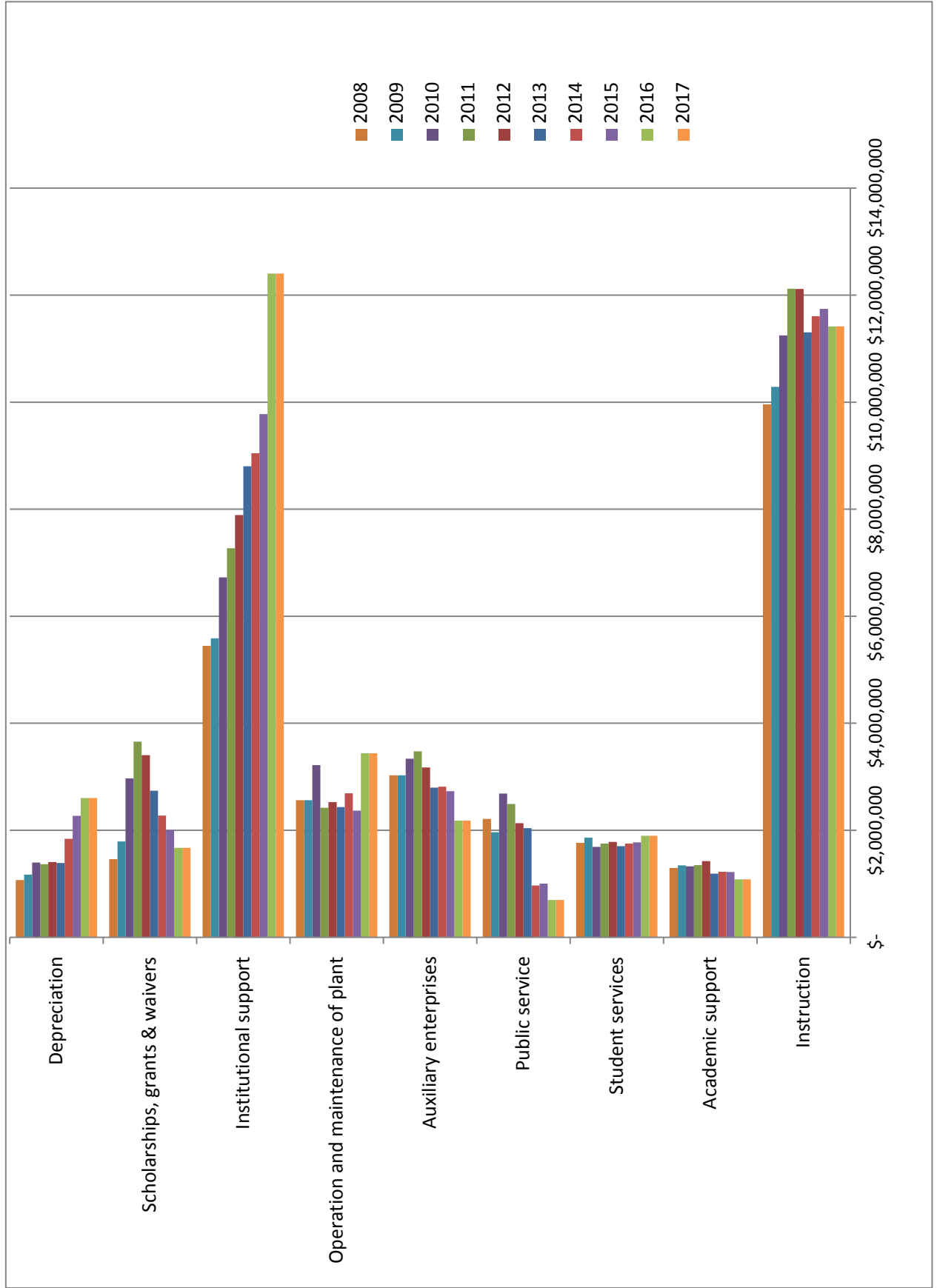
ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SCHEDULE OF EXPENSES BY ACTIVITY
Fiscal Years 2008 to 2017

	For the Year Ended June 30 (amounts expressed as dollars)									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Instruction	\$ 11,416,219	\$ 11,785,294	\$ 11,744,378	\$ 11,603,759	\$ 11,305,599	\$ 12,114,136	\$ 12,119,533	\$ 11,245,392	\$ 10,283,920	\$ 9,956,513
Academic support	1,083,558	1,318,002	1,220,861	1,226,774	1,188,916	1,422,922	1,350,294	1,325,806	1,344,172	1,294,929
Student services	1,898,132	1,940,902	1,775,280	1,751,529	1,701,670	1,781,950	1,752,267	1,688,120	1,863,598	1,764,588
Public service	699,041	872,473	1,005,862	966,729	2,041,780	2,130,948	2,491,189	2,688,563	1,965,890	2,211,767
Auxiliary enterprises	2,183,258	2,383,384	2,733,107	2,815,069	2,798,055	3,175,818	3,474,844	3,337,671	3,025,532	3,027,845
Operation and maintenance of plant	3,439,203	2,799,815	2,367,544	2,689,336	2,432,429	2,528,460	2,420,383	3,216,324	2,564,758	2,563,569
Institutional support	12,402,823	10,510,561	9,776,872	9,045,566	8,803,723	7,888,725	7,269,580	6,723,990	5,585,393	5,446,687
Scholarships, grants & waivers	1,674,581	1,728,721	2,005,703	2,274,805	2,740,414	3,403,882	3,657,967	2,968,027	1,790,768	1,460,726
Depreciation	2,604,562	2,507,943	2,268,484	1,839,605	1,389,737	1,409,052	1,366,818	1,398,588	1,173,897	1,068,504
Total Operating Expenses	37,401,377	35,847,095	34,898,091	34,213,172	34,402,323	35,855,893	35,902,875	34,592,481	29,597,928	28,795,128
Loss on disposal of assets	-	-	264,689	-	-	5,088	-	-	8,728	-
Interest on capital debt	4,085	21,278	49,141	76,198	104,485	133,789	121,248	172,708	223,668	272,067
Total Nonoperating Expenses	4,085	21,278	313,830	76,198	104,485	138,877	121,248	172,708	232,396	272,067
Total Expenses	\$ 37,405,462	\$ 35,868,373	\$ 35,211,921	\$ 34,289,370	\$ 34,506,808	\$ 35,994,770	\$ 36,024,123	\$ 34,765,189	\$ 29,830,324	\$ 29,067,195

	For the Year Ended June 30 (percent of total)									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Instruction	30.5%	32.9%	33.4%	33.8%	32.8%	33.7%	33.6%	32.3%	34.5%	34.3%
Academic support	2.9%	3.7%	3.5%	3.6%	3.4%	4.0%	3.7%	3.8%	4.5%	4.5%
Student services	5.1%	5.4%	5.0%	5.1%	4.9%	5.0%	4.9%	4.9%	6.2%	6.1%
Public service	1.9%	2.4%	2.9%	2.8%	5.9%	5.9%	6.9%	7.7%	6.6%	7.6%
Auxiliary enterprises	5.8%	6.6%	7.8%	8.2%	8.1%	8.8%	9.6%	9.6%	10.1%	10.4%
Operation and maintenance of plant	9.2%	7.8%	6.7%	7.8%	7.0%	7.0%	6.7%	9.3%	8.6%	8.8%
Institutional support	33.2%	29.3%	27.8%	26.4%	25.5%	21.9%	20.2%	19.3%	18.7%	18.7%
Scholarships, grants & waivers	4.5%	4.8%	5.7%	6.6%	7.9%	9.5%	10.2%	8.5%	6.0%	5.0%
Depreciation	7.0%	7.0%	6.4%	5.4%	4.0%	3.9%	3.8%	4.0%	3.9%	3.7%
Total Operating Expenses	100.0%	99.9%	99.1%	99.8%	99.7%	99.6%	99.7%	99.5%	99.2%	99.1%
Loss on disposal of assets	0.0%	0.0%	0.8%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Interest on capital debt	0.0%	0.1%	0.1%	0.2%	0.3%	0.4%	0.3%	0.5%	0.7%	0.9%
Total Nonoperating Expenses	0.0%	0.1%	0.9%	0.2%	0.3%	0.4%	0.3%	0.5%	0.8%	0.9%
Total Expenses	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Note: Fiscal years 2007 - 2010 have been restated to reflect the current presentation of federal scholarships refunded to students

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
EXPENSES BY ACTIVITY
Fiscal Years 2008 to 2017



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SCHEDULE OF EXPENSES BY USE
Fiscal Years 2008 to 2017

For the Year Ended June 30
(amounts expressed in dollars)

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Salaries	\$ 14,534,236	\$ 14,932,550	\$ 14,768,919	\$ 14,501,581	\$ 14,732,641	\$ 15,707,408	\$ 16,358,004	\$ 15,559,450	\$ 14,752,051	\$ 14,514,568
Benefits	11,974,367	9,736,654	8,725,238	7,998,401	7,829,898	6,938,924	6,011,994	5,331,868	4,299,496	3,943,508
Contractual services	2,375,428	2,015,276	2,274,899	1,835,803	2,357,725	2,379,000	2,201,590	2,964,495	1,765,125	1,728,977
Materials and supplies	2,742,520	3,402,702	3,297,094	4,101,606	3,529,029	3,866,494	4,287,789	4,487,747	3,715,039	3,794,408
Conference and travel	131,902	181,876	187,609	191,255	257,131	315,367	462,478	458,397	404,272	480,628
Fixed costs	568,198	536,250	661,759	667,970	729,991	748,660	628,680	507,145	553,269	555,489
Utilities	795,584	805,123	708,386	802,146	669,398	702,697	790,689	791,908	969,694	1,075,178
Depreciation	2,604,562	2,507,943	2,268,484	1,839,605	1,389,737	1,409,052	1,366,818	1,398,588	1,173,897	1,068,504
Scholarships	1,674,581	1,728,721	2,005,703	2,274,805	2,906,773	3,788,291	3,794,833	3,092,883	1,965,085	1,633,868
Total operating expenses	37,401,377	35,847,095	34,898,091	34,213,172	34,402,323	35,855,893	35,902,875	34,592,481	29,597,928	28,795,128
Loss on disposal of assets	-	-	264,689	-	-	5,088	-	-	8,728	-
Interest on capital asset-related debt	4,085	21,278	49,141	76,198	104,485	133,789	121,248	172,708	223,668	272,067
Total nonoperating expenses	4,085	21,278	313,830	76,198	104,485	138,877	121,248	172,708	232,396	272,067
Total expenses	\$ 37,405,462	\$ 35,868,373	\$ 35,211,921	\$ 34,289,370	\$ 34,506,808	\$ 35,994,770	\$ 36,024,123	\$ 34,765,189	\$ 29,830,324	\$ 29,067,195

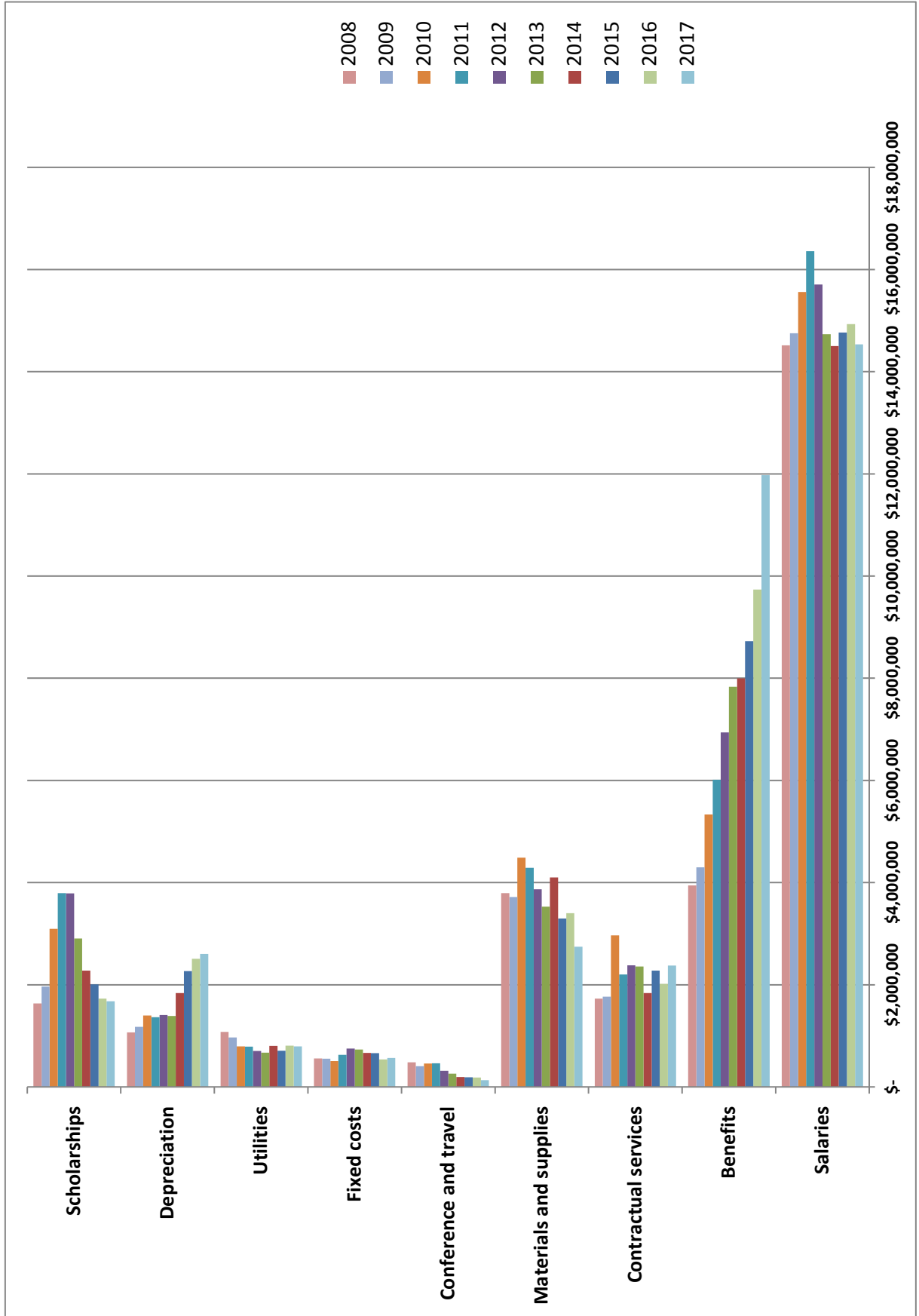
For the Year Ended June 30
(amounts expressed in dollars)

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Salaries	38.9%	41.6%	41.9%	42.3%	42.7%	43.6%	45.4%	44.8%	49.5%	49.9%
Benefits	32.0%	27.1%	24.8%	23.3%	22.7%	19.3%	16.7%	15.3%	14.4%	13.6%
Contractual services	6.4%	5.6%	6.5%	5.4%	6.8%	6.6%	6.1%	8.5%	5.9%	5.9%
Materials and supplies	7.3%	9.5%	9.4%	12.0%	10.2%	10.7%	11.9%	12.9%	12.5%	13.1%
Conference and travel	0.4%	0.5%	0.5%	0.6%	0.7%	0.9%	1.3%	1.3%	1.4%	1.7%
Fixed costs	1.5%	1.5%	1.9%	1.9%	2.1%	2.1%	1.7%	1.5%	1.9%	1.9%
Utilities	2.1%	2.2%	2.0%	2.3%	1.9%	2.0%	2.2%	2.3%	3.3%	3.7%
Depreciation	7.0%	7.0%	6.4%	5.4%	4.0%	3.9%	3.8%	4.0%	3.9%	3.7%
Scholarships	4.5%	4.8%	5.7%	6.6%	8.4%	10.5%	10.5%	8.9%	6.6%	5.6%
Total operating expenses	100.0%	99.9%	99.1%	99.8%	99.7%	99.6%	99.7%	99.5%	99.2%	99.1%
Loss on disposal of assets	0.0%	0.0%	0.8%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Interest on capital asset-related debt	0.0%	0.1%	0.1%	0.2%	0.3%	0.4%	0.3%	0.5%	0.7%	0.9%
Total nonoperating expenses	0.0%	0.1%	0.9%	0.2%	0.3%	0.4%	0.3%	0.5%	0.8%	0.9%
Total expenses	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Note: Fiscal years 2006 - 2010 have been restated to reflect the current presentation of federal scholarships refunded to students

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
EXPENSES BY USE

Fiscal Years 2008 to 2017



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT NO. 513
SCHEDULE OF REVENUES BY SOURCE
 Fiscal Years 2008 to 2017

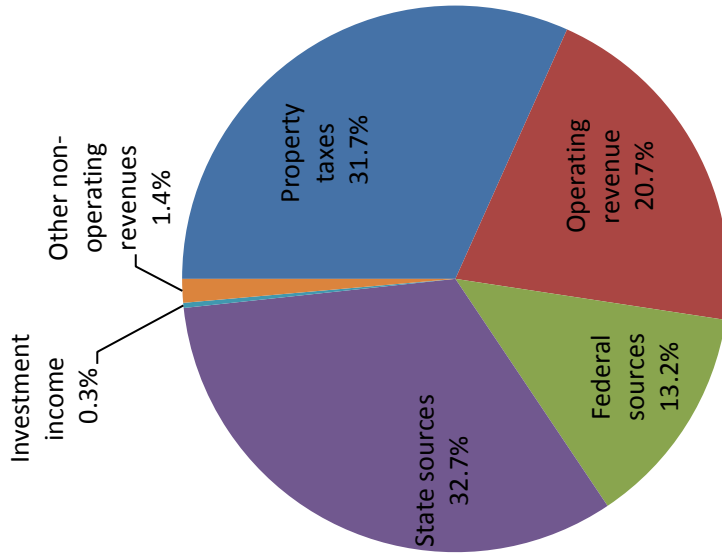
	For the Year Ended June 30									
	(amounts expressed in dollars)									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Student tuition and fees (net of scholarship allowances)	\$ 5,800,155	\$ 5,704,378	\$ 5,147,958	\$ 4,890,667	\$ 4,726,299	\$ 4,825,112	\$ 4,947,555	\$ 4,849,401	\$ 4,438,593	\$ 4,432,421
Sales and services of educational and other activities	62,803	231,305	330,812	631,671	575,135	1,055,715	982,380	1,191,923	1,411,966	1,393,371
Sales and services of auxiliary enterprises	1,847,787	2,084,673	2,129,023	2,270,375	2,394,079	2,769,244	3,083,818	3,224,808	2,935,532	2,817,319
Other operating revenues	-	-	-	-	-	-	-	-	-	-
Total operating revenues	7,710,745	8,020,356	7,607,793	7,792,713	7,695,513	8,650,071	9,013,753	9,266,132	8,786,091	8,643,111
State appropriations	12,179,180	8,802,272	9,914,716	9,027,532	8,878,218	7,891,362	7,494,104	6,779,055	6,503,370	6,685,409
Federal grants and appropriations	4,916,085	5,186,832	5,932,492	5,855,095	7,377,299	8,454,104	8,799,194	7,766,482	4,833,568	4,635,730
Property taxes	11,839,594	11,627,742	11,462,581	11,303,277	11,415,502	11,589,105	11,472,665	10,978,512	10,335,680	10,521,623
Investment income	126,869	78,364	37,710	57,540	221,143	346,681	274,781	417,767	758,352	1,363,327
Other nonoperating revenues	522,997	550,393	223,969	1,067,596	217,496	152,983	120,387	131,414	82,500	98,563
Total nonoperating revenues	29,584,725	26,245,603	27,571,468	27,311,040	28,109,658	28,434,235	28,161,131	26,073,230	22,513,470	23,304,652
Total revenues	\$ 37,295,470	\$ 34,265,959	\$ 35,179,261	\$ 35,103,753	\$ 35,805,171	\$ 37,084,306	\$ 37,174,884	\$ 35,339,362	\$ 31,299,561	\$ 31,947,763

	For the Year Ended June 30									
	(percentage of total)									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Student tuition and fees (net of scholarship allowances)	15.6%	16.6%	14.6%	13.9%	13.2%	13.0%	13.3%	13.7%	14.2%	13.9%
Sales and services of educational and other activities	0.2%	0.7%	0.9%	1.8%	1.6%	2.8%	2.6%	3.4%	4.5%	4.4%
Sales and services of auxiliary enterprises	5.0%	6.1%	6.1%	6.5%	6.7%	7.5%	8.3%	9.1%	9.4%	8.8%
Other operating revenues	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total operating revenues	20.7%	23.4%	21.6%	22.2%	21.5%	23.3%	24.2%	26.2%	28.1%	27.1%
State appropriations	32.7%	25.7%	28.2%	25.7%	24.8%	21.3%	20.2%	19.2%	20.8%	20.9%
Federal grants and appropriations	13.2%	15.1%	16.9%	16.7%	20.6%	22.8%	23.7%	22.0%	15.4%	14.5%
Property taxes	31.7%	33.9%	32.6%	32.2%	31.9%	31.3%	30.9%	31.1%	33.0%	32.9%
Investment income	0.3%	0.2%	0.1%	0.2%	0.6%	0.9%	0.7%	1.2%	2.4%	4.3%
Other nonoperating revenues	1.4%	1.6%	0.6%	3.0%	0.6%	0.4%	0.3%	0.4%	0.3%	0.3%
Total nonoperating revenues	79.3%	76.6%	78.4%	77.8%	78.5%	76.7%	75.8%	73.8%	71.9%	72.9%
Total revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

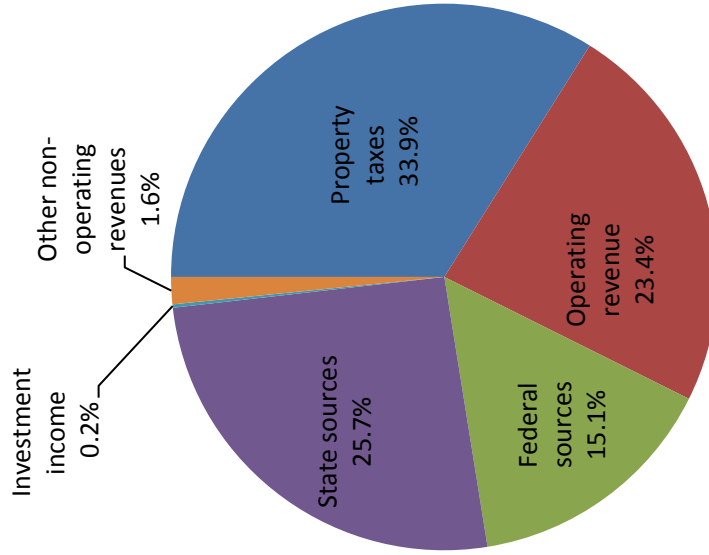
Note: Fiscal years 2007 - 2010 have been restated to reflect the current presentation of federal scholarships refunded to students

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
REVENUES BY SOURCE

Fiscal Year 2017



Fiscal Year 2016



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
 SCHEDULE OF OTHER CHANGES IN NET POSITION
 Fiscal Years 2008 to 2017

	For the Year Ended June 30									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Income before other changes in net position	\$ (109,992)	\$ (1,602,414)	\$ 232,027	\$ 814,383	\$ (189,599)	\$ 1,089,536	\$ 1,144,762	\$ 574,173	\$ 1,469,237	\$ 2,880,568
State capital grants and appropriations	-	-	419,611	-	17,802,066	5,014,643	5,999	-	550,000	-
Federal capital grants and appropriations	-	-	-	-	-	-	-	-	-	-
Total change in net position	\$ (109,992)	\$ (1,602,414)	\$ 651,638	\$ 814,383	\$ 17,612,467	\$ 6,104,179	\$ 1,150,761	\$ 574,173	\$ 2,019,237	\$ 2,880,568

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
TUITION AND FEES
Last Ten Academic Years

Academic Year Beginning in Fall	Illinois Valley	Illinois Peer Community Colleges*	Illinois Community College Highest	Illinois Community College Lowest	Illinois Community College Average
2017	\$ 130.00	\$ 129.83	\$ 171.00	\$ 115.00	\$ 140.80
2016	124.00	123.21	158.50	108.00	133.42
2015	119.00	116.72	152.75	98.00	125.49
2014	111.00	109.55	145.00	92.00	118.77
2013	101.00	105.63	140.00	92.00	112.65
2012	91.77	101.30	138.00	89.00	107.89
2011	83.52	98.30	138.00	83.52	103.89
2010	75.75	92.80	134.50	75.75	98.26
2009	69.75	81.30	131.00	67.00	88.10
2008	67.75	75.94	127.00	63.00	84.04

Sources: ICCB Data and Characteristics of the Illinois Public Community College System 1997-2011.
 ICCB Tuition and Fee Survey 2012-2017

*Colleges included in the Illinois Community College Board peer group are:
 Illinois Eastern Community College, Kankakee Community College, Lake Land Community College,
 Lewis and Clark Community College, John A. Logan College and McHenry Community College.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
 SCHEDULE OF PROPERTY TAX EQUALIZED ASSESSED VALUATIONS
 Last Ten Fiscal Years

Levy Year	Residential Property	Commercial Property	Industrial Property*	Farm Property	Mineral Property*	Railroad Property	Total Equalized Assessed Valuation	Total Tax Rate	Estimated Total Extension	Increase/ (Decrease) EAV	Increase/ (Decrease) Extension
2016	\$ 1,326,502,043	\$ 388,874,564	\$ 679,148,944	\$ 640,677,122	\$ 13,576,395	\$ 42,032,789	\$ 3,090,811,857	36.64	\$ 11,325,222	2.6%	0.0%
2015	1,293,658,791	389,722,994	660,383,138	615,511,369	14,176,543	38,788,078	3,012,240,913	37.60	11,326,628	0.6%	2.0%
2014	1,282,470,013	385,336,833	676,143,794	598,888,483	14,673,658	36,870,478	2,994,383,259	37.07	11,100,179	-0.9%	0.7%
2013	1,317,865,672	387,331,269	700,227,792	564,174,808	15,052,233	35,646,096	3,020,297,870	36.51	11,027,108	-1.2%	2.0%
2012	1,389,099,352	394,340,909	693,001,393	538,577,691	9,729,372	32,364,796	3,057,113,513	35.36	10,809,953	-2.4%	-2.1%
2011	1,477,601,397	401,802,370	704,932,628	515,788,889	2,252,229	30,418,799	3,132,796,312	35.23	11,036,841	-1.6%	-1.3%
2010	1,531,749,242	396,608,320	694,638,725	499,361,239	34,685,705	26,060,324	3,183,103,555	35.12	11,179,060	-0.5%	0.9%
2009	1,588,567,835	400,966,271	685,325,088	479,203,345	21,475,553	23,105,952	3,198,644,044	34.65	11,083,078	11.5%	9.0%
2008	1,588,318,680	400,961,722	406,110,977	452,850,028	716,246	19,449,782	2,868,407,435	35.45	10,168,504	5.3%	3.9%
2007	1,519,676,401	373,913,066	394,561,413	419,693,709	603,994	16,865,933	2,725,314,516	35.92	9,789,330	6.1%	-5.3%

*Wind turbines were classified as mineral property in 2009 and 2010. All other years are recorded as industrial property.

Note: Assessed value is computed by various county clerk offices and is equal to approximately one-third of the estimated actual value. Tax rates are assessed in dollars per hundred of equalized assessed value.

Sources: Bureau, DeKalb, Gundy, LaSalle, lee, Livingston, Marshall, and Putnam County Clerk Offices

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SCHEDULE OF PROPERTY TAX LEVIES AND COLLECTIONS
 Last Ten Fiscal Years

Tax Levy Year	Fiscal Year	Final Tax Levy	Collected within the Fiscal Year of the Levy			Collected in Subsequent Years			Total Collections to Date	
			Amount	Percentage of Levy	Amount	Percentage of Levy	Amount	Percentage of Levy	Amount	Percentage of Levy
2016	2018	\$11,325,222	\$ 4,054	0.04%	\$ -	0.04%	\$ 4,054	0.04%		
2015	2017	11,326,628	4,028	0.04%	11,197,637	0.04%	11,201,665	98.90%		
2014	2016	11,100,109	3,816	0.03%	11,003,035	0.03%	11,006,851	99.16%		
2013	2015	11,030,059	3,713	0.03%	11,004,661	0.03%	11,008,374	99.80%		
2012	2014	10,874,709	3,459	0.03%	10,744,383	0.03%	10,747,842	98.83%		
2011	2013	11,044,966	3,371	0.03%	10,979,938	0.03%	10,983,309	99.44%		
2010	2012	11,179,060	3,334	0.03%	11,175,488	0.03%	11,178,822	100.00%		
2009	2011	11,083,078	279,834 *	2.52%	10,380,189	2.52%	10,660,023	96.18%		
2008	2010	10,158,381	25,527 *	0.25%	10,074,442	0.25%	10,099,969	99.42%		
2007	2009	10,111,961	2,611	0.03%	9,835,512	0.03%	9,838,123	97.29%		

Note: Property taxes in Illinois Valley Community College District #513 are due in two installments in the calendar year following the levy. District #513 includes eight counties - LaSalle, Bureau, Putnam, Marshall, Lee, Livingston, Grundy and DeKalb.

* In fiscal year 2010 and 2011, Putnam County disbursed real estate tax payments prior to July 1. In most years, DeKalb County is the only county to disburse prior to July 1.

Source: College Records

**ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SCHEDULE OF DEBT MATURITIES**

<u>Fiscal Year</u>	<u>Bond Number</u>	<u>Interest Rate</u>	<u>Amounts Due During Year</u>			<u>June 30 Unpaid Principal Balance</u>
			<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
2017	504372DF7	2.500%	\$ 265,000	\$ 3,312	\$ 268,312	\$ -

CAPITAL LEASE OBLIGATIONS

<u>Fiscal Year</u>	<u>Lease Payment</u>	<u>Implied Interest</u>	<u>Present Value</u>
2018	\$ 8,500	\$ 1,249	\$ 7,251
2019	23,262	432	22,830
2020	11,362	261	11,101

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SCHEDULE OF RATIOS OF OUTSTANDING DEBT
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Equalized Assessed Value	Ratio of Net General Bonded Debt to Assessed Value		Population (Estimated)*	Net Bonded Debt Per Capita	Capital Leases	Total Outstanding Debt		Per Capita	Ratio of Outstanding Debt to Household Income**
			Value	%				Outstanding Debt	Outstanding Debt		
2017	\$ -	\$ 3,090,811,857	0.000%		144,885	0	\$ 41,182	\$ 41,182	0	Unavailable	
2016	265,000	3,012,240,913	0.009%		145,785	2	56,989	321,989	2	0.01%	
2015	1,510,000	2,994,383,259	0.050%		146,192	10	-	1,510,000	10	0.04%	
2014	2,725,000	3,020,297,870	0.090%		147,293	19	-	2,725,000	19	0.07%	
2013	3,910,000	3,057,113,513	0.128%		148,429	26	-	3,910,000	26	0.10%	
2012	5,000,000	3,132,796,312	0.160%		149,344	33	-	5,000,000	33	0.14%	
2011	1,206,210	3,183,103,555	0.038%		150,122	8	-	1,206,210	8	0.03%	
2010	2,354,963	3,198,644,044	0.074%		147,673	16	-	2,354,963	16	0.06%	
2009	3,447,255	2,868,407,435	0.120%		147,820	23	-	3,447,255	23	0.07%	
2008	4,488,587	2,725,372,607	0.165%		148,147	30	-	4,488,587	30	0.10%	

Source: * David Ault @ SIU-E

Note: ** Ratios calculated using population and equalized assessed valuation from prior calendar year.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SCHEDULE OF BOND COVERAGE
Last Ten Fiscal Years

Community College Bonds, Series 1999

Fiscal Year	Debt Service Requirements				Coverage Ratio
	Tax Levy	Principal	Interest	Total	
2012	\$ 1,262,517	\$ 1,265,000	\$ -	\$ 1,265,000	1.00
2011	1,267,428	1,265,000	-	1,265,000	1.00
2010	1,265,147	1,265,000	-	1,265,000	1.00
2009	1,271,211	1,270,000	-	1,270,000	1.00
2008	1,267,298	1,265,000	-	1,265,000	1.00

Community College Bonds, Series 2011

Fiscal Year	Debt Service Requirements				Coverage Ratio
	Tax Levy	Principal	Interest	Total	
2017	\$ -	\$ 265,000	\$ 3,312	\$ 268,312	0.00
2016	268,692	1,245,000	22,188	1,267,188	0.21
2015	1,267,188	1,215,000	51,419	1,266,419	1.00
2014	1,266,419	1,185,000	78,419	1,263,419	1.00
2013	1,263,419	1,090,000	171,840	1,261,840	1.00
2012	-	-	75,000	75,000	0.00

Note: Community College Bonds, Series 1999 were issued as "zero coupon", or capital appreciation bonds.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

Fiscal Year	Debt Limit	Total Debt Applicable to Limit	Legal Debt Margin	Percentage of Debt Limit
2017	\$ 88,860,841	\$ -	\$ 88,860,841	0.00%
2016	86,601,926	265,000	86,336,926	0.31%
2015	86,088,519	1,510,000	84,578,519	1.75%
2014	86,833,564	2,725,000	84,108,564	3.14%
2013	87,892,013	3,910,000	83,982,013	4.45%
2012	90,067,894	5,000,000	85,067,894	5.55%
2011	91,514,227	1,206,211	90,308,016	1.32%
2010	91,961,016	2,349,963	89,611,053	2.56%
2009	82,466,714	3,447,255	79,019,459	4.18%
2008	78,352,792	4,488,587	73,864,205	5.73%

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Calendar Years

Calendar Year	District Population*	Total Household Income*	Median Household Income	Household Income Per Capita*	State Unemployment Rate**	LaSalle, Bureau, & Putnam Counties Unemployment Rate**
2016	144,885	\$ 3,917,091,839	\$ 52,438	\$ 39,967	4.7%	6.0%
2015	145,785	3,601,183,290	50,868	39,216	6.4%	6.5%
2014	146,192	3,714,549,127	56,751	38,751	7.1%	8.0%
2013	147,293	3,778,614,731	53,046	39,189	9.1%	10.2%
2012	148,429	3,745,136,976	52,762	37,245	9.0%	9.9%
2011	149,344	3,644,444,327	51,484	36,964	9.7%	10.5%
2010	150,122	4,127,895,340	49,445	35,948	10.4%	11.7%
2009	147,673	4,209,381,630	50,221	34,104	10.2%	11.9%
2008	147,820	4,867,151,311	52,238	33,042	6.3%	7.6%
2007	148,147	4,700,432,905	50,740	31,728	5.0%	5.9%

Sources:

*David Ault @SIU-E

**<http://www.ides.illinois.gov/Pages/default.aspx>

**ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
PRINCIPAL EMPLOYERS - BY NUMBER OF EMPLOYEES
CURRENT YEAR AND NINE YEARS AGO**

2017

2008

<u>Employer</u>	<u>Rank</u>	<u>City</u>	<u>No. of employees</u>	<u>% of Total Population</u>	<u>Employer</u>	<u>Rank</u>	<u>City</u>	<u>No. of employees</u>	<u>% of Total Population</u>
Exelon Corporation	1	Seneca	800	0.6%	Exelon Corporation	1	Seneca	920	0.6%
Wal-Mart Distribution Center	2	Spring Valley	800	0.6%	Wal-Mart Distribution Center	2	Spring Valley	800	0.5%
Peru Mall	3	Peru	800	0.6%	Clover Technologies	3	Ottawa	765	0.5%
OSF St Elizabeth	4	Ottawa	675	0.5%	Illinois Valley Community Hospital, Inc.	4	Peru	650	0.4%
St Margaret's Hospital	5	Spring Valley	650	0.4%	Community Hospital of Ottawa	5	Ottawa	645	0.4%
Illinois Valley Community Hospital, Inc.	6	Peru	640	0.4%	St Mary's Hospital	6	Streator	560	0.4%
Vector Manufacturing	7	Streator	575	0.4%	Illinois Valley Community College	7	Oglesby	525	0.4%
Illinois Valley Community College	8	Oglesby	536	0.4%	PetsMart	8	Ottawa	521	0.4%
Monterey Mushrooms	9	Princeton	500	0.3%	Martin Engineering	9	Neponset	504	0.3%
Ace Hardware Retail Support Center	10	Princeton	485	0.3%	Monterey Mushrooms	10	Princeton	500	0.3%
PetSmart	11	Ottawa	450	0.3%	St Margaret's Hospital	11	Spring Valley	485	0.3%
LCN - A division of Allegion	12	Princeton	440	0.3%	Ace Hardware Retail Support Center	12	Princeton	485	0.3%
Streator Results	13	Streator	400	0.3%	County of LaSalle	13	Ottawa	480	0.3%
Oak State Products	14	Wenona	400	0.3%	Ingersoll-Rand/LCN Division	14	Princeton	450	0.3%
Tyson Fresh Meats, Inc.	15	Ottawa	394	0.3%	Wal-Mart Store	15	Peru	450	0.3%
DSI	16	Streator	390	0.3%	Sabic Innovative Plastics	16	Ottawa	450	0.3%
Wal-Mart Store	17	Peru	365	0.3%	Vector Manufacturing	17	Streator	430	0.3%
Eakas Corporation	18	Peru	365	0.3%	Wal-Mart Store	18	Ottawa	412	0.3%
Advantage Logistics	19	Oglesby	345	0.2%	Perry Memorial Hospital	19	Princeton	400	0.3%

Source: Illinois Valley Area Chamber of Commerce
Ottawa Chamber of Commerce
Princeton Chamber of Commerce
Seneca Chamber of Commerce
Streator Chamber of Commerce

**ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
PRINCIPAL TAXPAYERS
CURRENT LEVY YEAR AND FIVE YEARS AGO**

Name	County	Type of Business of Property	2016 Equalized			2011 Equalized			Percent of District's Total EAV	Rank	Percent of District's Total EAV
			Assessed Valuation (million)	Rank	Percent of District's Total EAV	Assessed Valuation (million)	Rank	Percent of District's Total EAV			
Exelon Generation Co., LLC	LaSalle	Nuclear Power Plant	\$ 430,000,000	1	13.91%	\$ 504,000,000	1	13.91%	1	15.76%	
Marquis Energy	Putnam	Ethanol Plant	41,036,550	2	1.33%	17,349,017	2	1.33%	2	0.54%	
Wedron Silica Company	LaSalle	Mining	16,172,690	3	0.52%						
Silverleaf Resorts	LaSalle	Resort	15,487,009	4	0.50%	13,395,572	3	0.50%	3	0.42%	
Unimin Corp.	LaSalle	Mining	11,272,150	5	0.36%						
Tau Midwest (Petsmart)	LaSalle	Distribution Center	11,038,519	6	0.36%	11,032,005	5	0.36%	5	0.34%	
James Hardie	LaSalle	Building Products	9,262,856	7	0.30%	5,671,152	8	0.30%	8	0.18%	
Ace Hardware	Bureau	Distribution Center	9,001,200	8	0.29%	8,975,174	6	0.29%	6	0.28%	
Walmart Stores	Bureau	Distribution Center	6,969,006	9	0.23%	11,444,490	4	0.23%	4	0.36%	
BNSF Railway Company	Bureau	Railroad	6,776,962	10	0.22%						
Eakas Corp.	LaSalle	Manufacturing	5,817,974	11	0.19%						
Eugene & Dorothy Missel	LaSalle	Solar Farm	5,807,367	12	0.19%						
Walmart Real Estate Business Trust	LaSalle	Retail	5,119,218	13	0.17%	5,119,218	11	0.17%	11	0.16%	
Peru GKD Partners	LaSalle	Shopping Center	5,075,151	14	0.16%	8,135,756	7	0.16%	7	0.25%	
Iowa Interstate Railroad	Bureau	Railroad	4,852,750	15	0.16%						
DBM Holdings Inc.	LaSalle	Warehouse	4,740,976	16	0.15%	3,073,328	26	0.15%	26	0.10%	
Kohl's Department Store, Inc.	LaSalle	Distribution Center	4,627,922	17	0.15%	7,107,305	8	0.15%	8	0.22%	
Washington Mills Hennepin, Inc.	Putnam	Manufacturing	4,408,181	18	0.14%	3,991,013	13	0.14%	13	0.12%	
Del Monte Foods	LaSalle	Manufacturing	4,364,190	19	0.14%						
Gage Farms, Inc.	LaSalle	Industrial	3,995,016	20	0.13%						
Walmart Real Estate Business Trust	LaSalle	Retail	3,840,983	21	0.12%	3,840,983	16	0.12%	16	0.12%	
Supervalu	LaSalle	Distribution Center	3,814,894	22	0.12%	3,814,894	18	0.12%	18	0.12%	
Chicago Titite & Trust	LaSalle	Industrial	3,736,735	23	0.12%	3,727,376	19	0.12%	19	0.12%	
Independence Tube Corp.	LaSalle	Manufacturing	3,488,420	24	0.11%	3,488,420	20	0.11%	20	0.11%	
Walmart-Stores, Inc.	Bureau	Retail	3,484,503	25	0.11%						
Store Master Funding III LLC	LaSalle	Commercial Real Estate	3,330,104	26	0.11%						
Dynegy Midwest Generation, Inc.	Putnam	Electricity Generation	3,308,202	27	0.11%	3,020,606	23	0.11%	23	0.09%	
State Bank of Countryside Trust	LaSalle	Commercial Real Estate	3,166,666	28	0.10%	3,166,666	21	0.10%	21	0.10%	
Infra-Metals Property, LLC	LaSalle	Manufacturing	3,162,233	29	0.10%	3,162,233	22	0.10%	22	0.10%	
Con-Way Freight Inc.	LaSalle	Truck Terminal	3,133,020	30	0.10%	4,088,333	12	0.10%	12	0.13%	
			<u>\$ 640,291,447</u>		<u>20.72%</u>	<u>\$ 620,352,975</u>		<u>20.72%</u>		<u>19.62%</u>	

Source: Bureau, DeKalb, Grundy, LaSalle, Lee, Livingston, Marshall, and Putnam County Assessor Offices

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
 FACULTY, STAFF, AND ADMINISTRATOR STATISTICS
 FULL-TIME EQUIVALENT DATA
 Last Ten Fiscal Years

	Fiscal Year									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Faculty										
Part-time (FTE)	145	145	140	165	126	132	143	124	106	111
Full-time (FTE)	79	81	84	83	81	82	88	88	86	88
Percentage tenured	85%	88%	90%	88%	88%	88%	88%	90%	87%	88%
Staff and Administrators										
Part-time (FTE)	40	44	44	39	39	37	39	38	39	40
Full-time (FTE)	101	100	104	106	124	127	135	140	142	140
Total Employees										
Part-time (FTE)	185	189	184	204	165	169	182	162	145	151
Full-time (FTE)	180	181	188	189	205	209	223	228	228	228
Students per Full-Time Faculty	41	41	42	45	49	53	51	51	49	47
Students per Full-time Staff Member	32	33	34	35	32	34	33	32	30	29
Fall Semester Student Headcount	3,206	3,310	3,525	3,705	3,944	4,355	4,507	4,529	4,231	4,103
Average Annual Faculty Salary	\$ 70,245	\$ 69,612	\$ 68,190	\$ 66,524	\$ 66,823	\$ 64,323	\$ 62,930	\$ 61,050	\$ 58,641	\$ 56,312

Notes:

One FTE is equal to 2,080 hours of work.

One FTE for part-time faculty is equal to 30 credit hours multiplied by the average per credit hour pay rate.

Full-time overload is included in the part-time line.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
ADMISSIONS AND ENROLLMENT STATISTICS
 Last Ten Academic Years

	Fiscal Year									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Enrollment										
Annual Unduplicated Headcount (1)	5,164	5,534	5,760	6,303	6,566	7,360	8,315	8,361	8,131	7,755
Annual Full Time Equivalent Students	2,177	2,235	2,242	2,402	2,535	2,866	3,224	3,108	2,803	2,737
Full-time students (2)	0.41	39%	42%	40%	42%	43%	47%	46%	42%	44%
Part-time students	0.59	61%	58%	60%	58%	57%	53%	54%	58%	56%
Percentage of men	0.42	42%	42%	40%	41%	40%	45%	42%	42%	44%
Percentage of women	0.58	58%	58%	60%	59%	60%	55%	58%	58%	56%
Ethnicity Percentage										
American Indian	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Asian	1%	1%	1%	1%	1%	1%	1%	1%	1%	1%
Black	2%	2%	3%	2%	2%	2%	3%	3%	4%	4%
Hispanic	5%	5%	5%	6%	6%	6%	6%	7%	7%	6%
White	82%	84%	84%	85%	86%	86%	82%	84%	84%	83%
Not Indicated	10%	8%	7%	6%	5%	5%	8%	5%	4%	5%
Average age	23	23	24	24	25	25	26	25	25	26
Annual Credit Hours	65,319	67,056	67,249	72,054	76,056	85,983	96,728	93,251	84,100	82,095
Illinois Community College Board Reimbursed Credit Hours(3)	62,028	63,220	65,870	70,788	73,423	83,369	94,539	91,452	82,147	80,601

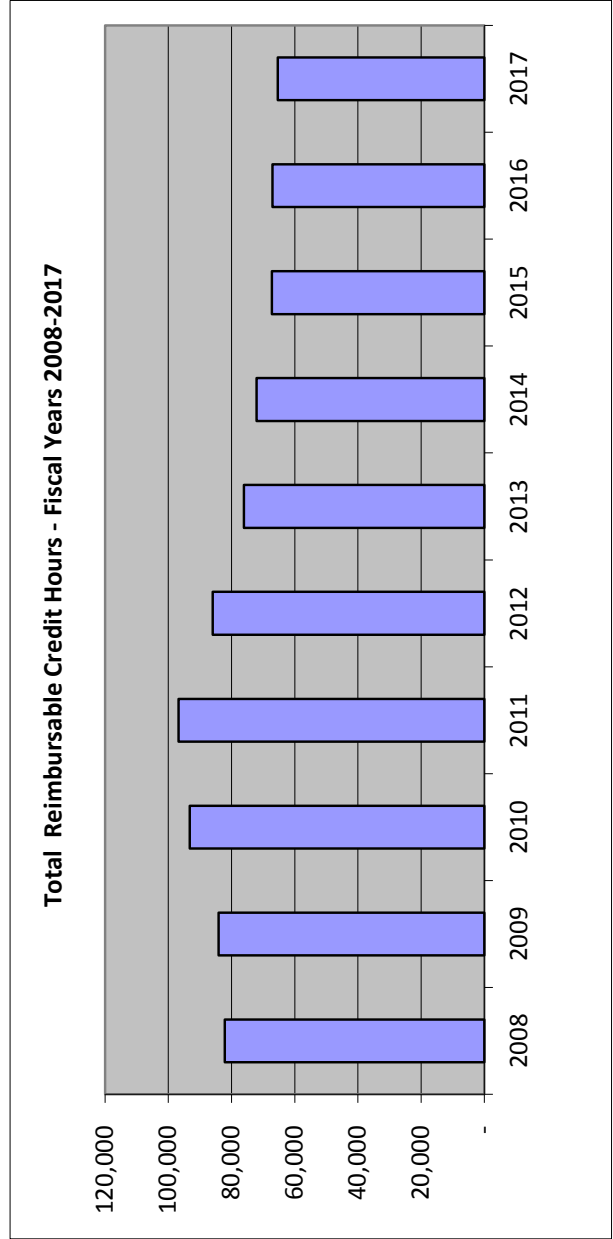
(1) Represents annual unduplicated credit hour students

(2) Percentages are based on Fall semester tenth-day demographics only

(3) Beginning in fiscal year 2003, credit hours generated with more than 50 percent restricted funds were no longer claimable for reimbursement by the Illinois Community College Board.

**ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
STUDENT ENROLLMENT DEMOGRAPHIC STATISTICS
BY CATEGORY
Last Ten Fiscal Years**

Fiscal Year	Business		Technical		Health		Remedial		Adult Basic/		Total Credit Hours
	Baccalaureate	Occupational	Occupational	Occupational	Occupational	Developmental	Secondary Education	Education	Hours		
2008	47,999	4,469	14,984	6,353	5,952	2,339	82,095				
2009	49,970	4,823	13,084	6,724	6,619	2,880	84,100				
2010	56,450	5,478	15,025	7,050	7,001	2,247	93,251				
2011	58,028	5,452	14,597	8,674	7,496	2,481	96,728				
2012	53,353	5,334	10,645	7,885	6,152	2,615	85,984				
2013	46,729	4,790	9,263	7,288	5,352	2,634	76,056				
2014	45,818	4,640	8,099	6,912	5,028	1,557	72,054				
2015	43,350	4,216	7,598	6,422	4,011	1,653	67,249				
2016	43,435	4,110	8,117	6,497	3,558	1,339	67,056				
2017	42,635	4,031	8,215	5,937	3,547	954	65,319				



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
CAPITAL ASSET STATISTICS
 Last Ten Fiscal Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Facilities Data:										
Size of campus (acres)	415	415	415	415	415	415	415	415	415	415
Number of permanent buildings	10	10	10	10	8	8	8	8	8	7
Gross square footage:										
As of June 30	431,962	431,962	431,962	431,962	335,435	335,435	335,435	335,435	335,435	335,435
Under construction	-	-	-	-	96,527	79,727	-	-	-	-
Net assignable square footage	254,927	253,627	253,627	253,908	176,021	176,021	176,021	176,021	176,021	176,021
Parking (acres)	16.1	16.1	16.1	16.1	16.1	16.1	16.1	16.1	16.1	16.9
Annual Full Time Equivalent Students	2,177	2,235	2,242	2,402	2,535	2,866	3,224	3,108	2,803	2,737
Annual Headcount	5,119	5,534	5,760	6,303	6,566	7,360	8,315	8,361	8,131	7,755
Net assignable square footage per full time equivalent	117.10	113.48	113.13	105.71	69.44	61.42	54.60	56.63	62.80	64.31
Prior Year District Population	unavailable	144,885	145,785	146,192	147,293	148,429	149,344	150,122	147,673	147,820
Headcount per 1,000 Population	unavailable	38.20	39.51	43.11	44.58	49.59	55.68	55.69	55.06	52.46
FTE Per 1,000 Population	unavailable	15.43	15.38	16.43	17.21	19.31	21.59	20.70	18.98	18.52



**SPECIAL REPORTS
SECTION**

SUPPLEMENTARY FINANCIAL INFORMATION

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
 COMBINED BALANCE SHEET
 ALL FUND TYPES
 June 30, 2017

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types		Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Trust and Agency Funds	General Fixed Assets	Long-Term Debt	
ASSETS AND OTHER DEBITS									
Assets									
Cash and cash equivalents	\$ 626,621	\$ 1,305,256	\$ 172,096	\$ 150,221	\$ 813,189	\$ 150,494	\$ -	\$ -	\$ 3,217,877
Investments	2,504,170	4,408,491	636,580	4,776,383	248,000	-	-	-	12,573,624
Receivables									
Property taxes	9,202,742	711,484	-	1,406,942	-	-	-	-	11,321,168
Governmental claims	1,623,527	353,584	-	-	-	548,660	-	-	2,525,771
Other	3,196,322	-	-	-	67,577	-	-	-	3,263,899
Accrued revenue	-	15,900	1,207	3,911	2,563	-	-	-	23,581
Due from other funds	842,096	16	-	-	-	-	-	-	842,112
Bookstore inventories	-	-	-	-	769,117	-	-	-	769,117
Deferred expenditures	206,002	58,412	-	-	9,769	-	-	-	274,183
Capital assets, net of accumulated depreciation	-	-	-	-	62,113	-	60,935,285	-	60,997,398
Other debits									
Amount available in Debt Service Fund	-	-	-	-	-	-	-	-	-
Amount to be provided to retire debt	-	-	-	-	-	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS	\$ 18,201,480	\$ 6,853,143	\$ 809,883	\$ 6,337,457	\$ 1,972,328	\$ 699,154	\$ 60,935,285	\$ -	\$ 95,808,730

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT NO. 513
 COMBINED BALANCE SHEET (Continued)
 ALL FUND TYPES
 June 30, 2017

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types		Account Groups			Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Trust and Agency Funds	General Fixed Assets	General Long-Term Debt				
LIABILITIES												
Accounts payable	\$ 56,033	\$ 7,877	\$ -	\$ -	\$ 12,935	\$ 6,864	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 83,709
Accrued salaries	964,882	20,581	-	-	12,123	-	-	-	-	-	-	997,586
Accrued liabilities	245,669	62,215	-	152,419	18,692	3,061	-	-	-	-	-	482,056
Due to other funds	16	291,703	-	-	-	550,393	-	-	-	-	-	842,112
Due to student groups	-	-	-	-	-	114,421	-	-	-	-	-	114,421
Deferred revenue												
Property taxes	4,603,015	355,871	-	703,726	-	-	-	-	-	-	-	5,662,612
Tuition and fees	3,980,973	190,587	-	-	-	-	-	-	-	-	-	4,171,560
Other	-	-	-	-	-	24,415	-	-	-	-	-	24,415
Other liabilities	2,060	2,407	-	-	-	-	-	-	-	-	-	4,467
Capital Lease Payable	-	-	-	-	41,182	-	-	-	-	-	-	41,182
Bonds payable	-	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	<u>9,852,648</u>	<u>931,241</u>	<u>-</u>	<u>856,145</u>	<u>84,932</u>	<u>699,154</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,424,120</u>
EQUITY AND OTHER CREDITS												
Investment in general fixed assets	-	-	-	-	62,113	-	60,935,285	-	-	-	-	60,997,398
Retained earnings - Unreserved	-	-	-	-	1,825,283	-	-	-	-	-	-	1,825,283
Fund balance (deficit)												
Reserved for grant purposes	-	-	-	-	-	-	-	-	-	-	-	-
Reserved for building purposes	-	-	-	5,481,312	-	-	-	-	-	-	-	5,481,312
Reserved for liability, protection and settlement	-	1,248,614	-	-	-	-	-	-	-	-	-	1,248,614
Reserved for debt service	-	-	809,883	-	-	-	-	-	-	-	-	809,883
Unreserved	8,348,832	4,673,288	-	-	-	-	-	-	-	-	-	13,022,120
Total equity and other credits	<u>8,348,832</u>	<u>5,921,902</u>	<u>809,883</u>	<u>5,481,312</u>	<u>1,887,396</u>	<u>-</u>	<u>60,935,285</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>83,384,610</u>
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	<u>\$ 18,201,480</u>	<u>\$ 6,853,143</u>	<u>\$ 809,883</u>	<u>\$ 6,337,457</u>	<u>\$ 1,972,328</u>	<u>\$ 699,154</u>	<u>\$ 60,935,285</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 95,808,730</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
COMBINED SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
Year Ended June 30, 2017

	<u>Governmental Fund Types</u>				Total (Memorandum Only)
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	
REVENUES					
Local government	\$ 10,896,271	\$ 666,407	\$ 132,386	\$ 1,446,082	\$ 13,141,146
State government	10,680,348	171,802	-	25,478	10,877,628
Federal government	7,389	4,908,696	-	-	4,916,085
Student tuition and fees	8,448,264	-	-	-	8,448,264
Investment income	34,529	43,948	4,600	34,816	117,893
Other sources	509,413	76,387	-	-	585,800
Total revenues	<u>30,576,214</u>	<u>5,867,240</u>	<u>136,986</u>	<u>1,506,376</u>	<u>38,086,816</u>
EXPENDITURES - EDUCATIONAL AND GENERAL					
Current					
Instruction	10,680,824	641,649	-	-	11,322,473
Academic support	1,084,505	-	-	-	1,084,505
Student services	1,632,602	287,515	-	-	1,920,117
Public service	659,590	49,183	-	-	708,773
Operation and maintenance of plant	2,320,774	527,413	-	1,874,046	4,722,233
General institutional support	11,737,943	751,361	500	-	12,489,804
Scholarships, grants and waivers	590,269	4,132,994	-	-	4,723,263
Debt Service					
Principal	-	-	265,000	-	265,000
Interest	-	-	2,760	-	2,760
Total expenditures	<u>28,706,507</u>	<u>6,390,115</u>	<u>268,260</u>	<u>1,874,046</u>	<u>37,238,928</u>
Excess (deficiency) of revenues over expenditures	1,869,707	(522,875)	(131,274)	(367,670)	847,888
OTHER FINANCING SOURCES (USES)					
Operating transfers in (out)	<u>(84,332)</u>	<u>99,332</u>	<u>-</u>	<u>-</u>	<u>15,000</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,785,375	(423,543)	(131,274)	(367,670)	862,888
FUND BALANCES, July 1, 2016	<u>6,563,457</u>	<u>6,345,445</u>	<u>941,157</u>	<u>5,848,982</u>	<u>19,699,041</u>
FUND BALANCES, June 30, 2017	<u>\$ 8,348,832</u>	<u>\$ 5,921,902</u>	<u>\$ 809,883</u>	<u>\$ 5,481,312</u>	<u>\$ 20,561,929</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
 COMBINED SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
 ALL GOVERNMENTAL FUND TYPES
 Year Ended June 30, 2017

	General		Special Revenue		Debt Service		Capital Projects		Total (Memorandum Only)	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUES										
Local governmental	\$ 10,694,251	\$ 10,896,271	\$ 905,075	\$ 666,407	\$ 265,000	\$ 132,386	\$ 1,446,082	\$ 13,440,780	\$ 13,141,146	
State governmental	1,877,850	10,680,348 *	-	171,802	-	-	25,478	1,877,850	10,877,628	
Federal governmental	8,000	7,389	5,731,194	4,908,696	-	-	-	5,739,194	4,916,085	
Student tuition and fees	8,776,057	8,448,264	1,500	-	-	-	-	8,777,557	8,448,264	
Investment income	7,375	34,529	30,600	43,948	1,400	4,600	34,816	47,875	117,893	
Other sources	664,588	509,413	65,357	76,387	-	-	-	729,945	585,800	
Total revenues	22,028,121	30,576,214	6,733,726	5,867,240	266,400	136,986	1,506,376	30,613,201	38,086,816	
EXPENDITURES										
Instruction	11,429,566	10,680,824	362,140	641,649	-	-	-	11,791,706	11,322,473	
Academic support	1,250,685	1,084,505	-	-	-	-	-	1,250,685	1,084,505	
Student services and aids	1,674,749	1,632,602	299,071	287,515	-	-	-	1,973,820	1,920,117	
Public service	961,499	659,590	70,857	49,183	-	-	-	1,032,356	708,773	
Operation and maintenance of plant	2,383,217	2,320,774	430,030	527,413	-	-	1,450,000	4,263,247	4,722,233	
General institutional support	4,087,357	11,737,943 *	873,146	751,361	500	500	-	4,961,003	12,489,804	
Scholarships, grant and waivers	493,400	590,269	4,986,429	4,132,994	-	-	-	5,479,829	4,723,263	
Debt Service	-	-	-	-	265,000	265,000	-	265,000	265,000	
Principal	-	-	-	-	3,313	2,760	-	3,313	2,760	
Interest	-	-	-	-	-	-	-	-	-	
Total expenditures	22,280,473	28,706,507	7,021,673	6,390,115	268,813	268,260	1,450,000	31,020,959	37,238,928	
Excess (deficiency) of revenues over expenditures	(252,352)	1,869,707	(287,947)	(522,875)	(2,413)	(131,274)	(367,670)	(407,758)	847,888	
OTHER FINANCING SOURCES (USES)										
Operating transfers in (out)	252,352	(84,332)	10,000	99,332	-	-	-	262,352	15,000	
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	\$ -	1,785,375	\$ (277,947)	(423,543)	\$ (2,413)	(131,274)	\$ (367,670)	\$ (145,406)	862,888	
FUND BALANCES, July 1, 2016		6,563,457		6,345,445		941,157	5,848,982		19,699,041	
FUND BALANCES, June 30, 2017		\$ 8,348,832		\$ 5,921,902		\$ 809,883	\$ 5,481,312		\$ 20,561,929	

* Includes SURS and budget does not

GENERAL FUND

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
GENERAL FUND
COMBINING BALANCE SHEET
June 30, 2017

	<u>Education Fund</u>	<u>Operation and Maintenance Fund</u>	<u>Total General Fund</u>
ASSETS			
Cash and cash equivalents	\$ 350,670	\$ 275,951	\$ 626,621
Investments	765,540	1,738,630	2,504,170
Receivables			
Property taxes	7,971,731	1,231,011	9,202,742
Governmental claims	1,411,075	212,452	1,623,527
Other	2,961,856	234,466	3,196,322
Due from student groups	842,096	-	842,096
Prepaid Expenditures	<u>193,017</u>	<u>12,985</u>	<u>206,002</u>
TOTAL ASSETS	<u><u>\$ 14,495,985</u></u>	<u><u>\$ 3,705,495</u></u>	<u><u>\$ 18,201,480</u></u>
LIABILITIES			
Accounts payable	\$ 43,620	\$ 12,413	\$ 56,033
Accrued salaries	904,014	60,868	964,882
Other liabilities	147,540	98,129	245,669
Due to other funds	16	-	16
Deferred revenue			
Property taxes	3,987,290	615,725	4,603,015
Tuition and fees	3,708,623	272,350	3,980,973
Other liabilities	<u>2,060</u>	<u>-</u>	<u>2,060</u>
Total liabilities	8,793,163	1,059,485	9,852,648
FUND BALANCE			
Unreserved	<u>5,702,822</u>	<u>2,646,010</u>	<u>8,348,832</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 14,495,985</u></u>	<u><u>\$ 3,705,495</u></u>	<u><u>\$ 18,201,480</u></u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
GENERAL FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2017

	Education Fund	Operations and Maintenance Operational Fund	Total General Fund
Local government revenue			
Local taxes	\$ 7,875,450	\$ 1,209,609	\$ 9,085,059
CPPRT	1,106,319	195,233	1,301,552
Other	382,245	127,415	509,660
	<u>9,364,014</u>	<u>1,532,257</u>	<u>10,896,271</u>
State government sources			
ICCB Credit Hour Grants	1,891,301	181,603	2,072,904
CTE Formula Grant	396,249	-	396,249
On-behalf payments - SURS	8,211,195	-	8,211,195
	<u>10,498,745</u>	<u>181,603</u>	<u>10,680,348</u>
Federal government sources			
Department of Education	7,389	-	7,389
	<u>7,389</u>	<u>-</u>	<u>7,389</u>
Student tuition and fees			
Tuition	7,078,670	566,116	7,644,786
Fees	803,478	-	803,478
	<u>7,882,148</u>	<u>566,116</u>	<u>8,448,264</u>
Other sources			
Sales and service fees	219,466	-	219,466
Facilities revenue	-	89,607	89,607
Investment revenue	21,371	13,158	34,529
Other	107,912	92,428	200,340
	<u>348,749</u>	<u>195,193</u>	<u>543,942</u>
Total revenues	<u>28,101,045</u>	<u>2,475,169</u>	<u>30,576,214</u>
Expenditures - Educational and General			
Current			
Instruction	10,680,824	-	10,680,824
Academic support	1,084,505	-	1,084,505
Student services and aids	1,632,602	-	1,632,602
Public service	659,590	-	659,590
Operation and maintenance plant	-	2,320,774	2,320,774
General institutional support	11,672,255	65,688	11,737,943
Scholarships, student grants and waivers	590,269	-	590,269
Total expenditures	<u>26,320,045</u>	<u>2,386,462</u>	<u>28,706,507</u>
Excess (deficiency) of revenues over expenditures	1,781,000	88,707	1,869,707
OTHER FINANCING SOURCES			
Operating transfers in (out)	<u>(84,332)</u>	<u>-</u>	<u>(84,332)</u>
Excess (deficiency) of revenues over expenditures and other financing sources	1,696,668	88,707	1,785,375
FUND BALANCE, July 1, 2016	<u>4,006,154</u>	<u>2,557,303</u>	<u>6,563,457</u>
FUND BALANCE, June 30, 2017	<u>\$ 5,702,822</u>	<u>\$ 2,646,010</u>	<u>\$ 8,348,832</u>

SPECIAL REVENUE FUNDS

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
June 30, 2017

	Restricted Purposes Fund	Working Cash Fund	Audit Fund	Liability, Protection & Settlement Fund	Total Special Revenue Funds
ASSETS					
Cash and cash equivalents	\$ -	\$ 1,292,466	\$ 12,790	\$ -	\$ 1,305,256
Investments	3,563	3,301,948	2,334	1,100,646	4,408,491
Receivables					
Property taxes	-	-	36,627	674,857	711,484
Governmental claims	353,584	-	-	-	353,584
Accrued revenue	-	13,947	-	1,953	15,900
Deferred expenditures	-	-	-	58,412	58,412
Due from other funds	16	-	-	-	16
TOTAL ASSETS	<u>\$ 357,163</u>	<u>\$ 4,608,361</u>	<u>\$ 51,751</u>	<u>\$ 1,835,868</u>	<u>\$ 6,853,143</u>
LIABILITIES					
Accounts payable	\$ 4,091	\$ -	\$ -	\$ 3,786	\$ 7,877
Accrued salaries	6,286	-	-	14,295	20,581
Other liabilities	22,727	-	-	39,488	62,215
Due to other funds	99,569	-	-	192,134	291,703
Deferred revenue					
Property taxes	-	-	18,320	337,551	355,871
Other state revenue	190,587	-	-	-	190,587
Other liabilities	2,407	-	-	-	2,407
Total liabilities	<u>325,667</u>	<u>-</u>	<u>18,320</u>	<u>587,254</u>	<u>931,241</u>
FUND BALANCE					
Reserved for liability, protection and settlement	-	-	-	1,248,614	1,248,614
Unreserved	31,496	4,608,361	33,431	-	4,673,288
Total fund balance	<u>31,496</u>	<u>4,608,361</u>	<u>33,431</u>	<u>1,248,614</u>	<u>5,921,902</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 357,163</u>	<u>\$ 4,608,361</u>	<u>\$ 51,751</u>	<u>\$ 1,835,868</u>	<u>\$ 6,853,143</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2017

	Restricted Purposes Fund	Working Cash Fund	Audit Fund	Liability, Protection & Settlement Fund	Total Special Revenue Funds
REVENUES					
Local government					
Property taxes	\$ -	\$ -	\$ 38,033	\$ 628,374	\$ 666,407
	<u>-</u>	<u>-</u>	<u>38,033</u>	<u>628,374</u>	<u>666,407</u>
State government sources					
ICCB state grants	171,802	-	-	-	171,802
	<u>171,802</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>171,802</u>
Federal government sources					
Financial aid	4,222,548	-	-	-	4,222,548
Other	686,148	-	-	-	686,148
	<u>4,908,696</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,908,696</u>
Investment income	2,367	35,289	91	6,201	43,948
Other sources	70,746	-	-	5,641	76,387
	<u>5,153,611</u>	<u>35,289</u>	<u>38,124</u>	<u>640,216</u>	<u>5,867,240</u>
EXPENDITURES - EDUCATIONAL AND GENERAL					
Instruction	641,649	-	-	-	641,649
Student services and aids	287,515	-	-	-	287,515
Public service	49,183	-	-	-	49,183
Operating and Maintenance of Plant	-	-	-	527,413	527,413
Institutional support	89,554	-	32,075	629,732	751,361
Scholarships, student grants, and waivers	4,132,994	-	-	-	4,132,994
	<u>5,200,895</u>	<u>-</u>	<u>32,075</u>	<u>1,157,145</u>	<u>6,390,115</u>
Excess (deficiency) of revenues over expenditures	(47,284)	35,289	6,049	(516,929)	(522,875)
OTHER FINANCING SOURCES (USES)					
Operating transfers (out)	99,332	-	-	-	99,332
Excess (deficiency) of revenues and other financing sources over expenditures	52,048	35,289	6,049	(516,929)	(423,543)
FUND BALANCE, July 1, 2016	<u>(20,552)</u>	<u>4,573,072</u>	<u>27,382</u>	<u>1,765,543</u>	<u>6,345,445</u>
FUND BALANCE (DEFICIT), June 30, 2017	<u>\$ 31,496</u>	<u>\$ 4,608,361</u>	<u>\$ 33,431</u>	<u>\$ 1,248,614</u>	<u>\$ 5,921,902</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
RESTRICTED PURPOSE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended June 30, 2017

	Budget	Actual	Variance
REVENUES			
State government	\$ -	\$ 171,802	\$ 171,802
Federal government	5,731,194	4,908,696	(822,498)
Investment income	500	2,367	1,867
Other sources	66,857	70,746	3,889
Total revenues	5,798,551	5,153,611	(644,940)
EXPENDITURES - EDUCATIONAL AND GENERAL			
Instruction	362,140	641,649	(279,509)
Student services and aids	299,071	287,515	11,556
Public service	70,857	49,183	21,674
Institutional support	89,554	89,554	-
Scholarships, student grants and waivers	4,986,429	4,132,994	853,435
Total expenditures	5,808,051	5,200,895	607,156
OTHER FINANCING SOURCES (USES)			
Operating transfers (out)	10,000	99,332	89,332
Excess (deficiency) of revenues over expenditures	\$ 500	52,048	\$ 51,548
FUND BALANCE, July 1, 2016		(20,552)	
FUND BALANCE (DEFICIT), June 30, 2017		\$ 31,496	

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
RESTRICTED PURPOSES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Year ended June 30, 2017

	Fund Balance <u>July 1, 2016</u>	<u>Revenues</u>	<u>Expenditures</u>	Equity <u>Transfers</u>	Fund Balance <u>June 30, 2017</u>
State Government					
CTE Program Improvement Grant	\$ -	\$ 21,008	\$ 21,008	\$ -	\$ -
Adult Ed State Basic	-	119,674	119,674	-	-
Adult Ed Performance	-	31,120	31,120	-	-
Total state sources	<u>-</u>	<u>171,802</u>	<u>171,802</u>	<u>-</u>	<u>-</u>
Federal Government					
PELL Grant	-	4,040,520	4,040,520	-	-
SEOG grant	-	92,474	92,474	-	-
Federal work-study program	-	89,554	89,554	-	-
Dislocated workers center	475	-	-	-	475
Dislocated workers center	920	-	-	-	920
TRIO/Student Support Services	(4,107)	277,824	287,515	10,000	(3,798)
Federal adult education grants	-	154,650	154,650	-	-
English Literacy/Civics	-	16,470	16,470	-	-
Carl Perkins Title II-C vocational grant	16,622	214,395	231,017	-	-
Small Business Development Center	(1,541)	22,809	38,750	17,482	-
Small Business Jobs Act Grant	2,463	-	-	-	2,463
Total federal sources	<u>14,832</u>	<u>4,908,696</u>	<u>4,950,950</u>	<u>27,482</u>	<u>60</u>
Other Sources					
Small Business Development Match Funds	(65,759)	-	6,086	71,850	5
Small Business Development Workshops	5,226	3,035	4,346	-	3,915
IVCC Foundation	-	33,711	33,711	-	-
Inspire Illinois	-	10,000	10,000	-	-
Nursing Hospital Grant	-	24,000	24,000	-	-
Bridge to Manufacturing	2,711	-	-	-	2,711
Restricted Fund Balance (interest)	22,438	2,367	-	-	24,805
Total other sources	<u>(35,384)</u>	<u>73,113</u>	<u>78,143</u>	<u>71,850</u>	<u>31,436</u>
	<u>\$ (20,552)</u>	<u>\$ 5,153,611</u>	<u>\$ 5,200,895</u>	<u>\$ 99,332</u>	<u>\$ 31,496</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
WORKING CASH FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended June 30, 2017

	Budget	Actual	Variance
REVENUES			
Investment income	\$ 20,000	\$ 35,289	\$ 15,289
Total revenues	20,000	35,289	15,289
 EXPENDITURES - EDUCATIONAL AND GENERAL			
Total expenditures	-	-	-
Excess of revenues over expenditures	20,000	35,289	15,289
 OTHER FINANCING USES			
Operating transfers (out)	(20,000)	-	20,000
Excess of revenues over expenditures and other financing uses	\$ -	35,289	\$ 35,289
 FUND BALANCE, July 1, 2016		4,573,072	
 FUND BALANCE, June 30, 2017		\$ 4,608,361	

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
AUDIT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended June 30, 2017

	Budget	Actual	Variance
REVENUES			
Local government			
Property tax	\$ 36,125	\$ 38,033	\$ 1,908
Investment income	100	91	(9)
Total revenues	36,225	38,124	1,899
 EXPENDITURES - EDUCATIONAL AND GENERAL			
General institutional support	35,750	32,075	3,675
Total expenditures	35,750	32,075	3,675
Excess (deficiency) of revenues over expenditures	\$ 475	6,049	\$ 5,574
FUND BALANCE, July 1, 2016		27,382	
FUND BALANCE, June 30, 2017		\$ 33,431	

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
LIABILITY, PROTECTION AND SETTLEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended June 30, 2017

	Budget	Actual	Variance
REVENUES			
Local government revenue			
Property taxes	\$ 868,950	\$ 628,374	\$ (240,576)
Investment revenue	10,000	6,201	(3,799)
Other	-	5,641	5,641
Total revenues	878,950	640,216	(238,734)
 EXPENDITURES - EDUCATION AND GENERAL			
Operation and Maintenance of Plant	430,030	527,413	(97,383)
Institutional support	747,842	629,732	118,110
Total expenditures	1,177,872	1,157,145	20,727
 Excess (deficiency) of revenues over expenditures	 \$ (298,922)	 (516,929)	 \$ (218,007)
 FUND BALANCE, July 1, 2016		 1,765,543	
 FUND BALANCE, June 30, 2017		 \$ 1,248,614	

DEBT SERVICE FUND

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
DEBT SERVICE
BALANCE SHEET
June 30, 2017

	<u>Bond and</u> <u>Interest Fund</u>
ASSETS	
Cash and cash equivalents	\$ 172,096
Investments	636,580
Accrued revenue	<u>1,207</u>
TOTAL ASSETS	<u>\$ 809,883</u>
LIABILITIES	
Total Liabilities	<u>\$ -</u>
FUND BALANCE	
Reserved for Debt Service	<u>809,883</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 809,883</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended June 30, 2017

	Bond and Interest Fund		
	Budget	Actual	Variance
REVENUES			
Local government revenue			
Local taxes	\$ 265,000	\$ 132,386	\$ (132,614)
Other sources			
Investment revenue	<u>1,400</u>	<u>4,600</u>	<u>3,200</u>
Total revenues	266,400	136,986	(129,414)
EXPENDITURES			
Institutional Support			
Fixed charges	500	500	-
Bond principal	265,000	265,000	-
Interest and fees	<u>3,313</u>	<u>2,760</u>	<u>553</u>
Total expenditures	<u>268,813</u>	<u>268,260</u>	<u>553</u>
Excess of revenues over expenditures	(2,413)	(131,274)	(129,967)
OTHER FINANCING USES			
Transfer from (to) other funds	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (2,413)</u>	<u>(131,274)</u>	<u>\$ (128,861)</u>
FUND BALANCE, July 1, 2016		<u>941,157</u>	
FUND BALANCE, June 30, 2017		<u>\$ 809,883</u>	

CAPITAL PROJECTS FUND

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
CAPITAL PROJECTS FUND
BALANCE SHEET
June 30, 2017

	Operations and Maintenance Fund (Restricted)
ASSETS	
Cash and cash equivalents	\$ 150,221
Investments	4,776,383
Receivables	
Property taxes	1,406,942
Governmental claims	-
Accrued revenue	3,911
TOTAL ASSETS	\$ 6,337,457
LIABILITIES	
Accounts payable	\$ -
Other liabilities	152,419
Deferred revenue	
Property taxes	703,726
Other liabilities	-
TOTAL LIABILITIES	856,145
FUND BALANCE	
Unreserved	5,481,312
TOTAL LIABILITIES AND FUND BALANCE	\$ 6,337,457

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended June 30, 2017

	Operations and Maintenance Fund (Restricted)		
	Budget	Actual	Variance
REVENUES			
Local government revenue			
Property taxes	\$ 1,576,454	\$ 1,446,082	\$ (130,372)
State government sources			
Illinois Emergency Management Agency	-	25,478	25,478
Other sources			
Investment income	<u>8,500</u>	<u>34,816</u>	<u>26,316</u>
Total revenues	1,584,954	1,506,376	(78,578)
EXPENDITURES - EDUCATIONAL AND GENERAL			
Operation and Maintenance of Plant	<u>1,450,000</u>	<u>1,874,046</u>	<u>(424,046)</u>
Excess (deficiency) of revenues over expenditures	134,954	(367,670)	(502,624)
OTHER FINANCING SOURCES			
Operating transfers (out)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures and other financing sources	<u>\$ 134,954</u>	(367,670)	<u>\$ (502,624)</u>
FUND BALANCE, July 1, 2016		<u>5,848,982</u>	
FUND BALANCE, June 30, 2017		<u>\$ 5,481,312</u>	

PROPRIETARY FUNDS

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
PROPRIETARY FUNDS TYPES
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
BUDGET AND ACTUAL
Year Ended June 30, 2017

	Proprietary Fund Type	
	Enterprise Fund	
	Budget	Actual
OPERATING REVENUES		
Service fees	\$ 2,257,200	\$ 1,958,694
Other revenue	-	7,883
Total operating revenues	<u>2,257,200</u>	<u>1,966,577</u>
OPERATING EXPENSES		
Salaries	320,725	308,088
Employee benefits	93,123	64,597
Contractual services	46,000	41,869
General materials and supplies	1,857,965	1,595,033
Travel and conference/meeting expense	27,255	24,689
Fixed charges	64,282	44,272
Depreciation	33,391	24,485
Other	104,500	104,709
Total operating expenses	<u>2,547,241</u>	<u>2,207,742</u>
Operating (loss)	(290,041)	(241,165)
NONOPERATING REVENUES (EXPENSES)		
Interest expense	-	(1,325)
Investment income	<u>1,700</u>	<u>8,976</u>
LOSS BEFORE OPERATING TRANSFERS	(288,341)	(233,514)
OPERATING TRANSFERS IN (OUT)	<u>(180,938)</u>	<u>61,413</u>
NET INCOME (LOSS)	<u>\$ (469,279)</u>	(172,101)
NET POSITION, July 1, 2016		<u>2,059,497</u>
NET POSITION, June 30, 2017		<u>\$ 1,887,396</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
PROPRIETARY FUNDS TYPES
SCHEDULE OF CASH FLOWS
Year Ended June 30, 2017

	<u>Enterprise Fund</u>
OPERATING ACTIVITIES	
Cash receipts from customers	\$ 1,981,872
Cash payments to employees for service	(310,719)
Cash payments to vendors	<u>(1,774,168)</u>
Net cash used in operating activities	<u>(103,015)</u>
NONCAPITAL FINANCING ACTIVITIES	
Transfers in (out)	<u>61,413</u>
Net cash used in noncapital financing activities	<u>61,413</u>
CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of capital assets	<u>(27,711)</u>
Net cash used in capital and related financing activities	<u>(27,711)</u>
INVESTING ACTIVITIES	
Interest on capital lease	(1,325)
Sale of investments	232,487
Income from investments	6,984
Principal paid on capital lease	<u>(15,807)</u>
Net cash provided by investing activities	<u>222,339</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	153,026
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>660,162</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>\$ 813,188</u></u>
Reconciliation of Operating Loss to Net Cash Flows	
Used In Operating Activities	
Operating profit (loss)	\$ (241,165)
Depreciation	24,485
Effects of changes in assets and liabilities	
Receivable	15,296
Prepaid expenditures	51,093
Inventory	45,407
Accounts payable	(2,558)
Accrued Salaries	(2,631)
Other accruals	<u>7,059</u>
Net Cash Used In Operating Activities	<u><u>\$ (103,014)</u></u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
 PROPRIETARY FUNDS TYPE
 COMBINING BALANCE SHEET
 June 30, 2017

	Early Childhood	Information Technology	Student Technology	Bookstore	Cultural Services	Athletics	Fitness Center Contracts	Copy Center	Farm Plots	Massage Therapy	Auto Shop	Total Enterprise Fund
ASSETS												
Cash and cash equivalents	\$ 1,866	\$ 150,900	\$ 69,893	\$ 545,034	\$ 948	\$ -	\$ 5,977	\$ (33,605)	\$ 22,616	\$ 7,551	\$ 42,009	\$ 813,189
Investments	-	16,000	220,000	-	-	-	-	-	-	12,000	-	248,000
Receivables	-	-	-	67,577	-	-	-	-	-	-	-	67,577
Other assets	-	-	2,563	-	-	-	-	-	-	-	-	2,563
Inventories	-	-	-	769,117	-	-	-	-	-	-	-	769,117
Prepaid expenditures	-	-	-	9,769	-	-	-	-	-	-	-	9,769
Fixed assets (net of depreciation)	-	-	-	422	-	35,672	-	874	-	-	25,145	62,113
TOTAL ASSETS	\$ 1,866	\$ 166,900	\$ 292,456	\$ 1,391,919	\$ 948	\$ 35,672	\$ 5,977	\$ (32,731)	\$ 22,616	\$ 19,551	\$ 67,154	\$ 1,972,328
LIABILITIES												
Accounts payable	\$ -	\$ -	\$ -	\$ 5,207	\$ -	\$ 7,729	\$ -	\$ -	\$ -	\$ -	\$ (1)	\$ 12,935
Accrued Salaries	-	-	-	4,012	-	4,946	-	3,165	-	-	-	12,123
Other accruals	-	-	-	18,438	-	-	-	-	-	-	254	18,692
Capital Leases	-	-	-	-	-	41,182	-	-	-	-	-	41,182
TOTAL LIABILITIES	-	-	-	27,657	-	53,857	-	3,165	-	-	253	84,932
NET POSITION												
Unreserved	1,866	166,900	292,456	1,364,262	948	(18,185)	5,977	(35,896)	22,616	19,551	66,901	1,887,396
Total net position (deficit)	1,866	166,900	292,456	1,364,262	948	(18,185)	5,977	(35,896)	22,616	19,551	66,901	1,887,396
TOTAL LIABILITIES AND NET POSITION	\$ 1,866	\$ 166,900	\$ 292,456	\$ 1,391,919	\$ 948	\$ 35,672	\$ 5,977	\$ (32,731)	\$ 22,616	\$ 19,551	\$ 67,154	\$ 1,972,328

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
 PROPRIETARY FUNDS TYPES
 COMBINING SCHEDULE OF REVENUES, EXPENSES AND
 CHANGES IN NET POSITION
 Year Ended June 30, 2017

	Early Childhood	Information Technology	Student Technology	Bookstore	Cultural Services	Athletics	Fitness Center Contracts	Copy Center	Farm Plots	Massage Therapy	Auto Shop	Total Enterprise Fund
OPERATING REVENUES												
Service fees	\$ -	\$ -	\$ -	\$ 1,791,782	\$ -	\$ 8,376	\$ 2,376	\$ 101,621	\$ -	\$ -	\$ 54,539	\$ 1,958,694
Other	-	-	-	7,883	-	-	-	-	-	-	-	7,883
Total operating revenues	-	-	-	1,799,665	-	8,376	2,376	101,621	-	-	54,539	1,966,577
OPERATING EXPENSES -												
AUXILIARY ENTERPRISES												
Current operations	-	-	-	1,778,699	19	251,327	1,695	107,774	-	1,500	42,244	2,183,258
Depreciation	-	-	-	337	-	18,185	-	349	-	-	5,613	24,484
Total operating expenses	-	-	-	1,779,036	19	269,512	1,695	108,123	-	1,500	47,857	2,207,742
Operating income (loss)	-	-	-	20,629	(19)	(261,136)	681	(6,502)	-	(1,500)	6,682	(241,165)
NONOPERATING REVENUES (EXPENSES)												
Interest expense	-	-	-	-	-	(1,325)	-	-	-	-	-	(1,325)
Investment income	-	-	-	8,976	-	-	-	-	-	-	-	8,976
Total nonoperating revenues	-	-	-	8,976	-	(1,325)	-	-	-	-	-	7,651
INCOME (LOSS) BEFORE TRANSFERS	-	-	-	29,605	(19)	(262,461)	681	(6,502)	-	(1,500)	6,682	(233,514)
OPERATING TRANSFERS IN (OUT)	-	-	-	(182,863)	-	244,276	-	-	-	-	-	61,413
NET INCOME (LOSS)	-	-	-	(153,258)	(19)	(18,185)	681	(6,502)	-	(1,500)	6,682	(172,101)
NET POSITION												
BEGINNING OF YEAR	1,866	166,900	292,456	1,517,520	967	-	5,296	(29,394)	22,616	21,051	60,219	2,059,497
NET POSITION												
END OF YEAR	\$ 1,866	\$ 166,900	\$ 292,456	\$ 1,364,262	\$ 948	\$ (18,185)	\$ 5,977	\$ (35,896)	\$ 22,616	\$ 19,551	\$ 66,901	\$ 1,887,396

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
RECONCILIATION OF THE COMBINED BALANCE SHEET - ALL FUND TYPES - TO THE STATEMENT OF NET POSITION
Year Ended June 30, 2017

Fund balances - All fund types	\$ 83,384,610
SURS deferred outflows	46,853
Statement of net position	<u>\$ 83,431,463</u>

RECONCILIATION OF THE COMBINED STATEMENT OF CHANGES IN FUND BALANCES - ALL FUND TYPES TO THE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
Year Ended June 30, 2017

Net change in fund balance	<u>\$ 690,787</u>
Reduction to revenue for payments made on behalf for SURS	8,211,195
Reduction to expenditures for payments made on behalf for SURS	<u>(8,211,195)</u>
Net effect	-
Internal charges removed for auxiliary revenues	(118,790)
Internal charges removed for auxiliary expenses	<u>118,790</u>
Net effect	-
Reduction in student tuition and fees	3,048,682
Reduction in student services - financial aid	<u>(3,048,682)</u>
Net effect	-
Decrease in student tuition receivable	3,489,414
Decrease in deferred student tuition revenue	<u>(3,489,414)</u>
Net effect	-
Summer tuition	168,806
SURS deferred outflows	46,853
Expenditures for capital assets	1,672,659
Capital asset deletions	(389,826)
Depreciation on capital assets	(2,580,078)
Retirement of indebtedness expenditures	<u>280,807</u>
Increase (decrease) in net position	<u>\$ (109,992)</u>

FIDUCIARY FUND

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
FIDUCIARY FUND TYPE
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
Year ended June 30, 2017

	Student Activity Fund				
	Balance	Additions	Subtractions	Student Activity	Balance
	July 1, 2016	Sales/Fees	Expenditures	Fund Transfers	June 30, 2017
ASSETS					
Cash and cash equivalents	\$ 176,158	1,799,805	1,825,469	\$ -	\$ 150,494
Student Grants Receivable	219,456	704,323	375,119	-	548,660
Student Tuition Receivable	-	7,350	7,350	-	-
Due from other funds	-	12,675	12,675	-	-
TOTAL ASSETS	\$ 395,614	\$ 2,524,153	\$ 2,220,613	\$ -	\$ 699,154
LIABILITIES					
Accounts payable	\$ 6,864	\$ -	\$ -	\$ -	\$ 6,864
Other accrued expenditures	1,797	3,044	1,780	-	3,061
Due to other funds	220,403	2,103,614	1,773,624	-	550,393
Deferred Revenue	19,783	24,415	19,783	-	24,415
	248,847	2,131,073	1,795,187	-	584,733
Due to student groups					
General-Standard fees	18,271	134,563	26,620	(114,242)	11,972
Student Activity: Interest	807	52	66	-	793
Organizational Reserve	725	-	-	-	725
ISAC:MAP	-	549,329	549,329	-	-
IL 9/11 Veterans Grant	(3,058)	46,285	46,285	-	(3,058)
Foundation Scholarships	-	246,000	246,000	-	-
Tuition Assistance	-	7,540	7,540	-	-
Subsidized Loans	-	516,928	516,928	-	-
Unsubsidized Loans	-	425,685	425,685	-	-
Outside Scholarships	-	132,872	132,872	-	-
Scholarships	9,791	-	-	-	9,791
TRIO - Student Support Services	-	-	36	-	(36)
IV Leader	-	-	9,896	11,000	1,104
SPAMO	7,004	1,920	2,760	1,000	7,164
Criminal Justice	3,101	71	1,998	2,000	3,174
River Currents	-	-	2,018	1,983	(35)
Student Nurses Association	1,152	3,019	7,598	5,000	1,573
Alpha Beta Nu	1,066	480	423	200	1,323
Focus on Fitness	818	109	-	-	927
Phi Theta Kappa	-	2,882	4,944	2,600	538
Honors Program	244	232	680	310	106
Student Government Association	233	-	2,375	2,500	358
Indefinite Limit	3,482	571	401	(210)	3,442
Horticulture Club	-	-	1,425	1,425	-
International Society	1,585	-	-	-	1,585
American Chemical Society	574	2,456	7,299	4,248	(21)
Diverse Universe	1,957	26	220	-	1,763
Human Services Organization	1,359	260	738	300	1,181
Human Service Honors	531	-	(50)	-	581
Student Educators	2,575	245	904	1,000	2,916
Student Veterans	542	-	-	-	542
Student Ambassadors	-	-	1,842	750	(1,092)
Sigma Kappa Delta	2,490	4,289	4,349	600	3,030
(Continued)					

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
FIDUCIARY FUND TYPE
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
Year ended June 30, 2017

	Student Activity Fund				
	Balance	Additions	Subtractions	Student Activity	Balance
	July 1, 2016	Sales/Fees	Expenditures	Fund Transfers	June 30, 2017
LIABILITIES (Continued)					
Gay/Straight Alliance	\$ 2,939	\$ -	\$ 12	\$ (250)	\$ 2,677
PSI Beta/Psychology	3,574	236	797	(400)	2,613
Round Table Gaming Society	674	-	-	-	674
Hispanic Leadership Team	1,374	352	653	200	1,273
Information Technology	1,767	-	139	150	1,778
Economics Association	33	-	337	304	-
SAGE	494	-	-	-	494
Chess Club	105	-	161	250	194
Red Cross	-	-	445	750	305
Anime Club	734	-	-	-	734
Black Student Association	1,275	45	690	400	1,030
World Languages	679	-	-	-	679
Young Republicans	301	-	747	500	54
College Democrats	1,040	-	482	550	1,108
Wellness Club	42	-	-	-	42
Sigma Delta Mu	631	-	-	-	631
Automotive Club	250	-	668	418	-
Short Term Loan Base	3,068	7,790	7,790	-	3,068
Employee Cafeteria Plan	2,391	-	-	-	2,391
Art Show Scholarship	-	250	-	-	250
Athletic Boosters	8,401	21,695	14,689	(5,266)	10,141
Leadership Development	866	-	-	-	866
ACT Testing Program	251	-	-	-	251
IVCC River Project	288	183	235	-	236
Library Gift Memorial	18,940	1,289	17,861	-	2,368
Disc Golf Course	402	-	-	-	402
Women's Basketball	5,681	7,682	6,531	500	7,332
Unrestricted Gifts	18	-	-	-	18
Baseball	5,204	13,296	19,516	1,016	-
Softball	-	18,726	17,721	-	1,005
Golf	12,483	4,859	12,272	-	5,070
Women's Tennis	-	4,817	7,957	3,140	-
IBOS (Child Care)	508	-	-	-	508
MIMIC	3,743	2,163	866	-	5,040
Project Success Leadership	158	1,413	1,788	250	33
Soccer/Men's	250	1,788	275	-	1,763
Soccer/Women's	(46)	475	329	-	100
Volleyball	5,970	2,041	1,945	-	6,066
Men's Tennis	-	9,298	9,909	611	-
Basketball	4,360	1,199	3,687	-	1,872
First Care Plan	-	2,898	2,898	-	-
Support Staff Service Project	1,301	3,687	4,988	-	-
GED Service Project	380	-	360	-	20
Family Reading Night	525	-	-	-	525
Women's History Month	464	-	-	-	464
Total Due to Student Groups	146,767	2,181,996	2,137,929	(76,413)	114,421
TOTAL LIABILITIES	\$ 395,614	\$ 4,313,069	\$ 3,933,116	\$ (76,413)	\$ 699,154

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SCHEDULE OF ASSESSED VALUATIONS, TAX RATES AND EXTENSIONS

	Tax Levy Year		
	2016	2015	2014
ASSESSED VALUATIONS			
County			
LaSalle	\$ 2,229,294,322	\$ 2,178,150,421	\$ 2,172,165,422
Bureau	490,256,131	480,908,216	476,047,089
DeKalb	2,016,102	1,921,187	1,838,728
Grundy	20,784,616	20,140,050	19,564,743
Lee	46,298,567	45,989,457	46,029,963
Marshall	80,102,529	79,594,741	77,337,212
Putnam	170,222,498	150,006,366	146,079,575
Livingston	51,837,092	55,530,475	55,320,527
	<u>\$ 3,090,811,857</u>	<u>\$ 3,012,240,913</u>	<u>\$ 2,994,383,259</u>
TAX RATES (PER \$100 ASSESSED VALUATION)			
General Fund			
Education Account	\$ 0.1288	0.1300	0.1300
Additional tax	0.1292	0.1263	0.0981
Operations and Maintenance Account	0.0398	0.0400	0.0400
Operations and Maintenance Restricted Fund	0.0455	0.0500	0.0500
Bond and Interest	-	0.0089	0.0423
Audit Fund	0.0012	0.0012	0.0013
Social Security	0.0089	0.0091	0.0090
Liability, Protection & Settlement Fund	0.0130	0.0105	-
	<u>0.3664</u>	<u>0.3760</u>	<u>0.3707</u>
TAX EXTENSIONS			
General Fund			
Education Account	\$ 3,981,605	\$ 3,915,913	\$ 3,892,698
Additional tax	3,992,975	3,804,460	2,937,490
Operations and Maintenance Account	1,231,450	1,204,896	1,197,753
Operations and Maintenance Restricted Fund	1,407,451	1,506,120	1,497,192
Bond and Interest Fund	-	268,692	1,266,555
Audit Fund	36,640	35,846	37,729
Social Security	274,286	273,588	270,692
Liability, Protection and Settlement Fund	400,815	317,113	-
	<u>\$ 11,325,222</u>	<u>\$ 11,326,628</u>	<u>\$ 11,100,109</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SUMMARY OF TAXES RECEIVABLE, TAX
COLLECTIONS AND LEGAL DEBT MARGIN
Year Ended June 30, 2017

	<u>2016</u>	<u>2015</u>	<u>2014</u>
TAX EXTENSIONS			
General Fund			
Education Account	\$ 3,981,605	\$ 3,915,913	\$ 3,892,698
Additional tax	3,992,975	3,804,460	2,937,490
Operations and Maintenance Account	1,231,450	1,204,896	1,197,753
Operations and Maintenance Restricted Fund	1,407,451	1,506,120	1,497,192
Bond and Interest Fund	-	268,692	1,266,555
Audit Fund	36,640	35,846	37,729
Liability, Protection and Settlement Fund	400,815	317,113	-
Social Security	274,286	273,588	270,692
	<u>\$ 11,325,222</u>	<u>\$ 11,326,628</u>	<u>\$ 11,100,109</u>
ASSESSED VALUATION	<u>\$ 3,090,811,857</u>	<u>\$ 3,012,240,913</u>	<u>\$ 2,994,383,259</u>
COMBINED RATE	<u>0.3664</u>	<u>0.3760</u>	<u>0.3707</u>
TAXES EXTENDED	<u>\$ 11,325,222</u>	<u>\$ 11,326,628</u>	<u>\$ 11,100,109</u>
TAXES COLLECTED TO June 30, 2016	<u>\$ -</u>	<u>\$ 4,028</u>	<u>\$ 3,816</u>
TAXES COLLECTED DURING YEAR ENDED JUNE 30, 2017	<u>\$ 4,054</u>	<u>\$ 11,197,637</u>	<u>\$ 11,003,035</u>
PERCENT COLLECTED TO June 30, 2017	<u>0.04%</u>	<u>98.90%</u>	<u>99.16%</u>
UNCOLLECTED AT June 30, 2017			
General Fund			
Education Account	\$ 3,980,180		
Additional tax	3,991,546		
Operations and Maintenance Account	1,231,009		
Operations and Maintenance Restricted Fund	1,406,947		
Bond and Interest Fund	-		
Audit Fund	36,627		
Social Security	274,188		
	<u>\$ 11,321,168</u>		
Assessed valuation - 2016 levy	\$ 3,090,811,857		
Debt limit - 2.875% of assessed valuation	\$ 88,860,841		
Bonded indebtedness	<u>-</u>		
Legal debt margin	<u>\$ 88,860,841</u>		

UNIFORM FINANCIAL SCHEDULES

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
UNIFORM FINANCIAL SCHEDULE NO. 1
SCHEDULE OF ALL FUNDS
Year Ended June 30, 2017

	Education		Operations and Maintenance		Operations and Maintenance Restricted Fund		Bond and Interest Fund		Auxiliary Enterprises Fund		Restricted Purposes Fund		Working Cash Fund		Audit Fund		Liability, Protection and Settlement Fund		Total
	Fund		Fund		Fund		Fund		Fund		Fund		Fund		Fund		Fund		
FUND BALANCE, July 1, 2016	\$ 4,006,154	\$	2,557,303	\$	5,848,982	\$	941,157	\$	2,059,497	\$	(20,552)	\$	4,573,072	\$	27,382	\$	1,765,543	\$	21,758,538
Revenues																			
Local tax revenue	7,875,450		1,209,609		1,446,082		132,386		-		-	-	-	38,033		628,374		11,329,934	
All other local revenue	1,488,564		322,648		-		-		-		-	-	-	-		-		1,811,212	
ICCB grants	2,287,550		181,603		-		-		-		171,802		-	-		-		2,640,955	
All other state revenue	-		-		25,478		-		-		-		-	-		-		25,478	
Federal revenue	7,389		-		-		-		-		4,908,696		-	-		-		4,916,085	
Student tuition and fees	7,882,148		566,116		-		-		-		-		-	-		-		8,448,264	
All other revenue	348,749		195,193		34,816		4,600		1,975,553		73,113		35,289		91		11,842	2,679,246	
Total revenues	19,889,850		2,475,169		1,506,376		136,986		1,975,553		5,153,611		35,289		38,124		640,216	31,851,174	
Expenditures																			
Instruction	10,680,824		-		-		-		-		641,649		-			-		11,322,473	
Academic support	1,084,505		-		-		-		-		-		-			-		1,084,505	
Student services	1,632,602		-		-		-		-		287,515		-			-		1,920,117	
Public Service/Continuing Education	659,590		-		-		-		-		49,183		-			-		708,773	
Auxiliary services	-		-		-		-		2,207,742		-		-			-		2,207,742	
Operation and maintenance of plant	-		2,320,774		1,874,046		-		-		-		-			527,413		4,722,233	
Institutional support	3,461,060		65,688		-		500		-		89,554		-		32,075		629,732	4,278,609	
Scholarships, student grants, and waivers	590,269		-		-		-		-		4,132,994		-		-		-	4,723,263	
Debt service	-		-		-		-		-		-		-		-		-	-	
Principal	-		-		-		265,000		-		-		-		-		-	265,000	
Interest	-		-		-		2,760		1,325		-		-		-		-	4,085	
Total expenditures	18,108,850		2,386,462		1,874,046		268,260		2,209,067		5,200,895		-		32,075		1,157,145	31,236,800	
Net transfers	(84,332)		-		-		-		61,413		99,332		-		-		-	76,413	
FUND BALANCE, June 30, 2017	\$ 5,702,822	\$	2,646,010	\$	5,481,312	\$	809,883	\$	1,887,396	\$	31,496	\$	4,608,361	\$	33,431	\$	1,248,614	\$	22,449,325

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
UNIFORM FINANCIAL SCHEDULE NO. 2
SCHEDULE OF CHANGES IN CAPITAL ASSETS AND GENERAL LONG-TERM DEBT
Year Ended June 30, 2017

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions/ Accretion</u>	<u>Deletions</u>	<u>Adjustments</u>	<u>Balance</u> <u>June 30, 2017</u>
FIXED ASSETS					
Land	\$ 1,361,598	\$ -	\$ -	\$ -	\$ 1,361,598
Site improvements	8,159,507	-	-	(3,400)	8,156,107
Buildings	73,917,727	1,499,371	-	-	75,417,098
Buildings - Construction in Process	250,751	284,740	-	(250,751)	284,740
Equipment	5,305,912	105,606	-	(257,476)	5,154,042
Proprietary equipment	7,144,638	27,711	-	-	7,172,349
Technology	2,853,671	33,693	-	(12,126)	2,875,238
Library	1,288,543	-	-	-	1,288,543
TOTAL FIXED ASSETS	100,282,347	1,951,121	-	(523,753)	101,709,715
Accumulated Depreciation	38,107,755	2,604,562	-	-	40,712,317
NET FIXED ASSETS	<u>\$ 62,174,592</u>	<u>\$ (653,441)</u>	<u>\$ -</u>	<u>\$ (523,753)</u>	<u>\$ 60,997,398</u>
FIXED DEBT					
Bonds payable	\$ 265,000	\$ -	\$ (265,000)	\$ -	\$ -
Capital lease payable	56,989	-	(15,807)	-	41,182
TOTAL LONG-TERM DEBT	<u>\$ 321,989</u>	<u>\$ -</u>	<u>\$ (280,807)</u>	<u>\$ -</u>	<u>\$ 41,182</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
UNIFORM FINANCIAL SCHEDULE NO. 3
SCHEDULE OF OPERATING FUND REVENUES AND EXPENDITURES
Year Ended June 30, 2017

	Education Fund	Operations and Maintenance Operational Fund	Total Operating Funds
OPERATING REVENUES BY SOURCE			
Local government			
Local taxes	\$ 7,875,450	\$ 1,209,609	\$ 9,085,059
Corporate personal property replacement tax	1,106,319	195,233	1,301,552
Chargeback revenue	-	-	-
Other	382,245	127,415	509,660
Total local government	<u>9,364,014</u>	<u>1,532,257</u>	<u>10,896,271</u>
State government			
ICCB credit hour grants	1,891,301	181,603	2,072,904
ICCB equalization grants	-	-	-
CTE formula grant	396,249	-	396,249
Other	-	-	-
Total state government	<u>2,287,550</u>	<u>181,603</u>	<u>2,469,153</u>
Federal Government			
Department of Education	7,389	-	7,389
American Recovery and Reinvestment Act	-	-	-
Total federal government	<u>7,389</u>	<u>-</u>	<u>7,389</u>
Student tuition and fees			
Tuition	7,078,670	566,116	7,644,786
Fees	803,478	-	803,478
Total student tuition and fees	<u>7,882,148</u>	<u>566,116</u>	<u>8,448,264</u>
Other sources			
Sales and service fees	219,466	-	219,466
Facilities revenue	-	89,607	89,607
Investment revenue	21,371	13,158	34,529
Nongovernmental grants	-	-	-
Other	107,912	92,428	200,340
Total other sources	<u>348,749</u>	<u>195,193</u>	<u>543,942</u>
TOTAL REVENUES	19,889,850	2,475,169	22,365,019
Less nonoperating items			
Tuition chargeback revenue	-	-	-
ADJUSTED REVENUES	<u>\$ 19,889,850</u>	<u>\$ 2,475,169</u>	<u>\$ 22,365,019</u>

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
UNIFORM FINANCIAL SCHEDULE NO. 3
SCHEDULE OF OPERATING FUND REVENUES AND EXPENDITURES (Continued)
Year Ended June 30, 2017

	Education Fund	Operations and Maintenance Operational Fund	Total Operating Funds
OPERATING EXPENDITURES			
By Program			
Instruction	\$ 10,680,824	\$ -	\$ 10,680,824
Academic support	1,084,505	-	1,084,505
Student services and aids	1,632,602	-	1,632,602
Public service	659,590	-	659,590
Operations and maintenance of plant	-	2,320,774	2,320,774
General institutional support	3,461,060	65,688	3,526,748
Scholarships, grants and waivers	590,269	-	590,269
Total expenditures	<u>18,108,850</u>	<u>2,386,462</u>	<u>20,495,312</u>
Operating transfers	84,332	-	84,332
Total expenditures and transfers	<u>18,193,182</u>	<u>2,386,462</u>	<u>20,579,644</u>
Less non-operating items - tuition chargeback	<u>30,250</u>	<u>-</u>	<u>30,250</u>
ADJUSTED EXPENDITURES	<u>\$ 18,162,932</u>	<u>\$ 2,386,462</u>	<u>\$ 20,549,394</u>
By Object			
Salaries	\$ 12,343,459	\$ 905,075	\$ 13,248,534
Employee benefits	2,951,594	288,260	3,239,854
Contractual services	980,057	122,332	1,102,389
General materials and supplies	891,018	296,144	1,187,162
Library materials*	71,282	-	71,282
Conference and meeting expenses	86,369	551	86,920
Fixed charges	187,972	75,008	262,980
Utilities	32,880	762,092	794,972
Capital outlay	33,693	-	33,693
Other	601,808	(63,000)	538,808
Scholarships, grants and waivers*	590,269	-	590,269
Total expenditures	<u>18,108,850</u>	<u>2,386,462</u>	<u>20,495,312</u>
Operating transfers	84,332	-	84,332
Total expenditures and transfers	<u>18,193,182</u>	<u>2,386,462</u>	<u>20,579,644</u>
Less nonoperating items - tuition chargeback	<u>30,250</u>	<u>-</u>	<u>30,250</u>
ADJUSTED EXPENDITURES	<u>\$ 18,162,932</u>	<u>\$ 2,386,462</u>	<u>\$ 20,549,394</u>

*Non-add line

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
UNIFORM FINANCIAL SCHEDULE NO. 4
RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
Year Ended June 30, 2017

	<u>Restricted Purposes Fund</u>
REVENUE BY SOURCE	
State government	
Illinois Community College Board	
Program Improvement	\$ 21,008
Adult Education	150,794
Other	<u>-</u>
Total state government	<u>171,802</u>
Federal government	
Department of Education	4,885,887
Department of Labor	-
Small Business Administration	<u>22,809</u>
Total federal government	<u>4,908,696</u>
Other sources	
Other	<u>73,113</u>
Total other sources	<u>73,113</u>
 TOTAL RESTRICTED PURPOSES FUND REVENUES	 <u>\$ 5,153,611</u>
 EXPENDITURES BY PROGRAM	
Instruction	\$ 641,649
Student services	287,515
Public services/continuing education	49,183
Institutional support	89,554
Scholarships, student grants, and waivers	<u>4,132,994</u>
 TOTAL RESTRICTED PURPOSES FUND EXPENDITURES BY PROGRAM	 <u>\$ 5,200,895</u>
 EXPENDITURES BY OBJECT	
Salaries	\$ 666,027
Employee benefits	203,081
Contractual services	20,493
General materials and supplies	85,700
Library materials*	-
Travel and conference/meeting expense	15,907
Fixed charges	-
Utilities	198
Capital outlay	65,096
Other	4,144,393
Student grants and scholarships*	<u>4,132,994</u>
 TOTAL RESTRICTED PURPOSES FUND EXPENDITURES BY OBJECT	 <u>\$ 5,200,895</u>

*Non-add line

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
UNIFORM FINANCIAL SCHEDULE NO. 5
CURRENT FUNDS* EXPENDITURES BY ACTIVITY
Year Ended June 30, 2017

INSTRUCTION	
Instructional Programs	\$ 11,322,473
Other	-
Total instruction	<u>11,322,473</u>
ACADEMIC SUPPORT	
Library Center	332,108
Instructional Materials Center	155,012
Academic Computing Support	597,385
Academic Administration and Planning	-
Other	-
Total academic support	<u>1,084,505</u>
STUDENT SERVICES	
Admissions and Records	384,438
Counseling and Career Guidance	944,682
Financial Aid Administration	399,069
Social and Cultural Development	7,145
Administration	183,367
Other	1,416
Total student services	<u>1,920,117</u>
PUBLIC SERVICE/CONTINUING EDUCATION	
Community Education	372,987
Customized Training (instructional)	125,866
Professional Development	-
Community Services	49,183
Administration	160,737
Other	-
Total public service/continuing education	<u>708,773</u>
AUXILIARY SERVICES	
	<u>2,209,067</u>
OPERATIONS AND MAINTENANCE OF PLANT	
Maintenance	552,595
Custodial Services	710,118
Grounds	150,325
Campus Security	524,143
Utilities	762,092
Administration	148,914
Total operations and maintenance of plant	<u>2,848,187</u>
INSTITUTIONAL SUPPORT	
Executive Management	600,609
Fiscal Operations	604,660
Community Relations	314,196
Administrative Support Services	301,251
Board of Trustees	4,062
General Institution	1,231,986
Institutional Research	120,851
Administrative Data Processing	1,010,942
Other	89,552
Total institutional support	<u>4,278,109</u>
SCHOLARSHIPS, STUDENT GRANTS, AND WAIVERS	
	<u>4,723,263</u>
TOTAL CURRENT FUNDS EXPENDITURES	
	<u>\$ 29,094,494</u>
*Current Funds include the Education; Operations and Maintenance; Auxiliary Enterprises; Restricted Purposes; Audit; Liability, Protection and Settlement; and PBC Operations and Maintenance Funds.	

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SCHEDULE OF EXPENDITURES FOR STUDENTS
FEDERAL AWARDS PROGRAM
Year Ended June 30, 2017

EXPENDITURES

PELL Grant Program	
Federal award	<u>\$ 4,040,520</u>
Supplemental Educational Opportunity	
Grant program	<u>\$ 92,474</u>
Federal Work-Study Program	<u>\$ 89,554</u>
TOTAL FEDERAL WORK-STUDY PROGRAM	<u>\$ 89,554</u>

CERTIFICATION OF CHARGEBACK REIMBURSEMENT

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
CERTIFICATION OF CHARGEBACK REIMBURSEMENT
(Unaudited)
For Fiscal Year 2018

All fiscal year 2017 noncapital audited operating expenditures
from the following funds:

Education Fund	\$ 18,075,157
Operations and Maintenance Fund	2,386,462
Operations and Maintenance Restricted Fund	340,686
Bond and Interest Fund	-
Restricted Purposes Fund	5,135,799
Audit Fund	32,075
Liability, Protection and Settlement Fund	1,116,635
Auxiliary Enterprises Fund (subsidy only)	<u>-</u>

Total non-capital expenditures \$ 27,086,814

Depreciation on capital outlay expenditures (equipment, buildings,
and fixed equipment paid) from sources other than state and
federal funds \$ 1,509,440

Total costs included \$ 28,596,254

Total certified semester credit hours for FY 2017 62,028

Per capita cost \$ 461.02

All FY 2017 state and federal operating grants for noncapital
expenditures, except ICCB grants \$ 4,908,696

FY 2017 state and federal grants per semester credit hour \$ 79.14

District's average ICCB grant rate (excluding equalization grants)
for FY2018 \$ 29.10

District's student tuition and fee rate per semester credit hour
for FY2018 (Average) \$ 130.00

Chargeback reimbursement per semester credit hour \$ 222.78

Approved: *Cheryl Rallsoma* *Oct 9, 2017*
Chief Fiscal Officer Date

Approved: *Jeanne M. Cocoran* *OCT-7, 2017*
Chief Executive Officer Date



**COMPLIANCE
SECTION**

ICCB STATE GRANT FINANCIAL – COMPLIANCE SECTION



INDEPENDENT AUDITOR'S REPORT ON THE GRANT PROGRAM FINANCIAL STATEMENTS

Board of Directors
Illinois Valley Community College
Illinois Community College District #513
Oglesby, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the State Adult Education and Family Literacy Grants and Career and Technical Education-Program Improvement Grant of Illinois Valley Community College, Illinois Community College District #513 as of and for the year ended June 30, 2017, and the related notes to the ICCB grant program financial statements, as listed in the table of contents.

Management's Responsibility

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 the 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, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the grant policy guidelines of the Illinois Community College Board's *Fiscal Management Manual*. Those standards and guidelines require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 entity'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 College'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. Our audit also included a review of compliance with the provisions of laws, regulations, contracts, and grants between the College and the State of Illinois and Illinois Community College Board (ICCB).

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion, and the College is in compliance with the provisions of laws, contracts, and ICCB policy guidelines for restricted grants.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the State Adult Education and Family Literacy Grants and Career and Technical Education-Program Improvement Grant of Illinois Valley Community College, Illinois Community College District #513 as of June 30, 2017, and the changes in financial position thereof and for the year ended in accordance with accounting principles generally accepted in the United States of America.

Compliance

In connection with our audit, nothing came to our attention that caused us to believe that Illinois Valley Community College, Illinois Community College #513 failed to materially comply with the provisions of laws, regulations, contracts and grants between Illinois Valley Community College and the State of Illinois and the Illinois Community College Board. However, our audit was not directed primarily toward obtaining knowledge of all such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the College's noncompliance with the above referenced laws, regulations, contracts and grants. We also believe that the College is materially in compliance with the provisions of laws, contracts, and ICCB policy guidelines with respect to restricted grants.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the State Adult Education and Family Literacy Grants and Career and Technical Education-Program Improvement Grant and do not purport to, and do not, present fairly the financial position of Illinois Valley Community College, Illinois Community College District #513, the changes in its financial position, or where applicable, its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Wipfli LLP

Sterling, Illinois
October 6, 2017

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
STATE ADULT EDUCATION AND FAMILY LITERACY GRANT
BALANCE SHEET
June 30, 2017

	State Basic	Performance	Total (Memorandum Only)
ASSETS			
Grants receivable	\$ -	\$ -	\$ -
LIABILITIES AND FUND BALANCE			
Due to other funds	-	-	-
Fund balance - restricted	-	-	-
TOTAL LIABILITIES AND FUND BALANCE	\$ -	\$ -	\$ -

See Notes to ICCB Grant Programs Financial Statements.

**ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
STATE ADULT EDUCATION AND FAMILY LITERACY GRANT
COMBINED STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2017**

	<u>State Basic</u>	<u>Performance</u>	<u>Total (Memorandum Only)</u>
REVENUES			
Grant revenue	\$ 119,674	\$ 31,120	\$ 150,794
EXPENDITURES BY PROGRAM			
Instruction	87,561	-	87,561
Social Work Services	14,739	16,814	31,553
Guidance Services	15,092		15,092
Assistive and Adaptive Equipment	-	-	-
Assessment and Testing	-	-	-
Student Transportation Services	-	-	-
Literacy Services	-	-	-
Child Care Services	-	-	-
	<u>117,392</u>	<u>16,814</u>	<u>134,206</u>
Instructional and Student Services			
Improvement of Instructional Services	-	-	-
General Administration	2,282	-	2,282
Operation and Maintenance of Plant Services			-
Workforce Coordination			-
Data and Information Services		14,306	14,306
Approved Indirect Costs	-	-	-
	<u>2,282</u>	<u>14,306</u>	<u>16,588</u>
Program Support			
TOTAL EXPENDITURES	<u>119,674</u>	<u>31,120</u>	<u>150,794</u>
Excess revenues over expenditures	-	-	-
FUND BALANCE, July 1, 2016	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, June 30, 2017	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Notes to ICCB Grant Programs Financial Statements.

**ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
STATE ADULT EDUCATION AND FAMILY LITERACY GRANT
EXPENDITURE AMOUNTS AND PERCENTAGES FOR ICCB GRANT ONLY
Year Ended June 30, 2017**

State Basic	Audited Expenditure Amount	Actual Expenditure Percentage
Instruction (45% Minimum Required)	\$87,561	73.17%
General Administration (15% Maximum Allowed)	\$2,282	1.91%

See Notes to ICCB Grant Programs Financial Statements.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
CAREER AND TECHNICAL EDUCATION - PROGRAM IMPROVEMENT
BALANCE SHEET
as of June 30, 2017

ASSETS

Cash	\$ <u> -</u>
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LIABILITIES AND FUND BALANCE

Fund balance - restricted	\$ <u> -</u>
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See Notes to ICCB Grant Programs Financial Statements.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
CAREER AND TECHNICAL EDUCATION - PROGRAM IMPROVEMENT GRANT
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2017

	Actual
REVENUE	
State sources	\$ 21,008
EXPENDITURES	
Current year's grant	
Salaries	-
Employee benefits	-
Contractual services	-
Materials and supplies	18,174
Conference and meeting expenses	2,834
Utilities	-
Capital	-
Other	-
Total expenditures	21,008
Excess of revenues over expenditures	-
FUND BALANCE, July 1, 2016	-
FUND BALANCE, June 30, 2017	\$ -

See Notes to ICCB Grant Programs Financial Statements.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
ILLINOIS COMMUNITY COLLEGE BOARD STATE GRANTS
NOTES TO ICCB GRANT PROGRAMS FINANCIAL STATEMENTS
Year Ended June 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

The accompanying statements include only those transactions resulting from the Career and Technical Education-Program Improvement, and Adult Education & Family Literacy grants programs. These transactions have been accounted for in a Restricted Purposes Fund.

Basis of Accounting

The statements have been prepared on the modified accrual basis. Expenditures include all accounts payable representing liabilities for goods and services actually received as of June 30, 2016. Funds obligated prior to June 30 for goods that are received prior to August 31 are recorded as encumbrances.

Fixed Assets

Fixed asset purchases are recorded as capital outlay and not capitalized.

Unrestricted Grants

Base Operating Grants

General operating funds provided to colleges based upon credit enrollment.

Equalization Grants

Grants provided to colleges with less than the statewide average local tax dollars available per full-time equivalent student.

Restricted Grants/Special Initiatives

Career and Technical Education-Program Improvement Grants

Grant funding assists in keeping career and technical programs current and reflective of the highest quality practices in the workplace as necessary to prepare students to be successful in their chosen careers and to provide employers with the well-trained workforce they require. The grant funds are dedicated to enhancing instruction and academic support activities to strengthen and improve career and technical programs and services.

Other Grants

These other grants are additional contractual grants provided for special or specific system-related initiatives. These grants are supported by signed contracts between the College and the State of Illinois.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
ILLINOIS COMMUNITY COLLEGE BOARD STATE GRANTS
NOTES TO ICCB GRANT PROGRAMS FINANCIAL STATEMENTS
Year Ended June 30, 2017

Restricted Adult Education Grants - State

State Basic

A grant awarded to Adult Education and Family Literacy providers to establish special classes for the instruction of persons age 21 and over or persons under the age of 21 and not otherwise in attendance in public school. Instruction focuses on providing students with knowledge needed to increase their qualifications for employment and their ability to meet their responsibilities as citizens. Instruction may include courses 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 Adult Education and Family Literacy providers based on performance outcomes.

NOTE 2 - PAYMENTS OF PRIOR YEAR'S ENCUMBRANCES

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



**INDEPENDENT ACCOUNTANT'S REPORT ON ENROLLMENT DATA
AND OTHER BASES UPON WHICH CLAIMS ARE FILED**

Board of Trustees
Illinois Valley Community College
Illinois Community College District #513
Oglesby, Illinois

We have examined the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed of Illinois Valley Community College, Illinois Community College District #513 (the College) for the year ended June 30, 2017. The Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed is the responsibility of the College's management. Our responsibility is to express an opinion on the schedule based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and the guidelines of the Illinois Community College Board's *Fiscal Management Manual*. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed is in accordance with the criteria, in all material respects. An examination involves performing procedures to obtain evidence about Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed. The nature, timing, and extent of the procedures selected depend on our judgement, including an assessment of the risks of material misstatement of the Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis. Our examination does not provide a legal determination on the College's compliance with statutory requirements.

In our opinion, the Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed presents fairly, in all material respects, the student enrollment and other bases upon which claims are filed and the reconciliation of semester credit hours of Illinois Valley Community College, Illinois Community College District #513 (the College) for the year ended June 30, 2017, in conformity with the Illinois Community College Board's *Fiscal Management Manual*.

Wipfli LLP

Sterling, Illinois
October 6, 2017

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT NO. 513
SCHEDULE OF ENROLLMENT DATA AND OTHER BASES UPON WHICH CLAIMS ARE FILED
Year Ended June 30, 2017

Total Semester Credit Hours by Term (In-District and Out of District Reimbursable)										
Categories	Summer		Fall		Winter		Spring		(Note 3) TOTAL	
	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted
Notes 1 and 2										
Baccalaureate	3,811.0	0.0	18,757.5	0.0	0.0	0.0	17,763.0	0.0	40,331.5	0.0
Business Occupational	319.0	0.0	1,766.0	0.0	0.0	0.0	1,711.5	0.0	3,796.5	0.0
Technical Occupational	453.0	0.0	3626.0	0.0	0.0	0.0	3,848.5	0.0	7,927.5	0.0
Health Occupational	649.0	0.0	2,349.0	0.0	0.0	0.0	2,756.5	0.0	5,754.5	0.0
Remedial Development	290.0	0.0	1,915.0	0.0	0.0	0.0	1,059.0	0.0	3,264.0	0.0
Adult Basic/ Secondary Education	0.0	0.0	124.5	354.0	0.0	0.0	126.5	349.0	251.0	703.0
TOTAL	5,522	0.0	28,538.0	354.0	0.0	0.0	27,265.0	349.0	61,325.0	703.0

NOTE 1) Unrestricted credit hours are supported with 50% or more of unrestricted sources of funding and are reimbursable if they meet all eligibility requirements.

NOTE 2) Restricted credit hours are supported with more than 50% of restricted sources of funding.

NOTE 3) Total of unrestricted and restricted should equal the SU and SR record totals.

	Attending In-District	Attending Out-of-District on Chargeback or a Cooperative/Contractual Agreement	TOTAL		
Reimbursable Semester Credit Hours (All Terms)	59,153.0	2,033.0	61,186		
	Dual Credit		Dual Enrollment		
Reimbursable Semester Credit Hours (All Terms)	5,356.0		714.0		
District Prior Year Equalized Assessed Valuation	\$3,090,810,857				
Correctional Semester Credit Hours by Term					
Categories	Summer	Fall	Winter	Spring	TOTAL
Baccalaureate	0.0	0.0	0.0	0.0	0.0
Business Occupational	0.0	0.0	0.0	0.0	0.0
Technical Occupational	0.0	0.0	0.0	0.0	0.0
Health Occupational	0.0	0.0	0.0	0.0	0.0
Remedial Development	0.0	0.0	0.0	0.0	0.0
Adult Basic/ Secondary Education	0.0	0.0	0.0	0.0	0.0
TOTAL	0.0	0.0	0.0	0.0	0.0

Signatures: *Jerome M. Collocan*
 President

Cheryl Ralphy
 Chief Financial Officer

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT NO. 513
SCHEDULE OF ENROLLMENT DATA AND OTHER BASES UPON WHICH CLAIMS ARE FILED
Year Ended June 30, 2017

Categories	<u>Total Unrestricted Credit Hours</u>	<u>Total Unrestricted Credit Hours Certified to the ICCB</u>	<u>Difference</u>	<u>Total Restricted Credit Hours</u>	<u>Total Restricted Credit Hours Certified to the ICCB</u>	<u>Difference</u>
Baccalaureate	40,331.5	40,331.5	0.0	0.0	0.0	0.0
Business Occupational	3,796.5	3,796.5	0.0	0.0	0.0	0.0
Technical Occupational	7,927.5	7,927.5	0.0	0.0	0.0	0.0
Health Occupational	5,754.5	5,754.5	0.0	0.0	0.0	0.0
Remedial Development	3,264.0	3,264.0	0.0	0.0	0.0	0.0
Adult Basic/ Secondary Education	251.0	251.0	0.0	703.0	703.0	0.0
TOTAL	61,325.0	61,325.0	0.0	703.0	703.0	0.0

RECONCILIATION OF IN-DISTRICT/CHARGEBACK AND COOPERATIVE/CONTRACTUAL AGREEMENT CREDIT HOURS			
	<u>Total Attending (Unrestricted and Restricted)</u>	<u>Total Attending as Certified to the ICCB</u>	<u>Difference</u>
In-District Residents	59,153.0	59,153.0	0.0
Out-of-District on Chargeback or Contractual Agreement	2,033.0	2,033.0	0.0

	<u>Total Reimbursable</u>	<u>Total Reimbursable Certified to ICCB</u>	<u>Difference</u>
Dual Credit	5,356.0	5,356.0	0.0
Dual Enrollment	714.0	714.0	0.0

RECONCILIATION OF TOTAL CORRECTIONAL SEMESTER CREDIT HOURS FOR THE YEAR ENDED JUNE 30, 2012			
Categories	<u>Total Correctional Credit Hours</u>	<u>Total Correctional Credit Hours Certified to the ICCB</u>	<u>Difference</u>
Baccalaureate	0.0	0.0	0.0
Business Occupational	0.0	0.0	0.0
Technical Occupational	0.0	0.0	0.0
Health Occupational	0.0	0.0	0.0
Remedial Development	0.0	0.0	0.0
Adult Basic/ Secondary Education	0.0	0.0	0.0
TOTAL	0.0	0.0	0.0

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT NO. 513
VERIFICATION OF STUDENT RESIDENCY
Year Ended June 30, 2017

The following procedures detail the process for verifying the residency status of the students of Illinois Valley Community College District No. 513 (College).

Applicants

The residency status on application forms is normally determined by the address entered on the student's application form for admission. If the address is an in-district address, then the student is considered by the College's Department of Admissions and Registration as an in-district student. Likewise, if the address is an out-of-district or out-of-state address, then the student is considered out-of-district or out-of-state.

However, there are some exceptions to the above mentioned procedures. If a student indicates an in-district address on the application form but lists an out-of-district high school and the student is still in high school or a recent high school graduate, or the College receives an out-of-district or out-of-state high school transcript for the student, the student will be considered an out-of-district student unless the student can provide acceptable forms of documentation as proof on in-district status. Documentation can include:

1. A copy of the student's driver's license, voter registration card, property tax statement or other item providing verification of the student's in-district address;
2. An affidavit signed by a staff member from the college who registered the student and who personally evaluated an item (such as one of those identified in #1 above) verifying the student's in-district address;
3. A procedure by which the student certified his/her in-district address along with an indication that appropriate follow-up was pursued by the college to verify the certification (e.g., sending correspondence to the address); and
4. An employer signed affidavit verifying the student works full time at the employer's business location in the college district;
5. College policy regarding students:
 - a. In correctional facilities (county, state, or federal)
 - b. In/on military bases
 - c. Who are not U.S. Citizens
 - d. Individuals attending IVCC on an F-1 visa are charged out-of-state tuition at a rate of \$250.56 per credit hour.
 - e. Who live out-of-district but work in-district
 - f. Attending another post-secondary higher education institution in the district
 - g. Who are athletes

SUPPLEMENTARY FINANCIAL INFORMATION

**ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT NO. 513
SUMMARY OF ASSESSED VALUATIONS
MOST RECENT THREE YEARS**

<u>Tax Levy Year</u>	<u>Equalized Assessed Valuation</u>
2016	\$3,090,810,857
2015	3,012,240,913
2014	2,994,383,259

FEDERAL COMPLIANCE SECTION



**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Trustees
Illinois Valley Community College
Illinois Community College District #513
Oglesby, Illinois

We have audited, in accordance with the 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 business-type activities of Illinois Valley Community College, Illinois Community College District #513 (College) as of and for the year ended June 30, 2017 and the related notes to the financial statements, which collectively comprise the College’s basic financial statements and have issued our report thereon dated October 6, 2017. Our report includes a reference to other auditors who audited the financial statements of Illinois Valley Community College Foundation, as described in our report on the College’s financial statements. The financial statements of Illinois Valley Community College Foundation were not audited in accordance with *Government Auditing Standards*.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the College’s internal control over financial reporting (“internal control”) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the College’s internal control. Accordingly, we do not express an opinion on the effectiveness of the College’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the College’s financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit the attention of those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the College's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control or on compliance. This report is in integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Wipfli LLP

Sterling, Illinois
October 6, 2017



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Trustees
Illinois Valley Community College
Illinois Community College District #513
Oglesby, Illinois

Report on Compliance for Each Major Federal Program

We have audited Illinois Valley Community College, Illinois Community College District #513's (College) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017. The College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility for Compliance

Management is responsible for compliance with the federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the College's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the College's compliance.

Opinion on Each Major Federal Program

In our opinion, Illinois Valley Community College, Illinois Community College District #513 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017.

Report on Internal Control Over Compliance

Management of the College is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the College's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Wipfli LLP

Sterling, Illinois
October 6, 2017

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2017

Federal Grantor/State Pass-Through Grantor/Program Title/Grant Name	Federal CFDA Number	Pass Through Grantor's Number	Expenditures	Passed Through to Subrecipients
U.S. Department of Education				
Student Financial Aid				
PELL Grant Program	(M) 84.063	N/A	\$ 4,040,520	\$ -
Supplemental Education Opportunity Grant Program	(M) 84.007	N/A	92,474	-
Federal Work-Study Program	(M) 84.033	N/A	<u>89,554</u>	<u>-</u>
Total student financial aid			4,222,548	-
Direct				
Student Support Services	84.042A	N/A	287,515	-
Passed through the ICCB				
Federal Adult Education Act				
Title II Basic Education	84.002A	51301	154,650	-
EL/Civics	84.002A	51301	16,470	-
Carl Perkins Title IIC				
Vocational Grant Program	84.048	CTE51313	<u>231,017</u>	<u>-</u>
Total U.S. Department of Education			4,912,200	-
U.S. Small Business Administration				
Passed through the Illinois Department of Commerce and Economic Opportunity - Small Business Development Center				
	59.037	05-80153	<u>38,750</u>	<u>-</u>
Total U.S. Small Business Administration			<u>38,750</u>	<u>-</u>
TOTAL FEDERAL AWARDS			<u>\$ 4,950,950</u>	<u>\$ -</u>

See Notes to Schedule of Expenditures of Federal Awards

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS Year
Ended June 30, 2017

Guaranteed Student Loans:

During the fiscal year ended June 30, 2017, the College made guaranteed student loans to eligible students totaling \$942,613 under the following programs:

Stafford Loan Program	(M) 84.268	<u>\$ 942,613</u>
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(M) indicates a major federal financial assistance program

See Notes to Schedule of Expenditures of Federal Awards

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT NO. 513
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2017

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Illinois Valley Community College District No. 513 for the year ended June 30, 2016 and is presented in conformity with generally accepted accounting principles. The information in this schedule is presented in accordance with the requirements of OMB *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The College elected not to use the ten percent de minimis indirect cost rate during the year ended June 30, 2017.

The statements have been prepared on the modified accrual basis.

NOTE 2 – FEDERAL DIRECT STUDENT LOAN PROGRAM – NONCASH FEDERAL AWARDS

The College's participation in the U.S. Department of Education's Student Financial Assistance Program includes the Stafford Loan Program. Stafford Loans made during the year ended June 30, 2017 totaled \$942,613.

NOTE 3 – SUBRECIPIENTS

The College did not award any federal funds to subrecipients during the year ended June 30, 2017.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2017

I. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? __ Yes X No
- Significant deficiency(ies) identified? __ Yes X None Reported

Noncompliance material to financial statements noted? __ Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? __ Yes X No
- Significant deficiency(ies) identified? __ Yes X None Reported

Type of auditor's report issued on compliance for major programs: Unmodified

- Any audit findings disclosed that are required to be reported in accordance OMB Uniform Guidance? __ Yes X No

Identification of major program:

CFDA Number	Name of Federal Program/Cluster
84.007, 84.033, 84.063, 84.268	Student Financial Aid Cluster

Dollar threshold used to distinguish between type A and type B program: \$ 750,000

Auditee qualified as low-risk auditee? X Yes __ No

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2017

FISCAL YEAR 2016 FINDINGS

Finding No. 2016-001 - Fixed Asset Subledger

Fixed asset subledger and general ledger do not agree. Fixed asset transactions were entered into the general ledger but not recorded on the fixed asset subledger. Subledgers should be reconciled to the general ledger on a regular basis.

Status: Corrected

Finding No. 2016-002 - Program Improvement Grant Noncompliance with Grand Administration Standards

During our testing of Career and Technical Education Program Improvement Grant prior year encumbrances, we discovered two prior year encumbrances (totaling \$2,464) that were not paid for before August 31.

Status: Corrected

FISCAL YEAR 2015 FINDINGS

None