

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT NO. 513

Oglesby, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT Fiscal Year Ended June 30, 2018

Prepared by: Business Office

Cheryl Roelfsema Vice President for Business Services and Finance

> Kathy Ross Controller

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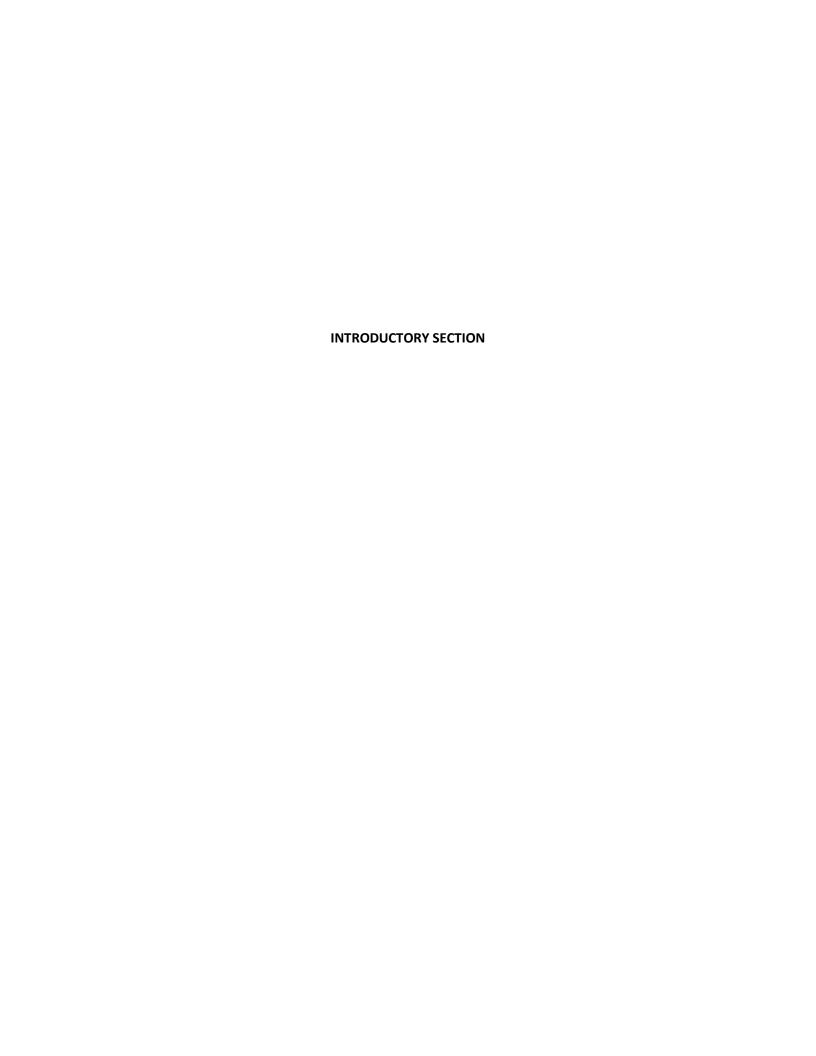
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November 19, 2018

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, 2018, 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 reauthorized 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 unqualified. 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, 2018 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. Last year IVCC was granted accreditation through the Higher Learning Commission 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: IVCC was a member of the Academic Quality Improvement Program (AQIP) since 2002. The three pathways to accreditation are:

- AQIP emphasizes continuous quality improvement principles;
- Standard 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:

- o Mission
- o Integrity: Ethical and Responsible Conduct
- Teaching and Learning: Quality, Resources, and Support
- o 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 Area Enterprise Zone established 1/1/2016; expires 12/31/2030
- Streator Area Enterprise Zone established 1/1/2016; expires 12/31/2030
- Bureau/Putnam Area 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

Illinois Valley Community College is the preferred gateway to advance individual and community success.

Mission

Illinois Valley Community College provides a high-quality, accessible, and affordable education that inspires individuals and our community to thrive.

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

1. Raise community appreciation for post-secondary education and the opportunities it provides.

- Promote IVCC's educational opportunities so as to optimize enrollments.
- Solicit community feedback and participation in the development and enhancement of IVCC's programs.
- Create and coordinate opportunities for community engagement in order to highlight IVCC's contributions to the community.

2. Provide resources and support systems that cultivate success for our students, employees and community.

- Enhance the student experience by continuously improving teaching and learning both in and out of the classroom.
- Develop interventions that address student's academic, social, emotional and financial needs.
- Create and maintain a dynamic workplace that supports employees' personal and professional growth.
- Develop sustainable partnerships that contribute to the economic success of the individual and community.

3. Serve as responsible stewards of college, community, state and donor resources.

- Leverage human resources to maximize student learning, satisfaction, and safety.
- Plan and manage fiscal resources proactively to balance revenue with expenses.
- Design, supply, and maintain an environment that is conducive to student learning and community well-being.

Evaluation

The College has key performance indicators that it uses to measure and track progress. Each indicator is comprised of metrics with internal targets that are benchmarked locally or nationally where possible. The College's strategic goals are mapped to the key performance indicators in the following manner:

Goal	Key Performance Indicator(s)
Raise community appreciation for post-	KPI 2 – Success after IVCC
secondary education and the opportunities it	KPI 5 – District population served
provides	
Provide resources and support systems that	KPI 1 – Student academic success
cultivate success for our students, employees	KPI 3 – Support for students
and community.	KPI 4 – Support for employees
Serve as responsible stewards of college,	KPI 6 – Resources Management
community, state and donor resources	

Economic Condition and Outlook

The College's financial position continues to remain strong despite low enrollments and the lack of State funding. This can be attributed to sound financial planning, budget performance, and a healthy property tax base. The operating funds have a fund balance equal to approximately 50 percent of the annual operating expenses.

Demographics

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 1.7 percent decline in population. Though the state population has decreased in recent years, the population is projected to remain constant through 2020. For the College district, the only age bracket with growth is individuals 65 years of age and older, which makes up 19.6 percent of the total district population. Individuals 40 to 64 years of age make up 33.5 percent of the district population.

Five-Year Change in District Demographics

					% of Total
	2018	2023			Population
Ages	Population	Population	Change	% Change	2018
0 – 19 years	34,985	33,943	(1,042)	(3.0%)	23.6%
20 – 39 years	34,547	33,443	(1,104)	(3.2%)	23.3%
40 – 64 years	49,596	46,361	(3,235)	(6.5%)	33.5%
65 and older	29,063	31,862	2,799	9.6%	19.6%
Totals	148,191	145,609	(2,582)	(1.7%)	100.0%

According to the US Census Bureau, on a national level by the year 2030 all baby boomers will be older than 65 years of age, or one in every five Americans will be retirement age. It is projected that by 2035 older adults will outnumber children for the first time in US history. At that point immigration is projected to be the primary driver of population growth nationally.

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

<u>Demographic</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	% of Population	% Change
White, Non-Hispanic	127,170	126,159	125,232	124,385	123,612	123,002	84%	(3%)
Hispanic/Latino (any race)	14,371	14,613	14,837	15,041	15,228	15,375	11%	7%
Black, Non-Hispanic	3,322	3,402	3,475	3,541	3,601	3,648	3%	10%
Two or More Races, Non-Hispanic	1,678	1,706	1,732	1,755	1,776	1,793	1%	7%
All Other Races	1,649	1,683	1,714	1,742	1,769	1,790	1%	9%

The White, Non-Hispanic population is expected to decrease by 4,168 individuals, or three percent, although still making up 84 percent of the total population in 2023. The Hispanic/Latino population (any race) will increase by 1,004, to a total of 15,375 individuals, making up 11 percent of the total population. The Black, Non-Hispanic population will increase by 326 individuals, to a total of 3,648, an increase of 10 percent, or three percent of the population, and the population made up of two or more races, Non-Hispanic, will increase by 115 individuals, an expected increase of seven percent, making up one percent of the total population.

Enrollments

Historically, there has been a correlation between credit hours and unemployment rates. In 2017, the annual average unemployment rates for Illinois were 5.0 percent for the U-3 rate and 9.2 percent for the U-6 rate. The national unemployment rates were 4.4 for the U-3 rate and 7.3 for the U-6 rate.

The statewide U-3 rate of 5.0 percent is lower compared to 9.0 percent five years ago. Historic December unemployment rates are illustrated below:

As of December	State of Illinois	Three-County Area
2017	5.0%	5.3%
2016	5.8%	6.5%
2015	6.0%	6.8%
2014	7.1%	7.9%
2013	9.0%	10.1%
2012	9.0%	9.8%
2011	9.7%	10.5%
2010	10.4%	11.7%
2009	10.2%	11.9%

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.

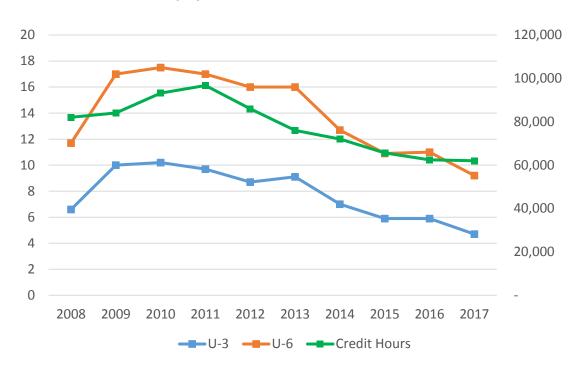
People are included in the monthly U-6 unemployment rate if they:

- 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 fulltime 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 17-year low. The current

trend for low enrollments at community colleges is throughout the Illinois Community College System and much of the nation.

Unemployment Rates and IVCC Credit Hour Trends



Historical Enrollment Information Credit Hours

<u>Term</u>	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	
Summer	6,886	6,569	6,020	6,221	5,522	5,395	
Fall	35,995	34,006	31,533	28,964	28,892	27,354	
Spring	33,175	31,479	30,049	28,035	27,614	25,575	
Total	76,056	72,054	67,602	63,220	62,028	58,324	

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 area demographics as illustrated previously.

Illinois Community College Board Goals

- 1. Smooth the transition for all students into and through Postsecondary Education.
- 2. Contribute to the economic development of Illinois by providing robust workforce training, increasing credential attainment, and closing the skills gap through talent pipeline management.
- 3. Engage with all stakeholders to align board policies to improve student outcomes and increased access to public information on system effectiveness.

Illinois Valley Community College Fiscal Year 2019 Initiatives

- 1. Focus on enrollments in all programs with emphasis on high school relationships.
- 2. Launch new programs:
 - a. Certified Medical Assistant
 - b. Cybersecurity
 - c. Agronomy.
- 3. Maintain fiscal discipline and adequate reserves.
- 4. Build upon recent success of new fundraising initiatives.
- 5. Submit supplemental report to the Higher Learning Commission by November 2018.
- 6. Update succession plan.

State Funding

The State of Illinois continues to struggle with budget issues. Accordingly, the future of State funding for the College has been a concern since 2015. Recent annual operating appropriations are illustrated below. Operating appropriations would include the credit hour reimbursement grant, small college grant, and the equalization grant.

Fiscal Year	State Appropriation	% of FY2015 Funding
2016	\$ 611,896	27
2017	1,891,301	85
2018	1,888,470	85
2019	1,980,530	89

The College has maintained reserves which helped to cover the revenue shortfall in fiscal year 2016 without reductions in personnel and student services. Operating reserves are again over 40 percent of annual expenditures.

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 2017 by \$105.2 million, or 3.4 percent, to \$3,195,995,018. The EAV had steadily declined from its high of \$3,198,644,044 in tax year 2009 to a low of \$2,994,383,259 in tax year 2014. In December 2012, a seven-year 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 tax year 2009. The tax year 2017 increase in EAV was due to farmland, residential, and industrial property

values offsetting the decline in value for commercial properties. The expansion of the Marquis Energy ethanol plant in Putnam County added approximately \$20 million in EAV for tax year 2016.

Property Type	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	2012	<u>2011</u>	<u>2010</u>
Residential	43%	43%	43%	43%	44%	45%	47%	48%
Industrial	22%	22%	22%	23%	23%	23%	22%	22%
Farm	21%	21%	20%	20%	19%	18%	16%	16%
Commercial	12%	13%	13%	13%	13%	13%	13%	12%
Other	2%	1%	2%	1%	1%	1%	2%	2%

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 2019, payable in 2020.

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 \$196 million, or six percent, of the College's tax base is in TIF districts.

Capital Improvements

In 2016 the College began replacing the original air handlers and chillers in five buildings. The air handlers were originally installed in the early 1970s when the buildings were constructed. The chillers were replaced 20 years ago and refurbished 10 years ago. Buildings A, B, and D are completed with Building E scheduled for 2019 and Building C in 2020. The energy savings from the replacements in Buildings A, B, and D have been significant.

The Dr. Mary Margaret Weeg Cultural Centre underwent renovations over the last two years which included new LCD house lighting, seating, wall coverings, and carpeting. These renovations were in large part paid for by a generous bequest from the Durley and Hazel Boyle Estate.

Video surveillance cameras throughout campus and the recording system were replaced. Exterior steps and handrails leading into the buildings from the courtyard were also replaced.

The State of Illinois has allocated deferred maintenance funds which will be used to replace the 1940's era dairy barn on campus with an agriculture equipment storage building to be used by our expanding agriculture degree and certificate programs.

Debt Administration

The College is one of the very few community colleges that has no bonded debt as of June 30, 2018. 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 2017.

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,

ජ්r. 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, 2017

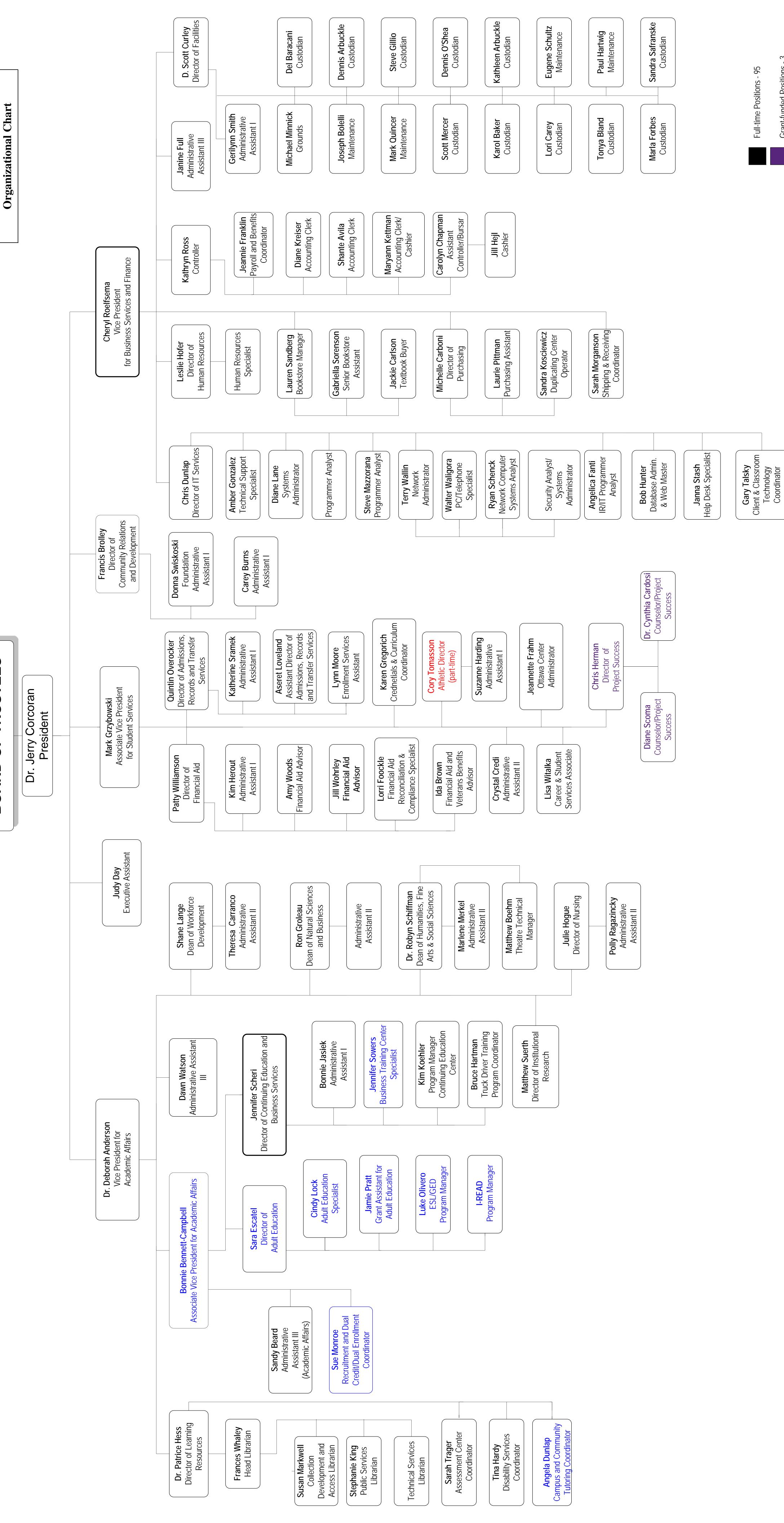
Christopher P. Morrill

Executive Director/CEO

TRUSTEES

OF OF

BOARD



Partially, Grant-funded Positions - 9

Grant-funded Positions - 3

Full-time Positions - 95

Total Full-time Positions - 107

James Niessner Audio Visual Computing Specialist

6/30/18

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT 513

Principal Officials as of July 1, 2018

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 Boyles (2019)

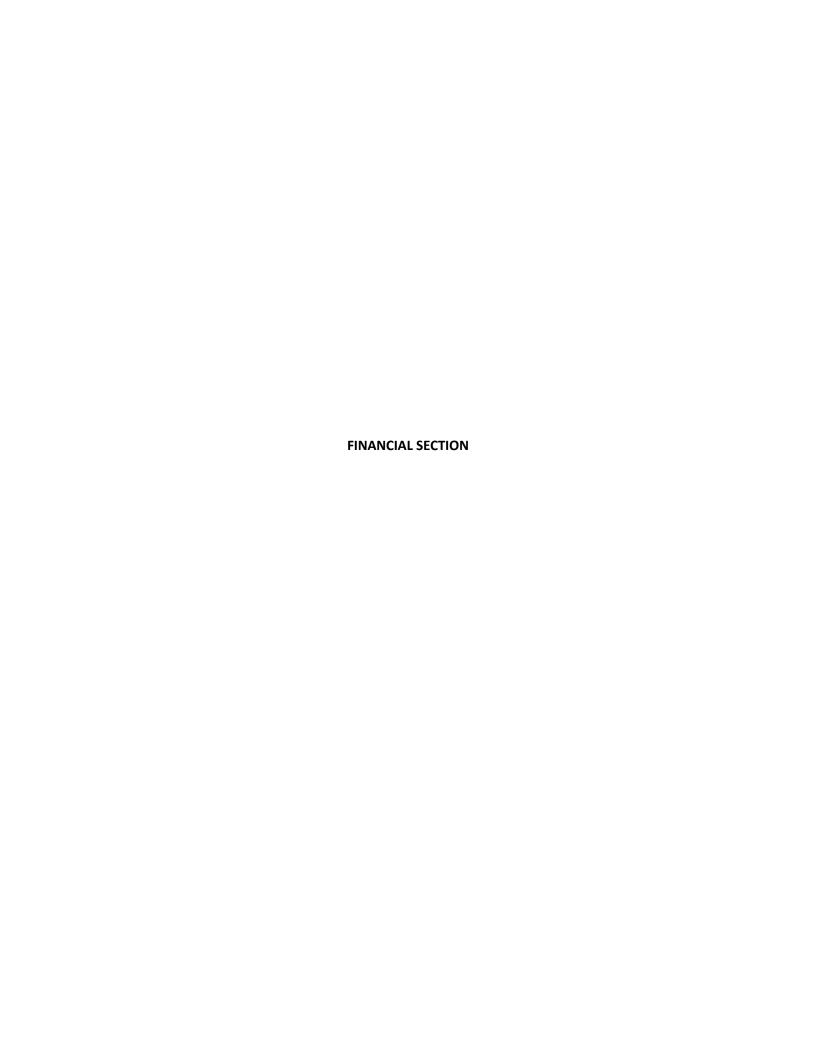


Mr. Joseph M. Marenda Student Trustee – 2019

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





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, 2018, 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, 2018, 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.

Change in Accounting Principle

As discussed in Note 1 to the financial statements, the College adopted new accounting guidance GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinions are not modified with respect to this matter.

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, Schedule of Share of Net OPEB Liability, and Schedule of OPEB Contributions, 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 November 13, 2018 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

Sterling, Illinois

November 13, 2018

Wippei LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS FISCAL YEAR ENDED JUNE 30, 2018

This section of Illinois Valley Community College's Comprehensive Annual Financial Report presents readers with management's discussion and analysis of the financial activity during the fiscal years ended June 30, 2018, and June 30, 2017. 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 22-44). 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-wide statements report information about the College as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the College's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of revenues, expenses, and changes in net position regardless of when cash is received or paid.

Major Features of the College Financial Statements

Major reactives of the conege i mancial statements				
Scope	Entire College (except fiduciary funds)			
Required financial statements	Statement of net position			
	 Statement of revenues, expenses and 			
	changes in net position			
	Statement of cash flows			
Accounting basis and measurement focus	Accrual accounting and economic resources focus			
Type of asset/liability information	All assets and liabilities, both financial and capital,			
	short-term and long-term			
Type of inflow/outflow information	All revenues and expenses during year, regardless			
	of when cash is received or paid			

The statements report the College's net position and how it has changed. Net position – the difference between the College's assets and liabilities – is one way to measure the College's financial health or position.

- Over time, increases or decreases in the College's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- 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 financial highlights of the College are as follows:

The College's financial status continues to be strong despite the State of Illinois financial crisis and the lack of consistent State funding for Illinois community colleges.

Overall revenues were \$36,972,793, exceeding expenses by \$40,437. Revenues were down slightly less than the \$37,295,470 reported for fiscal year 2017.

Tuition revenues, net of scholarships and allowances, increased by \$254,624, or 4.4 percent, from fiscal year 2017. Tuition and fee rates increased by 4.6 percent while enrollments decreased by 5.0 percent. Scholarships and allowances, a deduction from tuition revenues, decreased by \$208,929, or 6.9 percent.

State and local grants and contracts decreased by \$1,004,647, or 8.2 percent, from fiscal year 2017. The State's On-behalf SURS (State University Retirement System) contribution decreased by \$507,266 to \$7,703,929. The Illinois Community College Board (ICCB) credit hour reimbursement grant decreased by \$230,234 which was offset by the equalization grant of \$50,000 and the small college grant of \$38,400. Corporate Personal Property Replacement Tax decreased by \$230,130, or 17.7 percent.

Property tax revenues increased by \$166,520, or 1.4 percent, from fiscal year 2017. The property tax base increased by approximately \$105.2 million, or 3.4 percent. The 2017 tax year rate of \$0.3647 per \$100 EAV was lower than the 2016 tax year rate of \$0.3664 due to the reduction in the additional equity tax from .1292 to .1262 and the increase in the property tax base. 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.

Federal revenues decreased by \$252,939, or 5.1 percent. PELL grants decreased by \$185,438 due to lower enrollments. Supplemental Educational Opportunity Grants and Federal Work-Study program revenues dropped by \$10,512.

Gifts and contributions increased by \$597,440, more than double the \$522,997 received in fiscal year 2017. A bequest of approximately \$600,000 was made by the Durley and Hazel Marie Boyle estate to the Illinois Valley Community College Foundation. These funds have been used for improvements in the Cultural Centre.

Investment revenues increased by \$126,505, double the fiscal year 2017 investment revenues of \$126,869.

Total costs decreased by \$473,106, or 1.3 percent, in part due to the reduction of the on-behalf pension contribution to the State of Illinois decreasing by \$507,266.

Illinois Valley Community College Net Position As of June 30

			Increase		Increase
			(Decrease)		(Decrease)
	<u>2018</u>	<u>2017</u>	2018-2017	<u>2016</u>	<u>2017-2016</u>
Current assets	\$28,958,191	\$29,567,000	\$ (608,809)	\$ 29,362,404	\$ 204,596
Non-current assets					
Investments	3,565,000	744,000	2,821,000	248,000	496,000
Capital assets, net of					
depreciation	60,192,871	60,997,398	(804,527)	62,174,592	(1,177,194)
Total assets	92,716,062	91,308,398	1,407,664	91,784,996	(476,598)
Deferred outflows of					
resources	253,634	46,853	206,781	51,813	(4,960)
Total assets and deferred					
outflows of resources	92,969,696	91,355,251	1,614,445	91,836,809	(481,558)
Current liabilities	2,203,779	2,027,603	176,176	2,119,195	(91,592)
Non-current liabilities	12,155,453	233,573	11,921,880	284,576	(51,003)
Total liabilities	14,359,232	2,261,176	12,098,056	2,403,771	(142,595)
Deferred inflows of					
resources	6,864,021	5,662,612	1,201,409	5,618,226	44,386
Net position					
Net investment in capital					
assets	60,192,871	60,997,398	(804,527)	62,174,592	(1,177,194)
Restricted-expendable	11,813,739	12,181,601	(367,862)	12,891,136	(709,535)
Unrestricted	(260,167)	10,252,464	(10,512,631)	8,749,084	1,503,380
Total net position	<u>\$71,746,443</u>	<u>\$83,431,463</u>	<u>\$ (11,685,020)</u>	<u>\$ 83,814,812</u>	<u>\$ (383,349)</u>

The largest component of net position, \$60.2 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 \$11.8 million and are committed for capital projects, debt service, and specific instructional programs. The deficit balance of \$.2 million represents unrestricted net assets that can be used for discretionary spending. Unrestricted net assets declined by \$10.5 million in fiscal year 2018 due to the other post-employment benefit liability of \$11.9 million as the result of the implementation of GASB No. 75 which requires the College to report their proportionate share of the long-term liability of the College Insurance Plan.

Fiscal year 2018 Compared to 2017

Current assets decreased by \$608,809, or 2.1 percent, from the previous year. Receivables decreased by \$1,467,196; cash decreased by \$601,730; bookstore inventories decreased by \$231,329 while short-term investments increased by \$1,650,430. During fiscal year 2018, the State of Illinois paid the outstanding receivables from June 30, 2017 and those funds were invested by the College in short-term

investments. The reduction in the bookstore inventory is a result of recent trends to replace traditional textbooks with e-books.

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.

Analysis of Net Position June 30

Net position	<u>2018</u>	<u>2017</u>	Increase (Decrease) 2018-2017	<u>2016</u>	Increase (Decrease) <u>2017-2016</u>
Net investment in capital assets	\$ 60,192,871	\$ 60,997,398	\$ (804,527)	\$ 62,174,592	\$ (1,177,194)
Restricted Expendable	11,813,739	12,181,601	(367,862)	12,891,136	(709,535)
Unrestricted Total	(260,167) \$ 71,746,443	10,252,464 \$ 83,431,463	(10,512,631) \$ (11,685,020)	8,749,084 \$ 83,814,812	1,503,380 \$ (383,349)

Fiscal Year 2018 Compared to 2017

The College's net position decreased by \$11,685,020, or 14.0 percent, in fiscal year 2018. Capital assets decreased by \$804,527. Depreciation expense of \$2,656,791 was offset with \$1,870,374 in new asset purchases. Projects included replacement of the air handler and chiller in Building D and renovations to the Cultural Centre, most notably the improvements in disability access.

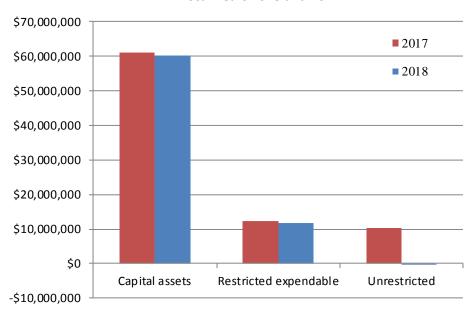
Restricted assets decreased by \$367,862. Funds held for capital improvements increased by \$697,744; liability, protection, and settlement funds decreased by \$965,371, and governmental receivables decreased by \$230,476. The liability, protection, and settlement net position has historically been high, and in recent years the property tax levy has been reduced with the College using the excess funds for expenses.

Fiscal Year 2017 Compared to 2016

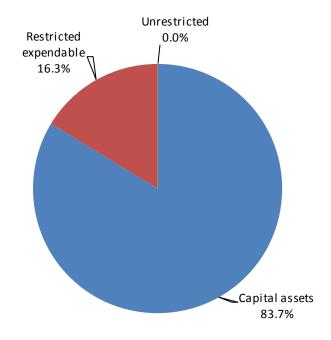
The College's net position decreased by \$383,349, or 0.5 percent, in fiscal year 2017. Capital assets decreased by 1.9 percent, with depreciation being more than asset acquisitions. The only major project in fiscal year 2017 was the replacement of Building B air handler and chiller. Equipment and technology

purchases were \$167,010. More information on capital assets is provided on the following page and in Note 4 to the financial statements.

Comparison of Net Position Fiscal Years 2018 and 2017



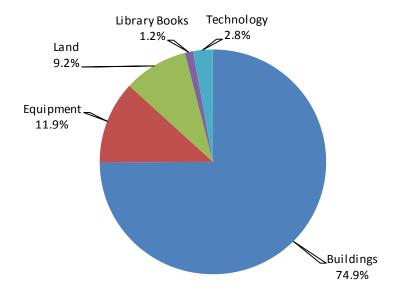
Composition of Net Position June 30, 2018



Analysis of Capital Assets As of June 30

Capital assets Land and	<u>2018</u>	<u>2017</u>	Increase (Decrease) 2018-2017	<u>2016</u>	Increase (Decrease) 2017-2016	
	\$ 9,517,705	\$ 9,517,705	\$ -	\$ 9,521,105	\$ (3,400)	
improvements			-	. , ,		
Building	77,524,445	75,701,838	1,822,607	74,168,478	1,533,360	
Equipment	12,271,035	12,326,391	(55,356)	12,450,550	(124,159)	
Library books	1,288,543	1,288,543	-	1,288,543	-	
Technology	2,875,238	2,875,238		2,853,671	21,567	
Total	103,476,966	101,709,715	1,767,251	100,282,347	1,427,368	
Less accumulated						
depreciation	43,284,095	40,712,317	2,571,778	38,107,755	2,604,562	
Net capital assets	60,192,871	60,997,398	(804,527)	62,174,592	(1,177,194)	
Less applicable						
long-term debt				_		
Net investment						
in capital assets	\$ 60,192,871	\$ 60,997,398	\$ (804,527)	\$ 62,174,592	<u>\$ (1,177,194)</u>	

Composition of Capital Assets June 30, 2017



Additions to capital assets in FY2018 include the following:

- Building D Air Handler/Chiller replacement
- Cultural Centre accessibility improvements

Please see Note 4.

Operating Results For the Year Ended June 30

	<u>2018</u>	<u>2017</u>	Increase (Decrease) 2018-2017	<u>2016</u>	Increase (Decrease) 2017-2016
Operating revenue					
Net tuition and fees	\$ 6,054,779	\$ 5,800,155	\$ 254,624	\$ 5,704,378	\$ 95,777
Auxiliary	1,631,442	1,847,787	(216,345)	2,084,673	(236,886)
Other	45,895	62,803	(16,908)	231,305	(168,502)
Total	7,732,116	7,710,745	21,371	8,020,356	(309,611)
Less operating expenses	(36,932,355)	(37,401,377)	469,022	(35,847,095)	(1,554,282)
Operating income (loss)	(29,200,239)	(29,690,632)	490,393	(27,826,739)	(1,863,893)
Non-operating					
revenues (expenses)					
State and local grants					
and contracts	11,174,533	12,179,180	(1,004,647)	8,802,272	3,376,908
Property taxes	12,006,114	11,839,594	166,520	11,627,742	211,852
Federal grants and					
contracts	4,663,146	4,916,085	(252,939)	5,186,832	(270,747)
Gifts and contributions	1,120,437	522,997	597,440	550,393	(27,396)
Disposal of assets	23,073	-	23,073	-	-
Investment income	253,373	126,869	126,504	78,364	48,505
Interest expense		(4,085)	4,085	(21,278)	17,193
Total net non-operating					
revenue	29,240,676	29,580,640	(339,964)	26,224,325	3,356,315
Change in net position	40,437	(109,992)	150,429	(1,602,414)	1,492,422
Net position, beginning of			-		
year, previously reported	83,431,463	83,814,812	(383,349)	85,417,226	(1,602,414)
Prior period adjustment	(11,725,457)	(273,357)	(11,452,100)	-	-
Net position, beginning of			-		
year, as restated	71,706,006	83,541,455	(11,835,449)	85,417,226	(1,602,414)
Net position, end of year	\$ 71,746,443	\$ 83,431,463	\$ (11,685,020)	\$ 83,814,812	\$ (109,992)
Total revenues	\$ 36,972,792	\$ 37,295,470	\$ (322,678)	\$ 34,265,959	\$ 3,029,511
Total expenses	\$ 36,932,355	\$ 37,405,462		\$ 35,868,373	\$ 1,537,089

Fiscal Year 2018 Compared to 2017

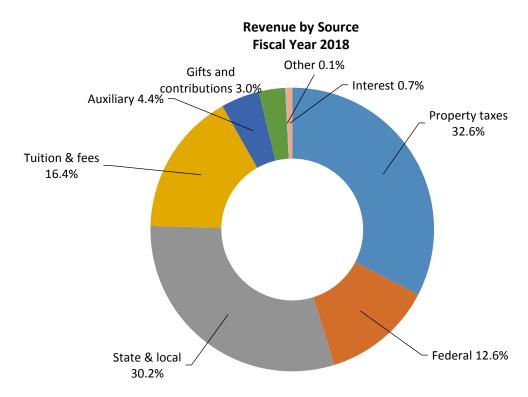
Total revenues (Operating and Non-Operating) for fiscal year 2018 were \$36,972,793, a decrease of \$322,677, or slightly less than one per cent from fiscal year 2017.

The following revenue categories increased in fiscal year 2018 over fiscal year 2017:

- Gifts and contributions increased by \$597,440 thanks to the bequest from the Walter Durley and Hazel Marie Boyle estate;
- Tuition and fee revenue increased by \$254,624, or 4.4, percent due to a 4.8 percent increase in tuition but offset with lower enrollments;
- Property tax revenues increased by \$166,520, or 1.4 percent, due to an increase in equalized assessed valuation. The tax rate dropped from 36.64 to 36.47;
- Investment income doubled from fiscal year 2017 due to some increase in interest rates and more monies to invest.

The following revenue categories had decreases in fiscal year 2018 over fiscal year 2017:

- State and local contracts decreased by \$1,004,647, or 8.2 percent. The State's On-behalf SURS (State University Retirement System) contribution decreased by \$507,266 to \$7,703,929. The Illinois Community College Board (ICCB) credit hour reimbursement grant decreased by \$230,234 which was offset by the equalization grant of \$50,000 and the small college grant of \$38,400. Corporate Personal Property Replacement Tax decreased by \$230,130, or 17.7 percent.
- Federal grants and contracts decreased by \$252,939, or 5.1 percent. PELL grants decreased by \$185,438 due to lower enrollments. Supplemental Educational Opportunity Grants and Federal Work-Study program revenues dropped by \$10,512.
- Auxiliary revenues decreased by \$216,345, or 11.7 percent. Bookstore revenues decreased by \$171,035, or 9.6 percent. Lower enrollments and the trend toward rental books and e-books has changed the dynamics of the bookstore.



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.

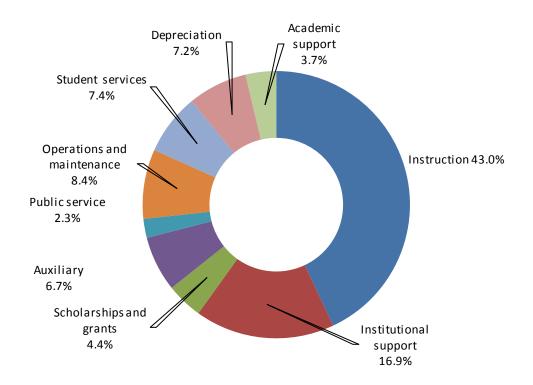
The following revenue categories decreased in fiscal year 2017:

- 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.

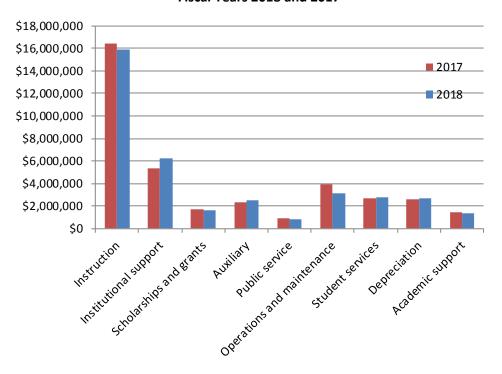
Operating Expenses For the Year Ended June 30

			Increase			Increase
			(Decrease)		((Decrease)
Operating expense	<u>2018</u>	<u>2017</u>	2018-2017	<u>2016</u>		<u>2017-2016</u>
Instruction	\$ 15,883,029	\$ 16,402,636	\$ (519,607)	\$ 15,736,477	\$	666,159
Academic support	1,370,997	1,455,386	(84,389)	1,594,686		(139,300)
Student services	2,740,990	2,718,350	22,640	2,585,786		132,564
Public service	863,597	914,059	(50,462)	1,085,077		(171,018)
Auxiliary	2,474,133	2,335,644	138,489	2,505,065		(169,421)
Operations and						
maintenance	3,085,691	3,932,631	(846,940)	3,177,595		755,036
Institutional support	6,224,942	5,363,528	861,414	4,925,745		437,783
Scholarships and						
grants	1,632,185	1,674,581	(42,396)	1,728,721		(54,140)
Depreciation	2,656,791	2,604,562	52,229	 2,507,943		96,619
Total	\$ 36,932,355	\$ 37,401,377	\$ (469,022 <u>)</u>	\$ 35,847,095	\$	1,554,282

Operating Expenses Fiscal Year 2018



Operating Expense Comparison Fiscal Years 2018 and 2017



Fiscal Year 2018 Compared to 2017

The total operating expenses for fiscal year 2018 decreased by \$469,021, or 1.3 percent, from fiscal year 2017. The on-behalf SURS payment for the State of Illinois decreased by \$507,266 which made up most of the decrease.

Institutional support expenses increased by \$861,414, or 16.1 percent, due to \$1,030,234 for Other Post Employment Benefits as a result of the cost allocation of the State of Illinois College Insurance Plan which provides health insurance to retired employees.

Auxiliary costs increased by \$138,489, or 5.9 percent, due to an increase in costs in all departments including the bookstore, athletics and the auto shop. The copy center costs decreased due to a new copier lease arrangement.

Depreciation increased by \$52,229, or 2.0 percent.

Operations and maintenance costs decreased by \$846,940, or 21.5 percent, due to lower maintenance and utility costs. The decline in utility costs by 22.7 percent can be attributed to the replacement of chiller and air handler units in three buildings.

Instructional costs declined by \$519,606, or 3.2 percent, and Academic support costs declined by \$84,389, or 5.8 percent, all due to fewer enrolled students.

Fiscal Year 2017 Compared to 2016

The total operating expenses for fiscal year 2017, including the on-behalf SURS payment from the State of Illinois, increased by \$1,554,282, or 4.3 percent, from fiscal year 2016.

Operations and maintenance expenses increased by \$755,036 due to improvements on the HVAC system and upgrades to a lecture hall and the cultural centre.

Institutional support expenses increased by \$437,783, or 8.9 percent; instructional expenses increased by \$666,159, or 4.2 percent; and student services expenses increased by \$132,564, or 5.1 percent, all due to an increase in the on-behalf SURS of \$1,751,037 to \$8,211,195.

Academic support expenses decreased by \$139,300, or 8.7 percent, due to a reduction in supplies and the College's continuing to expand the use of virtual desktop computer systems.

Public service expenses decreased by \$171,018, or 15.7 percent, due to a decrease in salary from a vacant position that will be filled in fiscal year 2018.

Auxiliary enterprise expenses decreased by \$169,421, or 6.8 percent, as lower enrollments decrease both revenues and expenses in the bookstore.

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. These activities were a net decrease of cash totaling \$17,723,380.

Local property taxes are the primary source of non-operating revenues, followed by state grants and contracts, and federal grants. 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. These activities were a net increase in cash totaling \$23,220,800.

The main capital and related financing activities include \$1,870,374 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. Investing activities totaled a net decrease in cash of \$4,228,776.

Cash and cash equivalents decreased in fiscal year 2018 by \$601,730.

Economic Factors That Will Affect the Future

As the administration looks to fiscal year 2019 and beyond, the following factors and analysis are relevant:

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 full-time faculty and service employees of the College. New contracts have been negotiated with the Illinois Federation of Teachers expiring in 2021, and with the Service Employees International Union expiring in 2022. Salary increases have been kept in line with projections for increases in property tax and tuition revenues in order to have balanced budgets for the next three to four years.

State Funding

The State of Illinois has appropriated a fiscal year 2019 budget for the College operating funds of \$1,980,530, or 11 percent less than the fiscal year 2015 appropriation. Appropriations for recent years have been:

FY2016	\$ 611,896	FY2018	\$1,888,470
FY2017	\$2,072,904		

Though the State's fiscal condition has improved over the last year, it is not likely that funding for community colleges will increase in the near future.

Enrollments

A challenge to almost all colleges is a decrease in enrollments. Illinois Valley's enrollments have declined from a high of 96,728 credit hours and a headcount of 4,507 in fiscal year 2011 to a low of 62,058 credit hours and a headcount of 3,241 in fiscal year 2018, a decrease of approximately 30 percent. Statewide Illinois community colleges have seen headcount and FTE (full-time equivalent) drop as shown in the table below based on spring semester enrollments:

	Headcount		FTE (15 credit ho	urs per semester)
	2014-2018	2017-2018	2014-2018	2017-2018
Statewide	(15.2%)	(4.3%)	(16.7%)	(4.1%)
Illinois Valley CC	(14.4%)	(5.1%)	(20.3%)	(7.5%)
Illinois Peer Colleges	(18.3%)	(5.6%)	(17.9%)	(2.2%)

Community college enrollments often follow unemployment rates, enjoying high enrollments when unemployment rates are high and dropping as the economy improves and more jobs are available. Illinois Valley Community College experienced record enrollments in 2009 and 2010 when the local unemployment rate was over 11.0 percent.

Tuition and Fees

The College's tuition and universal fee rate for fiscal year 2019 is \$133.00, after a \$3.00 per credit hour increase from fiscal year 2018. The average tuition and fee rate for Illinois community colleges is \$144.36, with the highest being \$174.00 and the lowest being \$120.00. Illinois Valley's tuition and fee rate is in line with its peer colleges as defined by the Illinois Community College Board. The average tuition and fee rate for the peer colleges is \$133.79. Each year an effort is made to keep tuition and fee increases minimal and keep education affordable for the district residents.

Property Taxes

The equalized assessed value (EAV) of the district increased the last three tax years after five years of declining EAV. For tax year 2017, EAV increased by \$105.2 million, or 3.4 percent. EAV reached a high point in tax year 2009 at \$3,198,644,044, or \$2.6 million greater than tax year 2017, which is at \$3,195,995,018. In tax year 2017, the \$105.2 million increase in the property tax base included increases in some classes of property such as farmland but also the expiration of some TIF (tax increment financing) districts and the end of the College abating taxes for an enterprise zone.

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 2018, the "equity" tax will be \$12.12 of the total \$36.46 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.

Capital Projects

The College has replaced three of the seven air handlers and three of six 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; Building B in fiscal year 2017; Building D in fiscal year 2018; Building E is scheduled for fiscal year 2019 and Building C is scheduled for fiscal year 2020. The energy savings from the replacements in Building A, B, and D have been significant.

Over the last two years significant renovations have been made to the Dr. Mary Margaret Weeg Cultural Centre. Improvements included new seating, wallcoverings made of environmentally friendly western hemlock, LED house lighting, and improvements for disability access. These improvements along with a new sound system installed a few years ago make this an outstanding venue for College and community cultural events.

This past year a new video surveillance camera system was added giving state-of-the-art surveillance capabilities for Campus Security. Another project replaced the exterior stairs in the courtyard along with new handrails.

Technology

Technology projects include a website redesign which is due to go live in Mach 2019. The College used iFactory to help design the new website with OU Campus being the selected content management system.

The College uses Ellucian's Colleague as an ERP system. Data was recently migrated to new servers in anticipation of implementing Colleague's Student Planner module, a very user-friendly program for prospective and current students to obtain information about the College and register for classes. This module is not designed to replace counselors but will assist students and counselors in selecting programs of study and laying out a plan to complete student's degrees or certificates.

Also in the works is an upgrade to the CollegeNet R-25 scheduling and resource management software. Series25 is a cloud based scheduling program used for class and event scheduling on campus.

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, 2018

June 30, 2010		
	Primary Institution	Component Unit Foundation
ASSETS		
Current assets		
Cash and cash equivalents	\$ 2,616,147	\$ 429,623
Short-term investments	13,480,054	-
Accounts receivable, net of allowance \$120,578		
and unearned tuition \$3,223,606	12,177,809	-
Pledges receivable - Foundation	-	25,200
Accrued income - Foundation	-	6,254
Inventories	537,788	-
Prepaid expenses	146,393	
Total current assets	28,958,191	461,077
Noncurrent assets		
Investments	3,565,000	-
Foundation investments	-	6,237,574
Capital assets	103,476,966	10,015
Less allowance for accumulated depreciation	(43,284,095)	
Total noncurrent assets	63,757,871	6,247,589
	02 746 062	6 700 666
Total assets	92,716,062	6,708,666
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources		
OPEB resources	216,452	
SURS pension contributions	37,182	
Total assets and deferred outflows of resources	92,969,696	6,708,666
LIABILITIES		
Current liabilities		
Accounts payable	146,868	23,973
Accrued salaries	987,113	23,373
Other accrued expenditures	815,698	167,811
Unearned tuition and fees revenue	•	107,811
	254,100	-
Capital lease payable - current portion	-	-
Bonds payable - current portion Total current liabilities	2,203,779	191,784
	2,203,779	191,764
Noncurrent liabilities	126 000	
Deposits	126,888	-
Long-term portion of vacation accrual	85,221	-
Net OPEB liability	11,943,344 12,155,453	
Total noncurrent liabilities	12,133,433	
Total liabilities	14,359,232	191,784
DEFERRED INFLOWS OF RESOURCES		
Deferred OPEB resources	1,028,799	-
Deferred property tax revenue	5,835,222	-
Total deferred inflows of resources	6,864,021	
NET POSITION/NET ASSETS		
Net investment in capital assets	60,192,871	-
Restricted for		
Nonexpendable, permanently restricted - Foundation	-	2,377,683
Expendable		
Debt service	818,389	-
Working cash	4,669,681	-
Capital projects	5,738,508	-
Liability, protection and settlement	553,308	-
Other	33,853	-
Temporarily restricted - Foundation	-	2,292,111
Unrestricted	(260,167)	1,847,088
TOTAL NET POSITION/NET ASSETS	\$ 71,746,443	\$ 6,516,882

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION Year Ended June 30, 2018

Year Ended June 30, 2018				
	Primary		Component Unit	
		Institution	F	oundation
REVENUES				
Operating revenues				
Student tuition and fees, net of scholarships and allowances of \$2,839,753	\$	6,054,779	\$	-
Gifts and contributions		-		1,409,805
Auxiliary enterprises revenue		1,631,442		23,962
Other operating revenues		45,895		-
Total operating revenues		7,732,116		1,433,767
EXPENSES				
Instruction		15,883,029		-
Academic support		1,370,997		-
Student services		2,740,990		-
Public service		863,597		-
Auxiliary enterprises		2,474,133		-
Operations and maintenance		3,085,691		-
Institutional support		6,224,942		159,128
Scholarships, grants, waivers, and other		1,632,185		729,630
Depreciation		2,656,791	-	-
Total operating expenses		36,932,355		888,758
Operating income (loss)		(29,200,239)		545,009
NONOPERATING REVENUES (EXPENSES)				
State and local grants and contracts		11,174,533		-
Property taxes		12,006,114		-
Federal grants and contracts		4,663,146		-
Gifts and contributions		1,120,437		-
Disposal of assets		23,073		
Investment income		253,373		447,244
Interest expense				
Net nonoperating revenues		29,240,676		447,244
Change in net position		40,437		992,253
NET POSITION				
Net position - beginning of year, previously reported		83,431,463		5,524,629
Restatement effect of new accounting principle		(11,725,457)		
Net position - beginning of year, as restated		71,706,006		
NET POSITION, END OF YEAR	\$	71,746,443	\$	6,516,882

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 STATEMENT OF CASH FLOWS Year Ended June 30, 2018

	Primary Institution
CASH FLOWS FROM OPERATING ACTIVITIES	
Tuition and fees	\$ 5,318,238
Payments to suppliers	(11,042,192)
Payments to employees	(13,676,762)
Auxiliary enterprise revenues	1,631,442
Other receipts	45,895
Net cash used in operating activities	(17,723,379)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
State and local grants and contracts	5,603,512
Federal grants and contracts	4,663,146
Student organization agency transactions	-
Gifts and contributions	1,120,437
Property taxes	11,833,705
Net cash provided by noncapital financing activities	23,220,800
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchases of capital assets	(1,870,374
Proceeds from sale of capital assets	-
Proceeds from capital lease	-
Principal paid on bonded debt	-
Principal paid on capital lease	-
Interest paid on capital debt	<u> </u>
Net cash used in capital and related financing activities CASH FLOWS FROM INVESTING ACTIVITIES	(1,870,374
Proceeds from sales and maturities of investments	3,754,934
Purchase of investments	(8,226,364
Income on investments	242,653
Net cash used in investing activities	(4,228,777)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(601,730)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	3,217,877
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 2,616,147
NON CASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES	
State on-behalf payments	\$ 7,703,929
RECONCILIATION OF NET OPERATING REVENUES (EXPENSES) TO NET CASH USED IN OPERATING ACTIVITIES	
Operating loss	\$ (29,200,239)
Adjustments to reconcile net loss to net cash	Ų (23,200,233
used in operating activities	
Depreciation expense	2,656,791
State on-behalf payments for fringe benefits	7,703,929
Change in assets and liabilities	7,703,323
Summer tuition/expenses	(147,923
Receivables, net	(42,688
Inventories	231,329
Prepaid expenditures	(3,549
Deferred outflows	(206,781)
Accounts payable & other accrued expenditures Accrued salaries	366,861
Accrued salaries Other liabilities	(924)
	12,049
Deferred inflows	1,028,799
OPEB liability Unearned revenue	217,887 (338,920)
NET CASH USED IN OPERATING ACTIVITIES	\$ (17,723,379)
HEL CASH OSED IN OFFICATING ACTIVITIES	y (11,123,313)

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

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 has 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.

<u>Discretely Presented Component Unit</u>: 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, 2018, the Foundation distributed \$295,967 to students attending the College and gave \$433,663 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, 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.

NEW ACCOUNTING PRONOUNCEMENT

Management adopted new accounting guidance GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. GASB No. 75 replaces the requirements of GASB Statement No. 45 on Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions. See Note 15 for the restatement of beginning net position.

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.

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 their acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend 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

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.

OTHER POST-EMPLOYMENT ("OPEB") OBLIGATIONS

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and to OPEB expense, information about the plan net position of the College Insurance Plan ("CIP") and additions to/deductions from CIP's plan net position has been determined on the same basis as they are reported by CIP. For this purpose, OPEB 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 OPEB plan that is used to provide OPEB 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 OPEB or (2) the non-employer is the only entity with a legal obligation to make contributions directly to an OPEB plan. The State of Illinois is considered a non-employer contributing entity. Participating employers are considered employer contributing entities.

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.

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.

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 \$2,616,147, including cash on hand of \$3,252. The carrying amount of the College's certificates of deposit, included in short-term investments, was \$6,419,933 at June 30, 2018. As of June 30, 2018, all of these certificates of deposit were either collateralized or covered by FDIC insurance.

The College had \$10,625,121 invested with the Illinois Funds at June 30, 2018. 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:

	Central	Marseilles
Bank	Bank	Bank
Percentage	15.6	27.3

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, 2018, the District has \$5,835,222 of deferred property tax revenue. Pursuant to a Board of Trustee's resolution, property tax levies passed in December 2016 and December 2017 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 2017, was adopted in December 2017 and will be collected in the College's 2019 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:

	Limit		
Purpose	2017 Levy	2017 Levy	2016 Levy
Educational	.1300	.1300	.1288
Operations and Maintenance	.0400	.0400	.0398
Protection, Health and Safety	.0500	.0500	.0455
Bond and Interest	None	-	-
Liability, Protection and Settlement	None	.0110	.0130
Audit	.0050	.0012	.0012
Additional tax	.1262	.1262	.1292
Social Security	None	.0063	.0089

NOTE 4 – CHANGES IN CAPITAL ASSETS

Capital asset changes are as follows:

	Balance <u>July 1, 2017</u>	<u>Additions</u>	<u>Deletions</u>	<u>Adjustments</u>	Balance <u>June 30, 2018</u>
Non-depreciable					
Land	\$ 1,361,598	\$ -	\$ -	\$ -	\$ 1,361,598
Construction in progress	284,740	1,608,750	<u> </u>	(207,288)	1,686,202
Total non-depreciable	1,646,338	1,608,750	-	(207,288)	3,047,800
<u>Depreciable</u>					
Site improvements	8,156,107	-	-	-	8,156,107
Buildings	75,417,098	213,857	-	207,288	75,838,243
Equipment	5,154,042	32,389	30,685	-	5,155,746
Library books	1,288,543	-	-	-	1,288,543
Proprietary equipment	7,172,349	15,378	72,438	-	7,115,289
Technology	2,875,238	-	-	-	2,875,238
Total depreciable	100,063,377	261,624	103,123	-	100,429,166
Total	\$ 101,709,715	\$ 1,870,374	\$ 103,123	\$ -	\$ 103,476,966

Accumulated depreciation changes are as follows:

	Balance July 1, 2017	Additions	Deletions	Adjustments	Balance June 30, 2018
Depreciable	<u>3414 1, 2017</u>	Additions	<u> Deletions</u>	Aujustinents	<u> </u>
Site improvement	\$ 6,227,955	\$ 250,728	\$ -	\$ -	\$ 6,478,683
Buildings	19,513,788	1,865,351	-	-	21,379,139
Equipment	4,189,711	235,092	30,684	-	4,394,119
Library books	1,288,543	-	-	-	1,288,543
Proprietary equipment	7,110,236	23,105	54,329	-	7,079,012
Technology	2,382,084	282,515		<u> </u>	2,664,599
Total	\$ 40,712,317	\$ 2,656,791	\$ 85,013	\$ -	\$ 43,284,095

NOTE 5 -LONG-TERM DEBT

As of June 30, 2018, there was no bonded debt.

The College's legal debt limit is \$91,884,857.

Capital Lease Obligations

In fiscal year 2015 the College entered into a capital lease agreement for the purchase of two Ford Starcraft 15-passenger shuttles. In fiscal year 2018 the vans were returned to the leasing company per a provision in the lease agreement. As of June 30, 2018 there were no capital lease agreements.

	Balance July 1, 2017	Additions	Early Termination	Balance June 30, 2017
Santander Leasing	\$41,182	-	\$41,182	\$0

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, 2017 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 2017 and 2018 respectively, was 12.53 percent and 12.46 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 percent 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 six percent during the final rate of earnings period).

NOTE 6 – PENSION PLAN (continued)

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

Net Pension Liability

The net pension liability was measured as of June 30, 2017. At June 30, 2017, SURS reported a net pension liability (NPL) of \$25,481,105,995.

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 \$80,775,106 or 0.3170 percent. This amount should not be recognized in the financial statement. The net pension liability and the total pension liability as of June 30, 2017 was determined based on the June 30, 2016 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 2017.

Pension Expense

At June 30, 2017 SURS reported a collective net pension expense of \$2,412,918,129.

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 2017. As a result, the College recognized on-behalf revenue and pension expense of \$7,648,950 for the fiscal year ended June 30, 2018.

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

		erred Outflows of Resources	Deferred Inflows of Resources		
Difference between expected and actual experience	\$	139,193,227	\$ 1,170,771		
Changes in assumption Net difference between projected and actual earnings		205,004,315	259,657,577		
on pension plan investments		94,620,827			
Total	\$	438,818,369	\$ 260,828,348		

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

Year Ending June 30	Net Deferred Outflows of Resources
2018	\$ 55,589,850
2019	187,874,276
2020	90,475,551
2021	(155,949,656)
2022	-
Thereafter	
Total	<u>\$ 177,990,021</u>

Employer Deferral of Fiscal Year 2018 Pension Expense

The employer paid \$37,182 in federal, trust, or grant contributions for the fiscal year ended June 20, 2018. These contributions were made subsequent to the pension liability date of June 30, 2017 and are recognized as Deferred Outflows of Resources as of June 30, 2018.

Assumptions and Other Inputs

Actuarial assumptions. The actuarial assumptions used in the June 30, 2017 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, 2017 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, 2017, these best estimates are summarized in the following table:

NOTE 6 – PENSION PLAN (continued)

		Long-Term Expected
Asset Class	Target Allocation	Real Rate of Return
U.S. Equity	23%	6.08%
Private Equity	6%	8.73%
Non-U.S. Equity	19%	7.34%
Global Equity	8%	6.85%
Fixed Income	19%	1.38%
Treasury-Inflation Protected Securities	4%	1.17%
Emerging Market Debt	3%	4.14%
Real Estate REITS	4%	5.75%
Direct Real Estate	6%	4.62%
Commodities	2%	4.23%
Hedged Strategies	5%	3.95%
Opportunity Fund	1%	6.71%
Total	100%	5.20%
Inflation		2.75%
Expected Arithmetic Return		7.95%

Discount Rate. A single discount rate of 7.09 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 7.25 percent and a municipal bond rate of 3.56 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 7.09 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:

Current Single Discount					
1% Decrease	1% Increase				
6.09%	7.09%	8.09%			
\$30,885,146,279	\$25,481,105,995	\$20,997,457,586			

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.

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS

Plan Administration. The Community College Health Insurance Security fund (CCHISF) (also known as The College Insurance Program, "CIP") is a non-appropriated trust fund held outside the State Treasury, with the State Treasurer as custodian. The CIP was established under the State Employees Group Insurance Act of 1971, as amended, 5 ILCS 375/6.9 (f), which became effective July 1, 1999. The purpose of the CCHISF is to receive and record all revenues from the administration of health benefit programs under Article 15 of the Illinois Pension Code. Additions deposited into the Trust are for the sole purpose of providing the health benefits to retirees, as established under the plan, and associated administrative costs. CIP is a cost-sharing multiple-employer defined benefit post-employment healthcare plan with a special funding situation that covers retired employees and their dependents of Illinois community college districts throughout the State of Illinois, excluding the City Colleges of Chicago. As a result of the Governor's Executive Order 12-01, the responsibilities in relation to CIP were transferred to the Department of Central Management Services (Department) as of July 1, 2013. The Department administers the plan with the cooperation of the State Universities Retirement System and the boards of trustees of the various community college districts.

Benefit Provisions. A summary of post-employment benefit provisions, changes in benefit provisions, employee eligibility requirements including eligibility for vesting, and the authority under which benefit provisions are established are included as an integral part of the financial statements of the Department of Central Management Services. A copy of the financial statements of the Department may be obtained by writing to the Department of Central management Services, 401 South Spring Street, Springfield, Illinois, 62706-4100.

Benefits Provided. CIP health coverage includes provisions for medical, prescription drugs, vision, dental, and behavioral health benefits. Eligibility to participate in the CIP is defined in the State Employees Group Insurance Act of 1971 (ACT) (5 ILCS 375/3). The Act (5 ILCS 375/6.9) also establishes health benefits for community college benefit recipients and dependent beneficiaries.

Contributions. The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.10) requires every active contributor of the State Universities Retirement Systems (SURS), who is a full-time employee of a community college district or an association of community college boards, to make contributions to the plan at the rate of 0.5 percent of the salary. The same section of statute requires every community college district or association of community college boards that is an employer under the SURS, to contribute to the plan an amount equal to 0.5 percent of the salary paid to its full-time employees who participate in the plan. The State Pension Funds Continuing Appropriation Act (40 ILCS 15/1.4) requires the State to make an annual appropriation to the fund in an amount certified by the SURS Board of Trustees. The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.9) requires the Director of the Department to determine the rates and premiums for annuitants and dependent beneficiaries and establish the cost-sharing parameter, as well as funding. At the option of the board of trustees, the college districts may pay all or part of the balance of the cost of coverage for retirees from their district. Administrative costs are paid by the CCHISF.

For the year ended June 30, 2017, member required contributions ranged from \$110.45 to \$111.19 per month per retiree, and from \$441.79 to \$444.76, per month per dependent beneficiary (assuming Medicare eligibility). Non-Medicare eligible members' required contributions ranged from \$109.33 to \$431.11 per retiree and from \$437.31 to \$1,724.44 per dependent family members. Active employees contributed \$4.367 million, or approximately 33.48 percent of total premiums, representing 0.5 percent

of their salaries, and participating college districts contributed \$4.367 million, or 33.48 percent of total premiums, representing their required 0.5 percent contribution. The State contributed \$4.309 million, or approximately 33.04 percent of total premiums, representing their required contribution of .5 percent of estimated active employee salaries. The fund received \$185,000 in Medicare Part D subsidy payments from the federal government. Retiree contributions are netted with related liability.

OPEB Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

Net OPEB Liability. The net OPEB liability was measured as of June 30, 2017. At June 30, 2017, CIP reported a net OPEB liability of \$1,823,636,957.

Employer Proportionate Share of Net OPEB Liability. The amount of the proportionate share of the net OPEB liability to be recognized for the College is \$11,943,344, or .654919 percent. This amount is recognized in the financial statement. The change in the College's proportionate net OPEB liability was an increase of .0106 percent. The proportionate share of the State's net OPEB liability associated with the College is \$11,786,043. The total proportionate share of the net OPEB liability associated with the College is \$23,729,387. The net OPEB liability and total OPEB liability as of June 30, 2018 was determined based on the June 30, 2017 actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net OPEB liability is the actual reported OPEB contributions made to CIP during fiscal year 2017.

OPEB Expense. At June 30, 2017, CIP reported a collective net OPEB expense of \$169,446,479.

Employer Proportionate Share of OPEB Expense. The employer proportionate share of collective OPEB 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 OPEB expense is the actual reported OPEB contributions made to CIP during fiscal year 2017. As a result, the College recognized on-behalf revenue of \$54,979 and OPEB expense of \$1,030,234 for the fiscal year ended June 30, 2018.

Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs. Deferred outflows of resources are the consumption of net position by the system that is applicable to future reporting periods.

The College's Deferred Outflows and Deferred Inflows of Resources by Sources:

	Deferred Out	flows	Deferred Inflo	ows
	of Resource	s	of Resource	es Net
Difference between expected and actual experience	\$	0	\$ 33,802	\$ 0
Changes in assumption		0	994,871	0
Net difference between projected and actual earnings of	on			
OPEB plan investments		0	126	0
Changes in proportion and differences between employ	yer			
contributions and share of contributions	\$161,47	73	0	0
Total deferred amounts to be recognized in pension				
expense in future periods	161,47	73	1,028,799	(867,326)
OPEB contributions	54,97	79	0	54,979
	•			<u> </u>
<u>Total</u>	\$216,45	52	\$1,028,799	(\$812,347)

OPEB Collective Deferred Outflows and Deferred Inflows of Resources by Year to be Recognized in Future OPEB Expenses

		Net Deferred Inflows of
	Year Ended June 30:	Resources
	2019	(\$144,554)
	2020	(144,554)
	2021	(144,554)
	2022	(144,554)
	2023	(144,554)
	2024	(144,556)
<u>Total</u>		(\$867,326)

Employer Deferral of Fiscal Year 2018 OPEB Expense

The College reported \$54,949 as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2019.

Assumptions and Other Inputs

Actuarial assumptions. The total OPEB liability was determined by an actuarial valuation as of June 30, 2016, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

Inflation	2.75%
Salary increases	Depends on service and ranges from 10.00% at less than one year
	of service to 3.75% at 34 or more years of service. Salary increase
	includes a 3.75% wage inflation assumption.
Investment rate of return	0%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	Actual trend used for fiscal year 2017. For fiscal years on and after
	2018, trend starts at 8.00% and 9.00% for non-Medicare costs and
	post-Medicare costs, respectively, and gradually decreases to an
	ultimate trend of 4.5%. Additional trend rate 0.52% is added to
	non-Medicare cost on and after 2020 to account for the Excise
	Tax.

Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Annuitant Mortality Table. For disabled annuitants mortality rates were based on the RP-2014 Disabled Annuitant table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table. Tables were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2014.

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

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since CIP is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates are 2.85 percent as of June 30, 2016, and 3.56 percent as of June 30, 2017. The increase in the single discount rate from 2.85 percent to 3.56 percent caused the total OPEB liability to decrease by approximately \$182 million from 2016 to 2017.

The actuarial valuation was based on the Entry Age Normal cost method. Under this method, the normal cost and actuarial accrued liability are directly proportional to the employee's salary. The normal cost rate equals the present value of future benefits at entry age divided by the present value of future salary to entry age. The normal cost at the member's attained age equals the normal cost rate at entry age multiplied by the salary at attained age. The actuarial accrued liability equals the present value of benefits at attained age less present value of future salaries at attained age multiplied by normal cost rate at entry age.

During the plan year ending June 30, 2017, the trust earned \$24,000 in interest and due to a significant benefit payable, the market value of assets at June 30, 2017, is a negative \$51 million. Given the significant

benefit payable, negative asset value and pay-as-you-go funding policy, the long-term expected rate of return assumption was set to zero.

Sensitivity to Net OPEB Liability to Changes in the Single Discount Rate

The following presents the plan's net OPEB liability, calculated using a Single Discount Rate of 3.56 percent, as well as what the plan's net OPEB liability would be if it were calculated using a Single Discount rate that is one percentage point higher (4.56%) or lower (2.56%) than the current rate:

Sensitivity of Net OPEB Liability as of June 30, 2017 to the Single Discount Rate Assumption

		Current Single	
		Discount	
	1% Decrease	Rate Assumption	1% Increase
	(2.56%)	(3.56%)	(4.56%)
Net OPEB liability	\$2,085,622,937	\$1,823,636,960	\$1,597,770,691

Sensitivity of Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the plan's net OPEB liability, calculated using the healthcare cost trend rates as well as what the plan's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower than the current healthcare cost trend rates. The key trend rates are 8.00 percent in 2018 decreasing to an ultimate trend rate of 5.02 percent in 2025, for non-Medicare coverage, and 9.00 percent in 2018 decreasing to an ultimate trend rate of 4.50 percent in 2027 for Medicare coverage.

Sensitivity of Net OPEB Liability as of June 30, 2017 to the Healthcare Cost rend Rate Assumption

		Healthcare Cost	
		Trend	
	1% Decrease (a)	Rates Assumption	1% Increase (b)
Net OPEB liability	\$1,512,891,678	\$1,823,636,960	\$2,273,321,981

- (a) One percentage point decrease in healthcare trend rates are 7.00 percent in 2018 decreasing to an ultimate trend rate of 4.02 percent in 2025, for non-Medicare coverage, and 8.00 percent in 2018 decreasing to an ultimate trend rate of 3.50 percent in 2027 for Medicare coverage.
- (b) One percentage point increase in healthcare trend rates are 9.00 percent in 2018 decreasing to an ultimate trend rate of 6.02 percent in 2025, for non-Medicare coverage, and 10.00 percent in 2018 decreasing to an ultimate trend rate of 5.50 percent in 2027 for Medicare coverage.

NOTE 8 – TERMINATION 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, 2018 there was one retiree participant on the plan. This person will never become eligible for Medicare. The contributions made by the retiree participant during fiscal year 2018 totaled \$5,238. At

June 30, 2018, the College has estimated the cost of future retirees' health benefits to be \$76,268 and has a reserve to cover these costs.

Total	<u>\$76,268</u>
FY2028	9,407
FY2027	8,959
FY2026	8,532
FY2025	8,126
FY2024	7,739
FY2023	7,370
FY2022	7,019
FY2021	6,685
FY2020	6,367
FY2019	\$ 6,064

NOTE 9 – 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 10 – 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, 2018 totaled \$1,942,883.

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

Pipco, Inc.	Building D HVAC Upgrade	\$	106,400
Total Automation Concepts	Campus-wide Security Upgrade		131,236
Demonica, Kemper Architects	Campus-wide Security Upgrade		19,691
Demonica, Kemper Architects	Exterior stair upgrades		4,754
Vanguard Construction, Inc.	Exterior stair upgrades		81,893
Demonica Kemper Architects	Cultural Centre Accessibility		23,371
Vanguard Construction, Inc.	Cultural Centre Accessibility		453,199
Demonica Kemper Architects	Building E HVAC Upgrade		24,339
Dodson Plumbing & Heating	Building E HVAC Upgrade	1	,098,000
Total Commitments	<u>-</u>	\$1	,942,883

NOTE 11 – COMPENSATED ABSENCES

As of June 30, 2018, employees had earned but not taken annual vacation leave totaling \$265,476 at salary rates in effect at the end of the year. Changes in the College's compensated absences are as follows.

	Balance			Balance	Due Within
	July 1, 2017	<u>Additions</u>	<u>Deletions</u>	June 30, 2018	One Year
Accrued Vacation	\$ 258,246	\$357,017	\$349,787	\$265,476	\$180,255

NOTE 12 – 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, 2018 through June 30, 2019). At June 30, 2018, future minimum lease payments are \$18,204 for fiscal year 2019.
- 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, 2018, future minimum lease payments are \$20,790 for fiscal year 2019.
- 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, 2018, the future minimum lease payments are \$9,954 for fiscal year 2019.

Lessee

The College has various operating lease agreements for equipment and facilities. Rentals under these agreements were \$198,167 for the year ended June 30, 2018.

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:

FY2019	FY2020	<u>Total</u>
\$115.500	\$115,500	\$231,000

The College entered into a three-year lease agreement with Marco, Inc. (formerly Illinois Valley Business Equipment) for the period of August 1, 2014 to July 1, 2017 for copy machines. Lease payments are based on usage and were estimated to be \$40,000 per year for the initial three-year period. The lease agreement was extended for two one-year periods through August 1, 2019 at an estimated \$20,000 per year.

FY2019	FY2020	<u>Total</u>
\$20,000	\$1,667	\$21,667

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, 2018, the rate was adjusted by 2.5 percent to \$3,628 per month or \$43,536 per year.

FY2019	FY2020	FY2021	<u>Total</u>
\$43,536	\$43,536	\$43,536	\$130,608

NOTE 13 – 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	.3647	Unknown	Unknown
Abate-							
ment	\$ -	\$ 10,006	\$ 94,447	\$ 44,734	\$ 27,802	Unknown	Unknown

The College abated taxes for the Bureau-Putnam Enterprise Zone which was established in 2007 and extended on January 1, 2017. The College will no longer abate property taxes during the enterprise zone extension.

NOTE 14 – NEW PRONOUNCEMENTS

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.

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. 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.

GASB Statement No. 88, Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements, clarifies which liabilities governments should include when disclosing information related to debt. This Statement defines debt for purposes of disclosure in notes to financial statements as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018. The College has not determined the effect of this Statement.

GASB Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction Period, enhances the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and to simplify accounting for interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. 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.

GASB Statement No. 90, *Majority Equity Interests*, an amendment of GASB Statements No. 14 and No. 61 improves the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and improves the relevance of financial statement information for certain component units. 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.

NOTE 15 – PRIOR YEAR RESTATEMENT

As a result of the implementation of GASB Statement No. 75, the business-type activities beginning net position was restated as follows:

	Business-Type Activities
Balance at July 1, 2017, as previously reported	\$83,431,463
Subtract beginning net OPEB liability	(11,725,457)
Balance at July 1, 2017, as restated	\$71,706,006

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 Schedule of Share of Net Pension Liability Last 10 Fiscal Years (Schedule to be Built Prospectively from 2014)

		2017		2016	2015		2014	2013	2012	2011	2010	2009	2008
Proportion percentage of the collective net pension liability		%0		%0	%0		%0						
Proportion amount of the collective net pension liability	v.		φ.	\$		\$							
Portion of nonemployer contributing entitites total proportion of collective net pension liability associated with employer	Ŷ	80,775,106.00	۰	82,508,567.00 \$	76,247,693.00	\$\sqrt{\chi}\$	70,997,465.00						
College DB covered-employee payroll	\$	11,228,455.00	\$	11,513,382.00 \$	11,751,821.00	\$	11,832,198.00						
Proportion of collective net pension liability associated with the College as a percentage of covered-employee payroll		719.38%		716.63%	648.82%		600.04%						
SURS plan net position as a percentage of total pension liability		42.04%		39.57%	42.37%		44.39%						

					Schedule of Contributions	ributions								
					Last 10 Fiscal Years	Years								
				(Schedule	(Schedule to be Built Prospectively from 2014)	ectively fro.	m 2014)							
	2018		2017		2016		2015	2	2014	2013	2012	2011	2010	2009
Federal, trust, grant and other														
contribution	\$ 37,182	\$	46,853	\$	51,813	\$	52,540 \$ 53,109	\$	53,109					
Contribution in relation to required														
contribution	37,182		46,853		51,813		52,540		53,109					
Contribution deficiency (excess)	\$	\$		\$	1	\$		\$						
College covered-employee														
payroll	\$ 298,408	φ.	373,927 \$	\$	\$ 408,299 \$	\$	448,672 \$ 445,922	\$	445,922					
Contributions as a percentage of														
covered payroll	12.50%		12.50%		12.70%		11.70%		11.90%					

Note: The System implemented GASB No. 68 in fiscal year 2015. The information is presented for as many years as available. The schedule is intended to show information for 10 years See Notes to Required Supplementary Information

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
Schedule of Share of Net OPEB Liability
Last 10 Fiscal Years
(Schedule to be Built Prospectively from 2014)

		2017		2016	2015	2014	2013	2012	2011	2010	2009	2008
Proportion percentage of the collective net OPEB liability		0.65%		0.64%								
Proportion Amount of the collective net OPEB liability Portion of nonemployer contributing entities' total proportion of collective net OPEB	₩	11,943,344	⋄	11,725,457								
liability Total collective net OPFR		11,786,043		12,216,929								
associated with the College	\$	23,729,387	w	23,942,386								
College covered-employee payroll	٠	11,228,455	٠	11,513,383								
Portion of collective net OPEB liability associated with the College as a percentage of coveredemployee payroll College insurance plan net position as a percentage of total OPEB liability		211.33%		207.95%								

Schedule of OPEB Contributions Last 10 Fiscal Years (Schedule to be Built Prospectively from 2014)

2009

2010

2011

2012

2013 2014 2015 58,392 58,392 2016 s 56,819 2017 s 54,979 54,979 2018 s Statutorily required contribution Contribution in relation to the required statutorily Contribution deficiency

0.51% 0.51% 0.51% Contributions as a percentage of covered payroll

115,134

11,228,455 \$

s

10,728,138

s

College covered-employee payroll

Note: The System implemented GASB No. 68 in fiscal year 2015. The information is presented for as many years as available. The schedule is intended to show information for 10 years See Notes to Required Supplementary Information

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION JUNE 30, 2018

SURS Pension Information for the Year Ended June 30, 2018

Changes of benefit terms. There were no benefit changes recognized in the Total Pension Liability as of June 30, 2017.

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.

<u>Mortality rates</u>. 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.

<u>Salary increase</u>. Change assumption 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.

<u>Normal retirement rates</u>. 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.

<u>Turnover rates</u>. 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.

<u>Disability rates</u>. Decrease rates and have separate rates for males and females to reflect observed experience.

<u>Dependent assumption</u>. 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

CIP OPEB Information for the Year Ended June 30, 2018

Changes of OPEB benefit terms. There were no benefit changes recognized in the Total OPEB Liability as of June 30, 2017.

Changes of OPEB 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 CIP. An experience review for the years June 30, 2010 to June 30, 2014, resulting in the adoption of new assumptions as of June 30, 2017. There are no changes of assumptions that affect measurement of the total collective OPEB liability since the prior measurement date.



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 STATISTICAL SECTION June 30, 2018

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.

Financial Trends These schedules contain trend information to help the reader understand how the College's financial performance and well-being have changed over time.	PAGE 49 - 57
Revenue Capacity These schedules contain information to help the reader assess the College's most significant local revenue source, the property tax.	58 - 59
Debt Capacity 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.	60 - 62
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the College's financial activities take place.	63 – 66
Operating Information 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.	67 - 69
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 2009 to 2018

						_	or th	e year ended	June 3	O.					
	2018	2018 2017	2016	2015		2014		2013		2012	2011		2010	2009	
Net investment in capital															
assets	\$60,192,871	\$ 60,997,398	\$ 61,901,235	\$61,986,034	\$	61,588,437	S	58,486,000	٠٠) ح	37,384,222	\$ 31,806,680	\$	29,637,009	\$ 28,307,540	240
Restricted - expendable	11,813,739	11,813,739 12,181,601	12,891,136	13,546,036	1	12,425,192		14,424,062	~	15,527,340	15,539,432		17,068,273	18,802,17	170
Unrestricted	(260,167)	10,252,464	8,749,084	9,885,156	1	10,751,959		10,675,932	7	11,574,003	11,035,274		10,525,343	9,546,74	742
Total primary government															
net position	\$71,746,443	\$83,431,463	\$ 83,541,455	\$85,417,226	\$	84,765,588	\$	83,585,994	\$	64,485,565	\$ 58,381,386	δ.	57,230,625	\$ 56,656,45;	452

Source: College Auditded Financial Statements

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 SCHEDULE OF EXPENSES BY ACTIVITY Fiscal Years 2009 to 2018

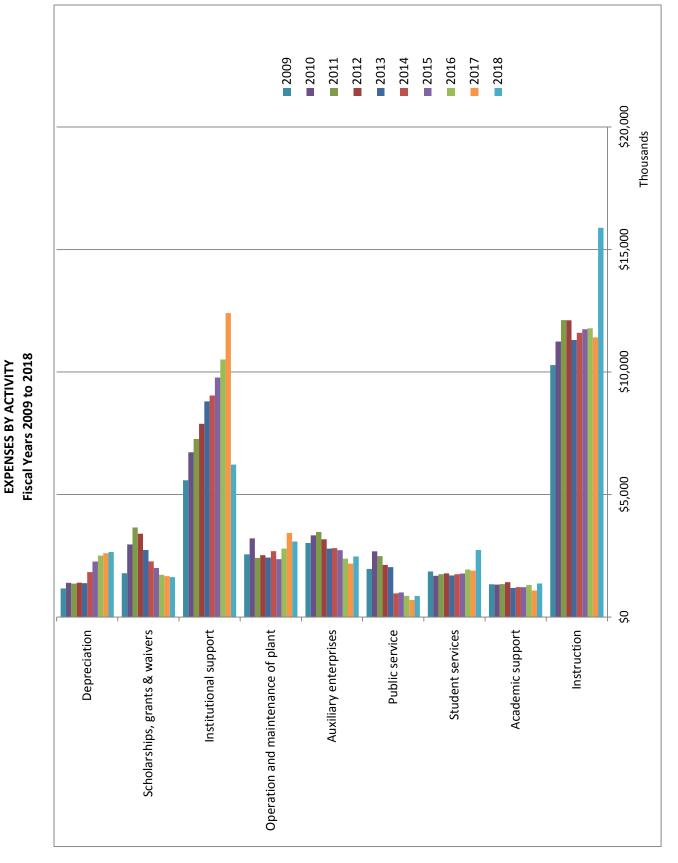
For the Year Ended June 30

					1 101	יסו נווע זכשו בוומנת זמווע אר	200			
					(amon	(amounts expressed as dollars)	lollars)			
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Instruction	\$ 15,883,029	15,883,029 \$ 11,416,219 \$ 11	\$ 11,785,294	\$ 11,744,378	\$ 11,603,759	\$ 11,305,599	\$ 12,114,136	\$ 12,119,533	\$ 11,245,392	\$ 10,283,920
Academic support	1,370,997	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
Student services	2,740,990	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
Public service	863,597	699,041	872,473	1,005,862	966,729	2,041,780	2,130,948	2,491,189	2,688,563	1,965,890
Auxiliary enterprises	2,474,133	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
Operation and maintenance of plant	3,085,691	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
Institutional support	6,224,942	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
Scholarships, grants & waivers	1,632,185	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
Depreciation	2,656,791	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
Total Operating Expenses	36,932,355	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
Loss on disposal of assets	ı	1	,	264,689	,	ı	5,088	ı	,	8,728
Interest on capital debt	1	4,085	21,278	49,141	76,198	104,485	133,789	121,248	172,708	223,668
Total Nonoperating Expenses		4,085	21,278	313,830	76,198	104,485	138,877	121,248	172,708	232,396
Total Expenses	\$ 36,932,355	\$ 36,932,355 \$ 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

For the Year Ended June 30

					(ber	percent of total)				
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Instruction	43.0%	30.5%	32.9%	33.4%	33.8%	32.8%	33.7%	33.6%	32.3%	34.5%
Academic support	3.7%	2.9%	3.7%	3.5%	3.6%	3.4%	4.0%	3.7%	3.8%	4.5%
Student services	7.4%	5.1%	5.4%	2.0%	5.1%	4.9%	2.0%	4.9%	4.9%	6.2%
Public service	2.3%	1.9%	2.4%	2.9%	2.8%	2.9%	2.9%	%6.9	7.7%	%9:9
Auxiliary enterprises	6.7%	2.8%	6.7%	7.8%	8.2%	8.1%	8.8%	89.6	%9.6	10.1%
Operation and maintenance of plant	8.4%	9.5%	7.8%	6.7%	7.8%	7.0%	7.0%	6.7%	9.3%	8.6%
Institutional support	16.9%	33.1%	29.3%	27.8%	26.4%	25.5%	21.9%	20.2%	19.3%	18.7%
Scholarships, grants & waivers	4.4%	4.5%	4.8%	5.7%	%9.9	7.9%	9.5%	10.2%	8.5%	%0.9
Depreciation	7.2%	7.0%	7.0%	6.4%	5.4%	4.0%	3.9%	3.8%	4.0%	3.9%
Total Operating Expenses	100.0%	100.0%	86.66	99.1%	8.66	82.7%	%9.66	80.7%	<u>89.5%</u>	99.2%
Loss on disposal of assets	%0.0	0.0%	0.0%	0.8%	%0:0	%0:0	0.0%	%0:0	%0:0	0.0%
Interest on capital debt	0.0%	<u>0.0%</u>	$\frac{0.1\%}{}$	$\frac{0.1\%}{}$	0.2%	0.3%	0.4%	0.3%	0.5%	0.7%
Total Nonoperating Expenses	<u>0.0%</u>	0.0%	0.1%	<u>0.9%</u>	0.2%	0.3%	0.4%	0.3%	0.5%	0.8 %
ר ס 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 2009 - 2010 have been restated to reflect the current presentation of federal scholarships refunded to students Source: College Audited Financial Statements



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513

Source: college Audited Financial Statements

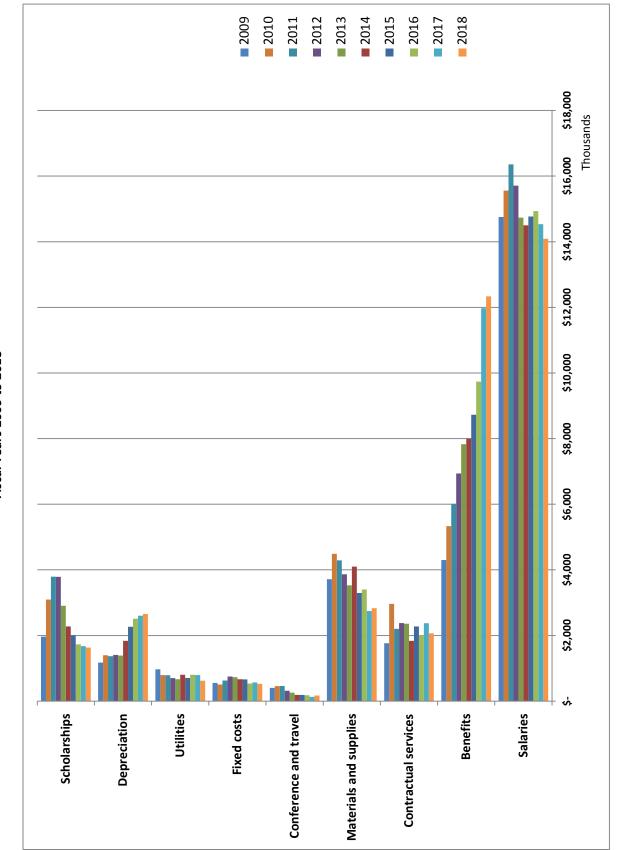
ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 SCHEDULE OF EXPENSES BY USE Fiscal Years 2009 to 2018

For the Year Ended June 30

					(amour	(amounts expressed in dollars)	lollars)			
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Salaries	\$ 14,089,859	\$ 14,534,235	\$ 14,932,550	\$ 14,768,919	\$ 14,501,581	\$ 14,732,641	\$ 15,707,408	\$ 16,358,004	\$ 15,559,450	\$ 14,752,051
Benefits	12,332,978	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
Contractual services	2,066,427	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
Materials and supplies	2,834,421	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
Conference and travel	170,512	131,902	181,876	187,609	191,255	257,131	315,367	462,478	458,397	404,272
Fixed costs	523,534	568,198	536,250	661,759	667,970	729,991	748,660	628,680	507,145	553,269
Utilities	625,649	795,584	805,123	708,386	802,146	866,699	702,697	790,689	791,908	969,694
Depreciation	2,656,791	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
Scholarships	1,632,185	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
Total operating expenses	36,932,356	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
Loss on disposal of assets	ı	ı		264,689	,	ı	5,088	,		8,728
Interest on capital asset-related debt	1	4,085	21,278	49,141	76,198	104,485	133,789	121,248	172,708	223,668
Total nonoperating expenses	,	4,085	21,278	313,830	76,198	104,485	138,877	121,248	172,708	232,396
Total expenses	\$ 36,932,356	\$ 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
					For th	For the Year Ended June 30	e 30			
					(amour	(amounts expressed in dollars)	ollars)			
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Salaries	38.1%	38.9%	41.6%	41.9%	42.3%	42.7%	43.6%	45.4%	44.8%	49.5%
Benefits	33.4%	32.0%	27.1%	24.8%	23.3%	22.7%	19.3%	16.7%	15.3%	14.4%
Contractual services	2.6%	6.4%	2.6%	6.5%	5.4%	8.9	%9:9	6.1%	8.5%	2.9%
Materials and supplies	7.7%	7.3%	9.5%	9.4%	12.0%	10.2%	10.7%	11.9%	12.9%	12.5%
Conference and travel	0.5%	0.3%	0.5%	0.5%	%9.0	0.7%	%6.0	1.3%	1.3%	1.4%
Fixed costs	1.4%	1.5%	1.5%	1.9%	1.9%	2.1%	2.1%	1.7%	1.5%	1.9%
Utilities	1.7%	2.1%	2.2%	2.0%	2.3%	1.9%	2.0%	2.2%	2.3%	3.3%
Depreciation	7.2%	7.0%	7.0%	6.4%	5.4%	4.0%	3.9%	3.8%	4.0%	3.9%
Scholarships	4.4%	4.5%	4.8%	5.7%	89.9	8.4%	10.5%	10.5%	8.9%	89.9
Total operating expenses	100.0%	100.0%	86.66	99.1%	8.66	82.7%	89.66	82.66	<u>99.5%</u>	99.2%
Loss on disposal of assets	0.0%	0.0%	0.0%	0.8%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Interest on capital asset-related debt	<u>0.0%</u>	<u>0.0%</u>	0.1%	0.1%	0.2%	0.3%	0.4%	0.3%	0.5%	<u>0.7%</u>
Total nonoperating expenses	<u>0.0%</u>	0.0%	0.1%	<u>0.9%</u>	0.2%	0.3%	0.4%	0.3%	0.5%	0.8 %
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 2009 - 2010 have been restated to reflect the current presentation of federal scholarships refunded to students Source: College Audited Financial Statements

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
EXPENSES BY USE
Fiscal Years 2009 to 2018



Source: College Audited Financial Statements

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 SCHEDULE OF REVENUES BY SOURCE Fiscal Years 2009 to 2018

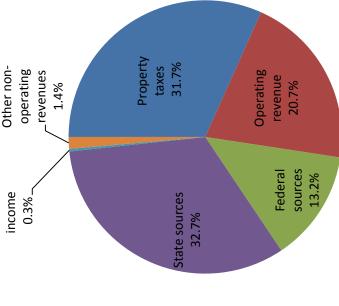
					For the Year Ended June 30 (amounts expressed	Year Ended June 30 (amounts expressed in dollars)	lollars)			
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Student tuition and fees	1									
(net of scholarship allowances) Sales and services of educational	\$ 6,054,779	5,800,155	5 5,704,378	5,147,958	4,890,667	4,726,299	\$ 4,825,112	\$ 4,947,555	\$ 4,849,401	\$ 4,438,593
and other activities	45,895	62,803	231,305	330,812	631,671	575,135	1,055,715	982,380	1,191,923	1,411,966
Sales and services of auxiliary										
enterprises Other operating revenues	1,631,442	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
Total operating revenues	7,732,116	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
State appropriations	11 174 533	12 179 180	8 802 272	9 914 716	9 027 532	8 878 718	7 891 362	7 494 104	5 779 055	6 503 370
Federal grants and appropriations	7 663 146	4 916 085	5 186 837	5 932 492	5,855,095	7 377 299	8 454 104	791,464,	7 766 482	7 833 268
Property taxes	12 006 114	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
Investment income	253,373	126,869	78,364	37,710	57,540	221,143	346,681	274,781	417,767	758,352
Other nonoperating revenues	1,143,510	522,997	550,393	223,969	1,067,596	217,496	152,983	120,387	131,414	82,500
Total nonoperating revenues	29,240,676	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
Total revenues	\$ 36,972,792	\$ 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
					Fort	For the Year Ended June 30 (percentage of total)	ne 30 al)			ĺ
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Student tuition and fees										
(net of scholarship allowances) Sales and services of educational	16.5%	15.5%	16.6%	14.6%	13.9%	13.2%	13.0%	13.3%	13.7%	14.2%
and other activities	0.1%	0.2%	0.7%	0.9%	1.8%	1.6%	2.8%	2.6%	3.4%	4.5%
Sales and services of auxiliary										
enterprises	4.4%	2.0%	6.1%		%5.9	82.9	7.5%	8.3%	9.1%	9.4%
Other operating revenues	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>		<u>0.0%</u>	0.0%	0.0%	0.0%	0.0%	<u>0.0%</u>
Total operating revenues	21.0%	20.7%	23.4%	21.6%	22.2%	21.5%	23.3%	24.2%	26.2%	28.1%
State appropriations	30.2%	32.7%	25.7%	28.2%	25.7%	24.8%	21.3%	20.2%	19.2%	20.8%
Federal grants and appropriations	12.6%	13.2%	15.1%	16.9%	16.7%	20.6%	22.8%	23.7%	22.0%	15.4%
Property taxes	32.5%	31.7%	33.9%	32.6%	32.2%	31.9%	31.3%	30.9%	31.1%	33.0%
Investment income	0.7%	0.3%	0.2%		0.2%	%9:0	%6:0	0.7%	1.2%	2.4%
Other nonoperating revenues	3.0%	1.4%	1.6%	89.0	3.0%	89.0	0.4%	0.3%	0.4%	0.3%
Total nonoperating revenues	<u>%0.67</u>	79.3%	<u>76.6%</u>	78.4%	77.8%	78.5%	<u>76.7%</u>	75.8%	73.8%	71.9%
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 2009 - 2010 have been restated to reflect the current presentation of federal scholarships refunded to students Source: College Audited Financial Statements

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ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 REVENUES BY SOURCE

Other nonoperating revenues 1.4% Fiscal Year 2017 Investment 0.3% income Property taxes 32.5% Other nonoperating revenues Fiscal Year 2018 3.1% Investment 0.7% income



Source: College Audited Financial Statements

Operating revenue 20.9%

Federal sources 12.6%

State sources

30.2%

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
SCHEDULE OF OTHER CHANGES IN NET POSITION
Fiscal Years 2009 to 2018

							Forth	For the Year Ended June 30	ne 30			
		2018	2017	2016	2015	20	114	2013	2012	2011	2010	2009
Income before other changes in net position	\$	\$ 40,437 \$	\$ (109,992)	\$ (1,602,414) \$ 232,027	232,027	\$	\$ 814,383	\$ (189,599)	\$ 1,089,536	\$ 1,144,762	\$ 574,173	\$ 1,469,237
State capital grants and appropriations Federal capital grants and appropriations		' '	' '	1	419,611		' '	17,802,066	5,014,643	5,999		250,000
Total change in net position	٠	\$ 40,437 \$	(109,992)	\$ (1,602,414) \$	5 651,638	\$	\$ 814,383 \$	\$ 17,612,467	\$ 6,104,179	\$ 1,150,761	\$ 574,173	\$ 2,019,237

Source: College Audited Financial Statements

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

Academic Year		Illinois Peer	Illinois Community	Illinois Community	Illinois Community
Beginning	Illinois	Community	College	College	College
in Fall	Valley	Colleges*	Highest	Lowest	Average
2018	\$ 133.00	\$ 133.79	\$ 174.00	\$ 120.00	\$ 144.36
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

Sources: ICCB Data and Characteristics of the Illinois Public Community College System 1997-2011. ICCB Tuition and Fee Survey 2012-2018

^{*}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

	Increase/	(Decrease)	Extension	3.0%	%0.0	2.0%	0.7%	2.0%	-2.1%	-1.3%	%6:0	%0.6	3.9%
	Increase/	(Decrease) (EAV	3.4%	2.6%	%9.0	%6.0-	-1.2%	-2.4%	-1.6%	-0.5%	11.5%	5.3%
	Estimated	Total	Extension	\$ 11,670,435	11,325,222	11,326,628	11,100,179	11,027,108	10,809,953	11,036,841	11,179,060	11,083,078	10,168,504
	Total	Тах	Rate	36.47	36.64	37.60	37.07	36.51	35.36	35.23	35.12	34.65	35.45
Total	Equalized	Assessed	Valuation	\$ 3,195,995,018	3,090,811,857	3,012,240,913	2,994,383,259	3,020,297,870	3,057,113,513	3,132,796,312	3,183,103,555	3,198,644,044	2,868,407,435
		Railroad	Property	\$ 45,383,019	42,032,789	38,788,078	36,870,478	35,646,096	32,364,796	30,418,799	26,060,324	23,105,952	19,449,782
		Mineral	Property*	\$ 13,225,112	13,576,395	14,176,543	14,673,658	15,052,233	9,729,372	2,252,229	34,685,705	21,475,553	716,246
		Farm	Property	\$ 671,409,731	640,677,122	615,511,369	598,888,483	564,174,808	538,577,691	515,788,889	499,361,239	479,203,345	452,850,028
		Industrial	Property*	\$ 389,298,608 \$ 702,944,551 \$ 671,409,731	679,148,944	660,383,138	676,143,794	700,227,792	693,001,393	704,932,628	694,638,725	685,325,088	406,110,977
		Commercial	Property	\$ 389,298,608	388,874,564	389,722,994	385,336,833	387,331,269	394,340,909	401,802,370	396,608,320	400,966,271	400,961,722
		Residential		\$ 1,373,733,997	1,326,502,043	1,293,658,791	1,282,470,013	1,317,865,672	1,389,099,352	1,477,601,397	1,531,749,242	1,588,567,835	1,588,318,680
		Levy	Year	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008

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. Note:

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

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

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

			Collected \	Collected within the Fiscal			
			Year	Year of the Levy	,	Total Collections to Date	ns to Date
Тах					Collected in		
Levy	Fiscal	Final		Percentage	Subsequent		Percent
Year	Year	Tax Levy	Amount	of Levy	Years	Amount	of Levy
2017	2019	\$ 11,670,435	\$ 4,248	0.04%	- \$	\$ 4,248	0.04%
2016	2018	11,325,222	4,054	0.04%	11,295,568	11,299,622	99.77%
2015	2017	11,326,628	4,028	0.04%	11,197,637	11,201,665	88.90%
2014	2016	11,100,109	3,816	0.03%	11,003,035	11,006,851	99.16%
2013	2015	11,030,059	3,713	0.03%	11,004,661	11,008,374	808.66
2012	2014	10,874,709	3,459	0.03%	10,744,383	10,747,842	98.83%
2011	2013	11,044,966	3,371	0.03%	10,979,938	10,983,309	99.44%
2010	2012	11,179,060	3,334	0.03%	11,175,488	11,178,822	100.00%
2009	2011	11,083,078	279,834	* 2.52%	10,380,189	10,660,023	96.18%
2008	2010	10,158,381	25,527	* 0.25%	10,074,442	10,099,969	99.42%

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

Source: College Records

^{*} 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.

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

Ratio of	Outstanding	Debt to	Honsehold	Income**	Unavailable	%00.0	0.01%	0.04%	0.07%	0.10%	0.14%	0.03%	%90.0	0.07%	
				Per Capita	0	0	2	10	19	26	33	∞	16	23	
		Total	Outstanding	Debt	ı	41,182	321,989	1,510,000	2,725,000	3,910,000	5,000,000	1,206,210	2,354,963	3,447,255	
			Capital	Leases	\$ -	41,182	56,989	1	1	1	1	1	1	ı	
					\$										
			Net Bonded Debt	Per Capita	0	0	2	10	19	26	33	∞	16	23	
			Population	(Estimated)*	144,317	144,885	145,785	146,192	147,293	148,429	149,344	150,122	147,673	147,820	
	Ratio of Net	General Bonded	Debt to Assessed	Value	%000.0	0.000%	0.009%	0.050%	%060.0	0.128%	0.160%	0.038%	0.074%	0.120%	
			Equalized	Assessed Value	\$ 3,195,995,018	3,090,811,857	3,012,240,913	2,994,383,259	3,020,297,870	3,057,113,513	3,132,796,312	3,183,103,555	3,198,644,044	2,868,407,435	
		General	Obligation	Bonds		1	265,000	1,510,000	2,725,000	3,910,000	5,000,000	1,206,210	2,354,963	3,447,255	
			le.	L	\$ 8	7	9	2	4	3	2	1	0	6	
			Fiscal	Year	2018	201	201	2015	201	201.	201.	201	201	2009	

Source: * David Ault @ SIU-E

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

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

Community College Bonds, Series 1999

Debt Service Requirements

Fiscal					_	Coverage
Year	Tax Levy	Principal	Inte	erest	Total	Ratio
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

Community College Bonds, Series 2011

Debt Service Requirements

Fiscal					Coverage
Year	Tax Levy	Principal	Interest	Total	Ratio
2018	\$ -	\$ -	\$ -	\$ -	0.00
2017	-	-	-	-	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

		Total Debt		Percentage
Fiscal	Debt	Applicable to	Legal Debt	of Debt
Year	Limit	Limit	Margin	Limit
2018	\$ 91,884,857	\$ -	\$ 91,884,857	0.00%
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%

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	_	lousehold ncome Per Capita*	State Unemployment Rate**	LaSalle, Bureau, & Putnam Counties Unemployment Rate**
2017	144,317	\$ 3,992,102,660	\$ 53,578	\$	41,422	4.7%	5.1%
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%

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 TEN YEARS AGO

	2018					2008			
				% of					% of
			No. of	Total				No. of	Total
Employer	Rank		employees	Population	Employer	Rank	City	employees	Population
Exelon Corporation	П	Seneca	800	%9.0	Exelon Corporation	Т	Seneca	920	%9.0
Wal-Mart Distribution Center	2	Spring Valley	800	%9.0	Wal-Mart Distribution Center	2	Spring Valley	800	0.5%
Peru Mall	3	Peru	800	%9.0	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	2	Spring Valley	650	0.5%	Community Hospital of Ottawa	2	Ottawa	645	0.4%
Illinois Valley Community Hospital, Inc.	9	Peru	640	0.4%	St Mary's Hospital	9	Streator	260	0.4%
Vactor Manufacturing	7	Streator	575	0.4%	Illinois Valley Community College	7	Oglesby	525	0.4%
Illinois Valley Community College	∞	Oglesby	536	0.4%	PetsMart	8	Ottawa	521	0.4%
Monterey Mushrooms	6	Princeton	200	0.3%	Martin Engineering	6	Neponset	504	0.3%
Ace Hardware Retail Support Center	10	Princeton	485	0.3%	Monterey Mushrooms	10	Princeton	200	0.3%
PetSmart	11	Ottawa	450	0.3%	St Margaret's Hospital	11	Spring Valley	485	0.3%
Streator Results	12	Streator	450	0.3%	Ace Hardware Retail Support Center	12	Princeton	485	0.3%
LCN - A division of Allegion	13	Princeton	440	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%
Wal-Mart Store	16	Peru	367	0.3%	Sabic Innovative Plastics	16	Ottawa	450	0.3%
Eakas Corporation	17	Peru	367	0.3%	Vactor Manufacturing	17	Streator	430	0.3%
DSI	18	Streator	350	0.2%	Wal-Mart Store	18	Ottawa	412	0.3%
Carus Chemical	19	LaSalle	342	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

			2017 Equalized			2012 Equalized		
			Assessed		Percent of	Assessed		Percent of
			Valuation		District's	Valuation		District's
Name	County	Type of Business of Property	(million)	Rank	Total EAV	(million)	Rank	Total EAV
Exelon Generation Co., LLC	LaSalle	Nuclear Power Plant	\$ 430,000,000	1	13.45%	\$ 488,250,000	1	15.28%
Marquis Energy	Putnam	Ethanol Plant	41,036,550	2	1.28%	18,265,045	7	%09.0
Wedron Silica Company	LaSalle	Mining	16,219,057	3	0.51%			
Silverleaf Resorts	LaSalle	Resort	15,759,518	4	0.49%	13,395,572	3	0.44%
Unimin Corp.	LaSalle	Mining	13,605,211	2	0.43%			
Walmart Stores	Bureau	Distribution Center	10,536,093	9	0.33%	11,040,500	4	0.36%
Tau Midwest (Petsmart)	LaSalle	Distribution Center	9,333,333	7	0.29%	11,038,519	2	0.36%
BNSF Railway Company	Bureau	Railroad	9,277,523	∞	0.29%			
Ace Hardware	Bureau	Distribution Center	6,391,200	6	0.20%	8,918,631	9	0.29%
James Hardie	LaSalle	Building Products	6,363,424	10	0.20%	6,277,112	7	0.21%
Iowa Interstate Railroad	Bureau	Railroad	6,171,445	11	0.19%			
Eakas Corp.	LaSalle	Manufacturing	5,817,974	12	0.18%			
Eugene & Dorothy Missel	LaSalle	Solar Farm	5,743,235	13	0.18%			
Kohl's Department Store, Inc.	LaSalle	Distribution Center	4,627,922	14	0.14%	4,627,922	11	0.15%
Washington Mills Hennepin, Inc.	Putnam	Manufacturing	4,408,181	15	0.14%	4,201,739	12	0.14%
Walmart Real Estate Business Trust	LaSalle	Retail	4,375,611	16	0.14%	5,119,218	6	0.17%
Del Monte Foods	LaSalle	Manufacturing	4,364,190	17	0.14%			
Gage Farms, Inc.	LaSalle	Industrial	3,863,132	18	0.12%			
Walmart Real Estate Business Trust	LaSalle	Retail	3,840,983	19	0.12%			
Supervalu	LaSalle	Distribution Center	3,839,566	20	0.12%	3,814,894	14	0.12%
Chicago Title & Trust	LaSalle	Industrial	3,736,735	21	0.12%			
Peru GKD Partners	LaSalle	Shopping Center	3,712,701	22	0.12%	5,703,597	∞	0.19%
Independence Tube Corp.	LaSalle	Manufacturing	3,488,420	23	0.11%			
Store Master Funding III LLC	LaSalle	Commercial Real Estate	3,330,104	24	0.10%			
Dynegy Midwest Generation, Inc.	Putnam	Electricity Generation	3,308,202	25	0.10%	3,180,094	15	0.10%
State Bank of Countryside Trust	LaSalle	Commercial Real Estate	3,166,666	56	0.10%			
Infra-Metals Property, LLC	LaSalle	Manufacturing	3,162,233	27	0.10%			
Con-Way Freight Inc.	LaSalle	Truck Terminal	3,133,020	28	0.10%	4,088,333	13	0.13%
DBM Holdings Inc.	LaSalle	Warehouse	3,073,328	59	0.10%	4,740,976	10	0.16%
Walmart-Stores, Inc.	Bureau	Retail	2,819,346	30	0.09%			
			\$ 638,504,903		19.98%	\$ 587,921,176		18.69%

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			
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Faculty										
Part-time (FTE)*	29	73	75	126	126	126	132	143	124	106
Full-time (FTE)	75	79	81	84	83	81	82	88	88	98
Percentage tenured	85%	85%	88%	%06	88%	88%	88%	88%	%06	87%
Staff and Administrators										
Part-time (FTE)**	20	18	20	20	20	20	20	20	20	20
Full-time (FTE)	101	101	100	104	106	124	127	135	140	142
Total Employees										
Part-time (FTE)	87	91	95	146	146	146	152	163	144	126
Full-time (FTE)	176	180	181	188	189	202	209	223	228	228
Students per Full-Time Faculty	43	41	41	42	45	49	53	51	51	49
Students per Full-time Staff Member	32	32	33	34	35	32	34	33	32	30
Fall Semester Student Headcount	3,241	3,206	3,310	3,525	3,705	3,944	4,355	4,507	4,529	4,231
Average Annual Faculty Salary	\$ 70,242	\$ 70,245	\$ 69,612	\$ 68,190	\$ 66,524	\$ 66,823	\$ 64,323	\$ 62,930	\$ 61,050	\$ 58,641

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.

^{* 2009 - 2015} are an estimate of part-time faculty credit hours; 2016, 2017, and 2018 are actual credit hours taught by part-time faculty.

^{** 2009 - 2016} are an estimate of part-time staff hours; 2017 and 2018 are actual hours worked by part-time staff.

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

							Fiscal Year			
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Enrollment Annual Unduplicated Headcount (1)	4,898	5,164	5,534	5,760	6,303	992/9	7,360	8,315	8,361	8,131
Annual Full Time Equivalent Students	2,069	2,177	2,235	2,242	2,402	2,535	2,866	3,224	3,108	2,803
Full-time students (2)	39%	41%	39%	42%	40%	42%	43%	47%	46%	42%
Part-time students	61%	29%	61%	28%	%09	28%	21%	23%	54%	28%
Percentage of men	43%	42%	42%	42%	40%	41%	40%	45%	42%	42%
Percentage of women	22%	28%	28%	28%	%09	29%	%09	25%	28%	28%
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%	2%	3%	2%	2%	2%	3%	3%	4%
Hispanic	2%	2%	2%	2%	%9	%9	%9	%9	2%	2%
White	82%	82%	84%	84%	85%	%98	%98	82%	84%	84%
Not Indicated	10%	10%	%8	7%	%9	2%	2%	%8	2%	4%
Average age	23	23	23	24	24	25	25	26	25	25
Annual Credit Hours	62,058	65,322	950'29	67,249	72,054	76,056	85,983	96,728	93,251	84,100
ninois Community Conege Board Reimbursed Credit Hours(3)	58,330	62,028	63,220	65,870	70,788	73,423	83,369	94,539	91,452	82,147

⁽¹⁾ Represents annual unduplicated credit hour students

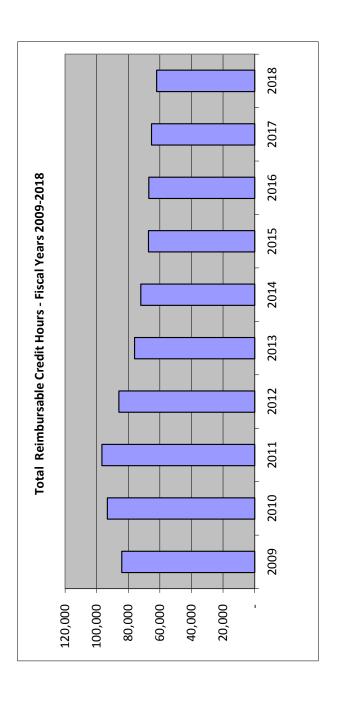
⁽²⁾ Percentages are based on Fall semester tenth-day demographics only

⁽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

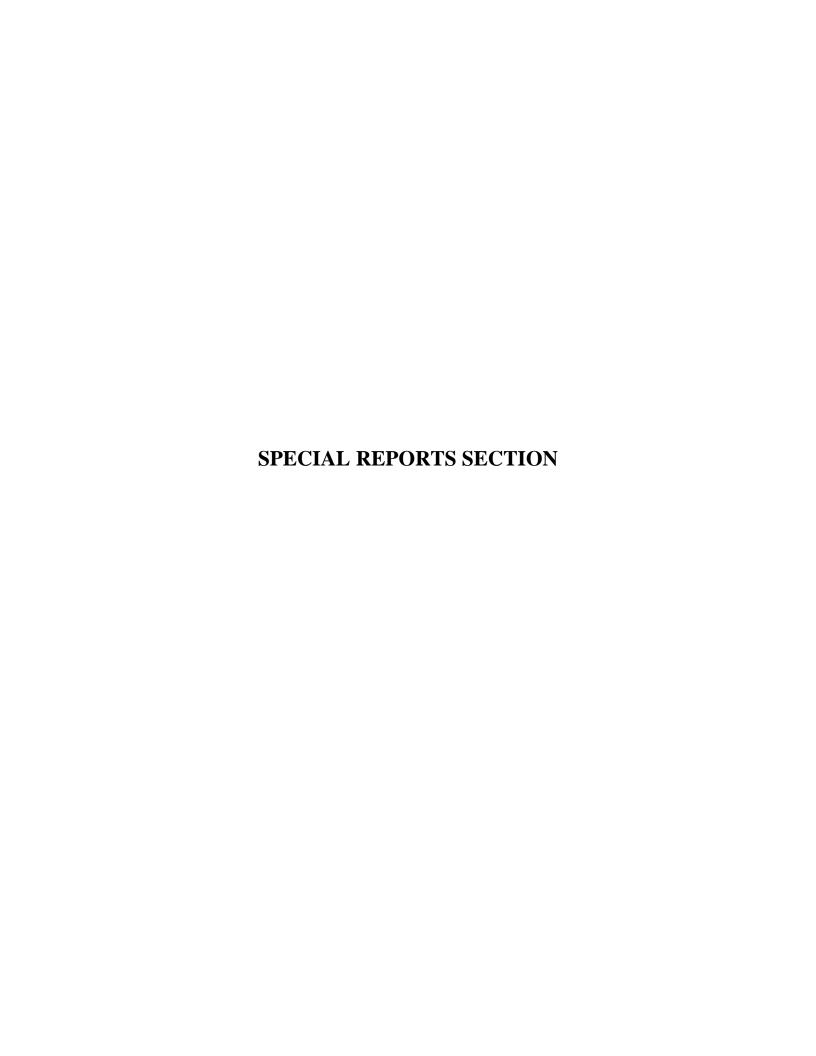
DI CALEGORI	Last Ten Fiscal Years

					Adult Basic/	
	Business	Technical	Health	Remedial	Secondary	Total Credit
Baccalaureate	Occupational	Occupational	Occupational	Developmental	Education	Hours
49,970	4,823	13,084	6,724	6,619	2,880	84,100
56,450	5,478	15,025	7,050	7,001	2,247	93,251
58,028	5,452	14,597	8,674	7,496	2,481	96,728
53,353	5,334	10,645	7,885	6,152	2,615	85,984
46,729	4,790	9,263	7,288	5,352	2,634	76,056
45,818	4,640	8,099	6,912	5,028	1,557	72,054
43,350	4,216	7,598	6,422	4,011	1,653	67,249
43,435	4,110	8,117	6,497	3,558	1,339	950'29
42,635	4,031	8,215	5,938	3,548	955	65,322
41,319	3,112	7,842	5,567	2,982	1,236	62,058



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

	2018	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	415
Number of permanent buildings	10	10	10	10	10	∞	∞	∞	∞	∞	7
Gross square footage: As of June 30	431,962	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	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	16.1	16.9
Annual Full Time Equivalent Students Annual Headcount	2,069	2,177 5,119	2,235	2,242 5,760	2,402 6,303	2,535	2,866 7,360	3,224 8,315	3,108 8,361	2,803 8,131	2,737 7,755
Net assignable square footage per full time equivalent	123.21	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	144,317	144,885	145,785	146,192	147,293	148,429	149,344	150,122	147,673	147,820
Headcount per 1,000 Population FTE Per 1,000 Population	unavailable unavailable	35.47 15.08	38.20 15.43	39.51 15.38	43.11 16.43	44.58 17.21	49.59 19.31	55.68 21.59	55.69	55.06 18.98	52.46 18.52





ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 COMBINED BALANCE SHEET ALL FUND TYPES June 30, 2018

		ğ	Governmental Fund Types	und Types		Proprietary Fund Types	Fiduciary Fund Types				
	General		Special Revenue	Debt Service	Capital Projects	Enterprise	Trust and Agency Funds	General Fixed Assets	General Long-Term Debt	Total (Memorandum Only)	Ę
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES Assets Cash and cash equivalents Investments	\$ 993,051	51 \$ 99	587,516 4,462,604	\$ 178,404	\$ 152,892 5,113,222	\$ 544,029	\$ 160,255	ν.	٠ · ·	\$ 2,616,147	.47
Receivables Property taxes Governmental claims Other	9,484,466 182,555 3,044,547	99 55 71	590,410 123,108	1 1 1	1,591,311 - 167,811	95,105	- 87,200 600	1 1 1	1 1 1	11,666,187 392,863 3,308,063	.87 .63 .63
Accrued revenue Due from other funds	203,470	0	22,163 16	1,603	- 6,965	571	1 1	1 1	1 1	34,302 203,486	.02 .86
Bookstore inventories Deferred expenditures	206,687	22	39,041	1 1	1 1	537,788 32,004	1 1	1 1	1 1	537,788 277,732	32
depreciation	י ט		ı	•	ı	36,276	•	60,156,595	I	60,192,871	171
Deferred Outflows of Resources Deferred OPEB	S	 	1	1	1	1	1	1	216,452	216,452	52
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES \$ 20,696,475	\$ 20,696,47	5	5,824,858	\$ 818,389	\$ 7,035,201	\$ 1,493,773	\$ 249,202	\$ 60,156,595	\$ 216,452	\$ 96,490,945	45

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 **COMBINED BALANCE SHEET (Continued) ALL FUND TYPES** June 30, 2018

		Governmental Fund Types	Fund Types		Proprietary Fund Types	Fiduciary Fund Types	Account Groups	Groups		
							General	General	Total	_
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Trust and Agency Funds	Fixed Assets	Long-Term Debt	(Memorandum Only)	ndum ()
LIABILITIES										
Accounts payable	\$ 76,159	\$ 44,841	- \$	\$ 9,182	\$ 9,700	\$ 6,986	· \$	· \$	\$ 14	146,868
Accrued salaries	957,821	24,343	1	1	14,498	1	1	1	66	996,662
Accrued liabilities	235,753	39,428	1	491,562	16,177	2,838	ı	ı	78	785,758
Due to other funds	16	116,271	•	•	1	87,199	1	1	20	203,486
Due to student groups	009	1	1	ı	•	126,288	ı	•	12	126,888
Deferred revenue										
Property taxes	4,743,959	295,314	1	795,949	ı	1	ı	ı	5,83	5,835,222
Tuition and fees	3,813,906	•	•	1	18,734	•	1	1	3,83	3,832,640
Other		1	1	1	1	25,891	1	1	2	25,891
Other liabilities	2,064	1,985	1	ı	•	1	ı	•		4,049
Capital Lease Payable	1	1	1	1	1					
Bonds payable	1	1	1	ı	1	1	ı	ı		
OPEB liability	1	1	1	ı	•	1	ı	11,943,344	11,94	11,943,344
Total liabilities	9,830,278	522,182	•	1,296,693	59,109	249,202	1	11,943,344	23,90	23,900,808
DEFERRED INFLOWS OF RESOURCES Deferred OPER	1	ı	1		ı	1	ı	1,028,799	1.00	1.028.799
								10000	10,1	20 1/2
EQUITY AND OTHER CREDITS Investment in general fixed assets	٠	1	1	,	36,276	1	60,156,595	,	60,19	60,192,871
Retained earnings - Unreserved	1	1	•	1	1,398,388	•	1	1	1,39	1,398,388
Fund balance (deficit)										
Reserved for grant purposes	1	ı	ı	1	1	ı	ı	ı		
Reserved for building purposes	1	•	1	5,738,508	•	•	•	•	5,73	5,738,508
Reserved for liability,		,								
protection and settlement	1	553,308	1 (ı	1	1	1	1	55.	553,308
Reserved tor debt service	1 1	1 0	818,389	ı	ı	1	ı	1 (1	81	818,389
Unreserved	10,866,197	4,749,368			1			(12,755,691)	2,85	2,859,874
Total equity and other credits	10,866,197	5,302,676	818,389	5,738,508	1,434,664	1	60,156,595	(12,755,691)	71,56	71,561,338
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, EQUITY AND OTHER CREDITS	\$ 20,696,475	\$ 5,824,858	\$ 818,389	\$ 7,035,201	\$ 1,493,773	\$ 249,202	\$ 60,156,595	\$ 216,452	\$ 96,49	96,490,945
									i	

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, 2018

		Governmental	Fund Types		
	General	Special Revenue	Debt Service	Capital Projects	Total (Memorandum Only)
REVENUES					
Local government	\$ 10,931,510	\$ 649,542	\$ 22	\$ 1,496,462	\$ 13,077,536
State government	2,075,793	323,389	-	-	2,399,182
Federal government	6,299	4,656,847	-	-	4,663,146
Student tuition and fees	8,539,598	-	-	-	8,539,598
Investment income	92,900	77,294	8,484	69,763	248,441
Other sources	484,055	92,285		513,578	1,089,918
Total revenues	22,130,155	5,799,357	8,506	2,079,803	30,017,821
EXPENDITURES - EDUCATIONAL					
AND GENERAL					
Current					
Instruction	10,351,566	723,461	-	-	11,075,027
Academic support	1,052,690	-	-	-	1,052,690
Student services	1,504,985	483,048	-	-	1,988,033
Public service	682,811	-	-	-	682,811
Operation and maintenance of plant	2,104,784	501,059	-	1,822,607	4,428,450
General institutional support	3,378,013	792,018	-	-	4,170,031
Scholarships, grants and waivers	527,351	3,944,587	-	-	4,471,938
Debt Service					
Principal	-	-	-	-	-
Interest					
Total expenditures	19,602,200	6,444,173		1,822,607	27,868,980
Excess (deficiency) of revenues over expenditures	2,527,955	(644,816)	8,506	257,196	2,148,841
OTHER FINANCING SOURCES (USES) Operating transfers in (out)	(10,590)	25,590			15,000
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	2,517,365	(619,226)	8,506	257,196	2,163,841
FUND BALANCES, July 1, 2017	8,348,832	5,921,902	809,883	5,481,312	20,561,929
FUND BALANCES, June 30, 2018	\$ 10,866,197	\$ 5,302,676	\$ 818,389	\$ 5,738,508	\$ 22,725,770

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

ALL GOVERNMENTAL FUND TYPES	Year Ended June 30, 2018

	General	eral	Special Revenue	venue	Debt S	Debt Service	Capital Projects	rojects	Total (Memorandum Only)	andum Only)
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUES										
Local governmental	\$ 11,040,478	\$ 10,931,510	\$ 069'682 \$	649,542	- \$	\$ 22	\$ 1,545,381	\$ 1,496,462	\$ 13,375,549	\$ 13,077,536
State governmental	1,245,000	2,075,793	292,545	323,389	•	1	ı	1	1,537,545	2,399,182
Federal governmental	7,215	6,299	4,839,519	4,656,847	٠	1	,	,	4,846,734	4,663,146
Student tuition and fees	8,512,310	8,539,598	•	,	,	•	•	•	8,512,310	8,539,598
Investment income	25,500	92,900	43,580	77,294	3,200	8,484	30,600	69,763	102,880	248,441
Other sources	524,441	484,055	32,000	92,285	•	1	1	513,578	556,441	1,089,918
Total revenues	21,354,944	22,130,155	5,997,334	5,799,357	3,200	8,506	1,575,981	2,079,803	28,931,459	30,017,821
EXPENDITURES										
Instruction	10,936,205	10,351,566	659,851	723,461	•	1	1	1	11,596,056	11,075,027
Academic support	1,261,174	1,052,690		1	•	1	1	1	1,261,174	1,052,690
Student services and aids	1,655,078	1,504,985	436,818	483,048	•	1	ı	1	2,091,896	1,988,033
Public service	774,065	682,811	•	,	,	•	•	•	774,065	682,811
Operation and maintenance of plant	2,432,982	2,104,784	548,375	501,059	,	•	1,500,000	1,822,607	4,481,357	4,428,450
General institutional support	3,872,690	3,378,013	686,126	792,018	•	1	ı	1	4,558,816	4,170,031
Scholarships, grant and waivers	499,750	527,351	4,142,929	3,944,587	•	i	1	1	4,642,679	4,471,938
Debt Service										
Principal	1	ı	1	ı	•	1	ı	1	1	1
Interest	i	1	•	1	1	1	,	ì	1	
Total expenditures	21,431,944	19,602,200	6,474,099	6,444,173	1	1	1,500,000	1,822,607	29,406,043	27,868,980
Excess (deficiency) of revenues over										
expenditures	(77,000)	2,527,955	(476,765)	(644,816)	3,200	8,506	75,981	257,196	(474,584)	2,148,841
OTHER FINANCING SOURCES (USES)										
Operating transfers in (out)	87,000	(10,590)	10,000	25,590	1	'	'	'	92,000	15,000
Excess (deficiency) of revenues and other										
financing sources over expenditures and		1				1		1		
other financing uses	\$ 10,000	2,517,365	\$ (466,765)	(619,226)	\$ 3,200	8,506	\$ 75,981	257,196	\$ (377,584)	2,163,841
FUND BALANCES, July 1, 2017		8,348,832	I	5,921,902		809,883		5,481,312		20,561,929
FUND BALANCES, June 30, 2018		\$ 10,866,197	⊹ ∧∥	\$ 5,302,676		\$ 818,389		\$ 5,738,508		\$ 22,725,770



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 GENERAL FUND COMBINING BALANCE SHEET June 30, 2018

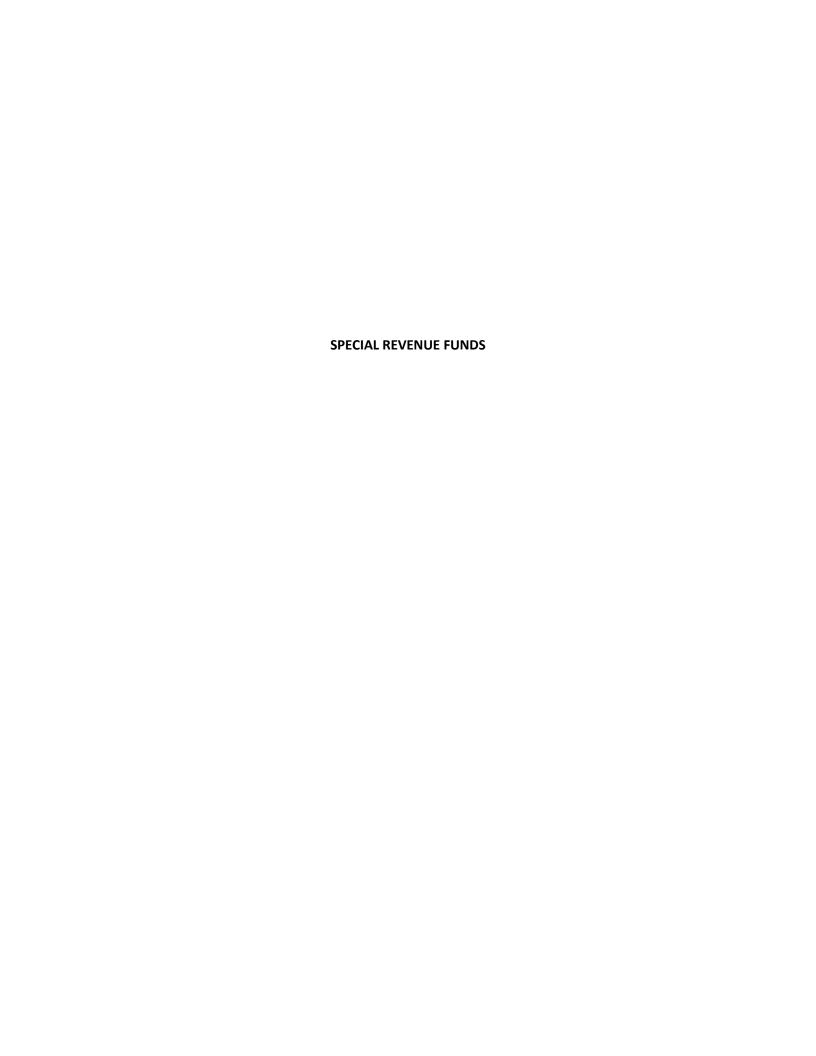
		Education Fund	•	eration and aintenance Fund		Total General Fund
ASSETS						
Cash and cash equivalents	\$	744,756	\$	248,295	\$	993,051
Investments		4,431,884		2,149,815		6,581,699
Receivables						
Property taxes		8,206,425		1,278,041		9,484,466
Governmental claims		155,172		27,383		182,555
Other		2,815,226		229,321		3,044,547
Due from student groups		203,470		-		203,470
Due from other funds		-		-		-
Prepaid Expenditures		195,198		11,489	_	206,687
TOTAL ASSETS	<u>\$</u>	16,752,131	\$	3,944,344	\$	20,696,475
LIABILITIES						
Accounts payable	\$	45,384	\$	30,775	\$	76,159
Accrued salaries		893,857		63,964		957,821
Other liabilities		178,531		57,222		235,753
Due to other funds		616		-		616
Deferred revenue						
Property taxes		4,104,705		639,254		4,743,959
Tuition and fees		3,555,925		257,981		3,813,906
Other liabilities		2,064	_		_	2,064
Total liabilities		8,781,082		1,049,196		9,830,278
FUND BALANCE						
Unreserved		7,971,049		2,895,148	_	10,866,197
TOTAL LIABILITIES AND FUND BALANCE	\$	16,752,131	\$	3,944,344	\$	20,696,475

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 GENERAL FUND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

Year Ended June 30, 2018

	Education Fund	Operations and Maintenance Operational Fund	Total General Fund
Local government revenue			
Local taxes	\$ 8,074,033	\$ 1,252,167	\$ 9,326,200
CPPRT	910,709	160,713	1,071,422
Other	400,570	133,318	533,888
	9,385,312	1,546,198	10,931,510
Clatera and a second as a second	3,303,312	1,540,150	10,551,510
State government sources			
ICCB Credit Hour Grants	1,698,674	143,996	1,842,670
ICCB Equalization Grants	50,000	-	50,000
CTE Formula Grant	183,123	-	183,123
On-behalf payments - SURS			
	1,931,797	143,996	2,075,793
Federal government sources			
Department of Education	6,299	-	6,299
	6,299		6,299
Student tuition and fees	- 0,233		0,233
	7 125 241	FC2 440	7.000.000
Tuition	7,125,241	563,449	7,688,690
Fees	850,908		850,908
	7,976,149	563,449	8,539,598
Other sources			
Sales and service fees	205,416	-	205,416
Facilities revenue	-	134,188	134,188
Investment revenue	63,628	29,272	92,900
Other	140,131	4,320	144,451
	409,175	167,780	576,955
Total revenues	19,708,732	2,421,423	22,130,155
Expenditures - Educational and General			
Current			
Instruction	10,351,566	_	10,351,566
Academic support	1,052,690	_	1,052,690
Student services and aids	1,504,985	_	1,504,985
Public service	682,811	_	682,811
Operation and maintenance plant	-	2,104,784	2,104,784
General institutional support	3,310,512	67,501	3,378,013
Scholarships, student grants and waivers	527,351	-	527,351
Total expenditures	17,429,915	2,172,285	19,602,200
Excess (deficiency) of revenues over expenditures	2,278,817	249,138	2,527,955
	, ,	·	, ,
OTHER FINANCING SOURCES			
Operating transfers in (out)	(10,590)		(10,590)
Excess (deficiency) of revenues over expenditures and other			
financing sources	2,268,227	249,138	2,517,365
FUND BALANCE, July 1, 2017	5,702,822	2,646,010	8,348,832
FUND BALANCE, June 30, 2018	\$ 7,971,049	\$ 2,895,148	\$ 10,866,197



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 SPECIAL REVENUE FUNDS COMBINING BALANCE SHEET June 30, 2018

		estricted Purposes Fund		Working Cash Fund		Audit Fund	P	Liability, rotection Settlement Fund	Total Special Revenue Funds
ASSETS									
Cash and cash equivalents	\$	35,306	\$	359,696	\$	14,174	\$	178,340	\$ 587,516
Investments		72,068		4,288,125		2,365		100,046	4,462,604
Receivables									
Property taxes		-		-		37,643		552,767	590,410
Governmental claims		123,108		-		-		-	123,108
Accrued revenue		-		21,860		-		303	22,163
Deferred expenditures		-		-		-		39,041	39,041
Due from other funds	_	16	_		_				 16
TOTAL ASSETS	\$	230,498	\$	4,669,681	\$	54,182	\$	870,497	\$ 5,824,858
LIABILITIES									
Accounts payable	\$	44,841	\$	-	\$	-	\$	-	\$ 44,841
Accrued salaries		4,926		-		-		19,417	24,343
Other liabilities		16,641		-		1,500		21,287	39,428
Due to other funds		116,271		-		-		-	116,271
Deferred revenue									
Property taxes		-		-		18,829		276,485	295,314
Other state revenue		-		-		-		-	-
Other liabilities		1,985		-		-		-	 1,985
Total liabilities		184,664				20,329	_	317,189	 522,182
FUND BALANCE									
Reserved for liability, protection and									
settlement		_		_		_		553,308	553,308
Unreserved		45,834		4,669,681		33,853		-	4,749,368
Total fund balance		45,834	_	4,669,681	_	33,853		553,308	 5,302,676
TOTAL LIABILITIES									
AND FUND BALANCE	\$	230,498	\$	4,669,681	\$	54,182	\$	870,497	\$ 5,824,858

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 SPECIAL REVENUE FUNDS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

Year Ended June 30, 2018

	Restricted Purposes Fund	Working Cash Fund	Audit Fund	Liability, Protection & Settlement Fund	Total Special Revenue Funds
REVENUES					
Local government					
Property taxes	\$ -	\$ -	\$ 37,056	\$ 612,486	\$ 649,542
			37,056	612,486	649,542
State government sources					
ICCB state grants	323,389				323,389
	323,389	-	-	-	323,389
Federal government sources					
Financial aid	4,026,598	-	-	-	4,026,598
Other	630,249	-	-	-	630,249
	4,656,847	-		-	4,656,847
Investment income	3,926	61,320	116	11,932	77,294
Other sources	91,120	-	-	1,165	92,285
	5,075,282	61,320	37,172	625,583	5,799,357
EXPENDITURES - EDUCATIONAL AND GENERAL					
Instruction	723,461	-	-	-	723,461
Student services and aids	336,475	-	-	146,573	483,048
Public service	-	-	-	-	-
Operating and Maintenance of Plant	-	-	-	501,059	501,059
Institutional support	82,011	-	36,750	673,257	792,018
Scholarships, student grants, and waivers	3,944,587				3,944,587
	5,086,534		36,750	1,320,889	6,444,173
Excess (deficiency) of revenues over expenditures	(11,252)	61,320	422	(695,306)	(644,816)
OTHER FINANCING SOURCES (USES)					
Operating transfers (out)	25,590				25,590
Excess (deficiency) of revenues and other financing					
sources over expenditures	14,338	61,320	422	(695,306)	(619,226)
FUND BALANCE, July 1, 2017	31,496	4,608,361	33,431	1,248,614	5,921,902
FUND BALANCE, June 30, 2018	\$ 45,834	\$ 4,669,681	\$ 33,853	\$ 553,308	\$ 5,302,676



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, 2018

	Budget	Actual	Variance
REVENUES			
State government	\$ 292,545	\$ 323,389	\$ 30,844
Federal government	4,839,519	4,656,847	(182,672)
Investment income	2,000	3,926	1,926
Other sources	32,000	91,120	59,120
Total revenues	5,166,064	5,075,282	(90,782)
EXPENDITURES - EDUCATIONAL AND GENERAL			
Instruction	659,851	723,461	(63,610)
Student services and aids	290,652	336,475	(45,823)
Public service	-	-	-
Institutional support	80,632	82,011	(1,379)
Scholarships, student grants and waivers	4,142,929	3,944,587	198,342
Total expenditures	5,174,064	5,086,534	87,530
OTHER FINANCING SOURCES (USES)			
Operating transfers (out)	10,000	25,590	15,590
Excess (deficiency) of revenues over expenditures	\$ 2,000	14,338	\$ 12,338
FUND BALANCE, July 1, 2017		31,496	
FUND BALANCE , June 30, 2018		\$ 45,834	

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 RESTRICTED PURPOSES FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE Year ended June 30, 2018

	Fund Balance July 1, 2017	Revenues	<u>Expenditures</u>	Equity <u>Transfers</u>	Fund Balance June 30, 2018
State Government					
CTE Program Improvement Grant	\$ -	\$ 20,347	\$ 20,347	\$ -	\$ -
Adult Ed State Basic	-	209,253	209,253	-	-
Adult Ed Performance		93,789	93,789		
Total state sources		323,389	323,389		
Federal Government					
PELL Grant	-	3,855,082	3,855,082	-	-
SEOG grant	-	89,505	89,505	-	-
Federal work-study program	-	82,011	82,011	-	-
Dislocated workers center	475	-	-	-	475
Dislocated workers center	920	-	-	-	920
TRIO/Student Support Services	(3,798)	302,183	308,384	10,000	1
Federal adult education grants	-	143,259	143,259	-	-
English Literacy/Civics	-	15,755	15,755	-	-
Carl Perkins Title II-C vocational grant	-	159,052	159,052	-	-
Special Populations Grant	-	10,000	10,000	-	-
Small Business Development Center	-	-	-	-	-
Small Business Jobs Act Grant	2,463				2,463
Total federal sources	60	4,656,847	4,663,048	10,000	3,859
Other Sources					
Small Business Development Match Funds	5	-	-	-	5
Small Business Development Workshops	3,915	-	-	-	3,915
IVCC Foundation	-	_	-	-	-
Inspire Illinois	-	10,220	10,220	-	-
Nursing Hospital Grant	-	32,000	32,000	-	-
Scriba Agricultural Gift		25,000	25,000	-	-
Nursing Department Donation		10,000	4,787	-	5,213
Taylor Donation - Student Planning		12,500	28,090	15,590	-
Miscellaneous Revenue		1,400	-	-	1,400
Bridge to Manufacturing	2,711	-	-	-	2,711
Restricted Fund Balance (interest)	24,805	3,926			28,731
Total other sources	31,436	95,046	100,097	15,590	41,975
	\$ 31,496	\$ 5,075,282	\$ 5,086,534	\$ 25,590	\$ 45,834



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, 2018

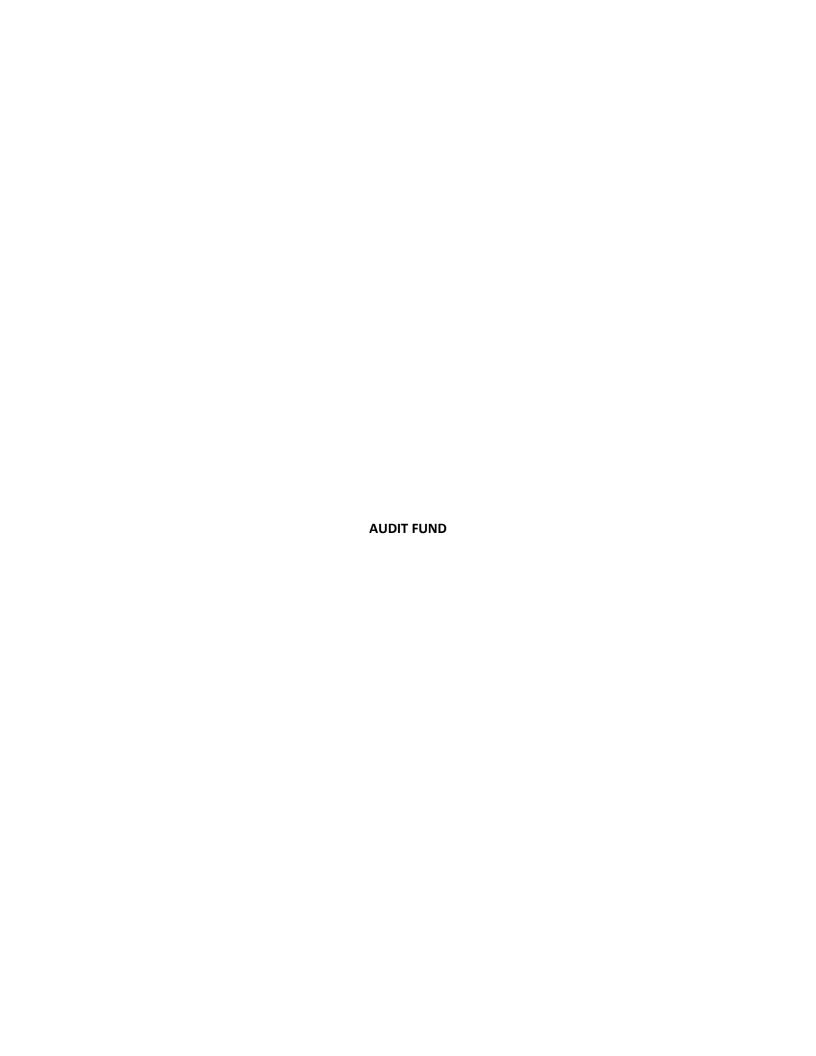
	Budget	Actual	Variance	
Investment income Total revenues	\$ 32,000 32,000	\$ 61,320 61,320	\$ 29,320 29,320	
Total revenues		01,320	29,320	
EXPENDITURES - EDUCATIONAL AND GENERAL Total expenditures				
Excess of revenues over expenditures	32,000	61,320	29,320	
OTHER FINANCING USES Operating transfers (out)	<u> </u>			
Excess of revenues over expenditures and other financing uses	\$ 32,000	61,320	\$ 29,320	

FUND BALANCE, July 1, 2017

FUND BALANCE, June 30, 2018

4,608,361

\$ 4,669,681



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513

AUDIT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

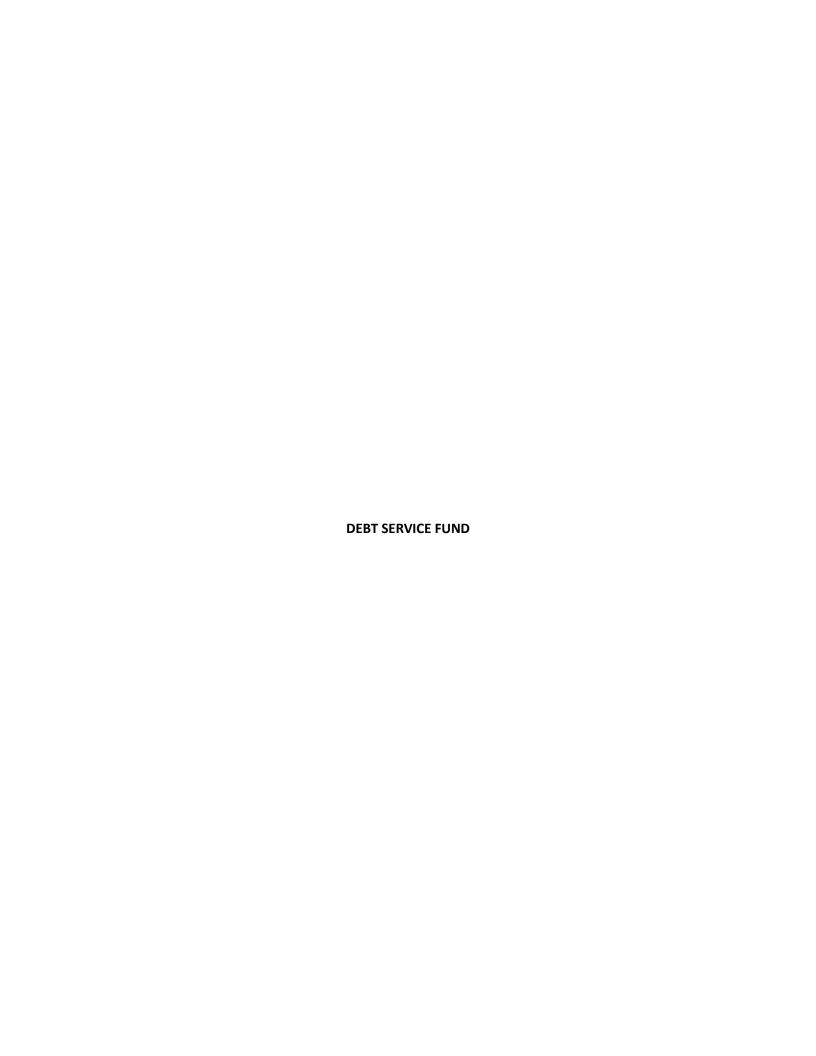
Year Ended June 30, 2018

	B	udget	Actual	V	ariance
REVENUES					
Local government					
Property tax	\$	38,480	\$ 37,056	\$	(1,424)
Investment income		80	 116		36
Total revenues		38,560	 37,172		(1,388)
EXPENDITURES - EDUCATIONAL AND GENERAL					
General institutional support		36,500	36,750		(250)
Total expenditures		36,500	 36,750		(250)
Excess (deficiency) of revenues over expenditures	\$	2,060	422	\$	(1,638)
FUND BALANCE, July 1, 2017			 33,431		
FUND BALANCE, June 30, 2018			\$ 33,853		



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, 2018

	Budget	Actual	Variance
REVENUES			
Local government revenue			
Property taxes	\$ 751,210	\$ 612,486	\$ (138,724)
Investment revenue	9,500	11,932	2,432
Other		1,165	1,165
Total revenues	760,710	625,583	(135,127)
EXPENDITURES - EDUCATION AND GENERAL			
Student services	-	146,573	(146,573)
Operation and Maintenance of Plant	548,375	501,059	47,316
Institutional support	568,994	673,257	(104,263)
Total expenditures	1,117,369	1,320,889	(56,947)
Excess (deficiency) of revenues over expenditures	\$ (356,659)	(695,306)	\$ (192,074)
FUND BALANCE, July 1, 2017		1,248,614	
FUND BALANCE, June 30, 2018		\$ 553,308	



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 DEBT SERVICE BALANCE SHEET June 30, 2018

	_	ond and erest Fund
ASSETS		
Cash and cash equivalents	\$	178,404
Investments		638,382
Accrued revenue		1,603
TOTAL ASSETS	\$	818,389
LIABILITIES		
Total Liabilities	\$	-
FUND BALANCE		
Reserved for Debt Service		818,389
TOTAL LIABILITIES AND FUND BALANCE	\$	818,389

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513

DEBT SERVICE FUND

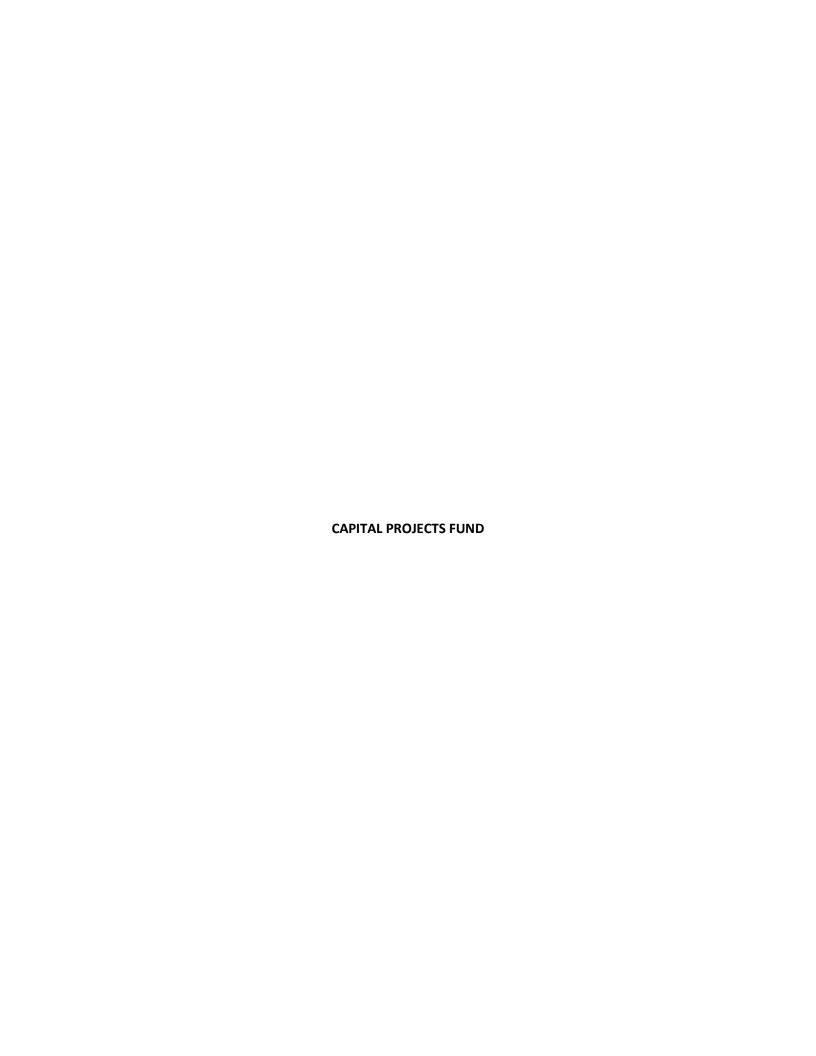
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL

Year Ended June 30, 2018

Bond and Interest Fund

	В	udget	 Actual	Va	riance
REVENUES Local government revenue Local taxes	\$	-	\$ 22	\$	22
Other sources					
Investment revenue		3,200	 8,484		5,284
Total revenues		3,200	8,506		5,306
EXPENDITURES					
Institutional Support					
Fixed charges		-	-		-
Bond principal		-	-		-
Interest and fees			 -		
Total expenditures			 -		-
Excess of revenues over expenditures		3,200	8,506		5,306
OTHER FINANCING USES					
Transfer from (to) other funds		_	 -		-
Excess (deficiency) of revenues over expenditures	<u>\$</u>	3,200	8,506	\$	5,306
FUND BALANCE, July 1, 2017			 809,883		
FUND BALANCE, June 30, 2018			\$ 818,389		



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 CAPITAL PROJECTS FUND BALANCE SHEET June 30, 2018

	and	perations Maintenance (Restricted)
ASSETS		
Cash and cash equivalents	\$	152,892
Investments		5,113,222
Receivables		
Property taxes		1,591,311
Governmental claims		-
Other		167,811
Accrued revenue		9,965
TOTAL ASSETS	\$	7,035,201
LIABILITIES		
Accounts payable	\$	9,182
Other liabilities		491,562
Deferred revenue		
Property taxes		795,949
Other liabilities		
TOTAL LIABILITIES		1,296,693
FUND BALANCE		
Unreserved		5,738,508
TOTAL LIABILITIES AND FUND BALANCE	\$	7,035,201

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, 2018

Operations and Maintenance Fund (Restricted)

		Fund (Restricted)	
	Budget	Actual	Variance
REVENUES			
Local government revenue			
Property taxes	\$ 1,545,381	\$ 1,496,462	\$ (48,919)
State government sources			
Illinois Emergency Management Agency	-	-	-
Other sources			
Investment income	30,600	69,763	39,163
Other		513,578	513,578
	30,600	583,341	552,741
Total revenues	1,575,981	2,079,803	503,822
EXPENDITURES - EDUCATIONAL AND GENERAL			
Operation and Maintenance of Plant	1,500,000	1,822,607	(322,607)
Excess (deficiency) of revenues over expenditures	75,981	257,196	181,215
OTHER FINANCING SOURCES			
Operating transfers (out)			
Excess of revenues over expenditures and other financing sources	\$ 75,981	257,196	\$ 181,215
FUND BALANCE, July 1, 2017		5,481,312	
FUND BALANCE, June 30, 2018		\$ 5,738,508	



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, 2018

	Proprietar	y Fund Type
	Enterp	rise Fund
	Budget	Actual
OPERATING REVENUES		
Service fees	\$ 2,268,600	\$ 1,761,935
Other revenue	5,700	13,510
Total operating revenues	2,274,300	1,775,445
OPERATING EXPENSES		
Salaries	319,909	323,725
Employee benefits	64,752	62,776
Contractual services	49,172	52,339
General materials and supplies	1,817,945	1,706,553
Travel and conference/meeting expense	27,541	22,139
Fixed charges	38,750	23,895
Depreciation	19,832	23,105
Other	103,000	103,064
Total operating expenses	2,440,901	2,317,596
Operating (loss)	(166,601)	(542,151)
NONOPERATING REVENUES (EXPENSES)		
Disposal of fixed assets	-	23,073
Interest expense	-	-
Investment income	2,800	4,932
LOSS BEFORE OPERATING TRANSFERS	(163,801)	(514,146)
OPERATING TRANSFERS IN (OUT)	(51,258)	61,414
NET INCOME (LOSS)	\$ (215,059)	(452,732)
NET POSITION, July 1, 2017		1,887,396
NET POSITION, June 30, 2018		\$ 1,434,664

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 PROPRIETARY FUNDS TYPES SCHEDULE OF CASH FLOWS Year Ended June 30, 2018

	Enterprise Fund
OPERATING ACTIVITIES	
Cash receipts from customers	\$ 1,766,651
Cash payments to employees for service	(321,350)
Cash payments to vendors	(1,767,423)
Net cash used in operating activities	(322,122)
NONCAPITAL FINANCING ACTIVITIES	·
Transfers in (out)	61,414
Net cash used in noncapital financing activities	61,414
CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of capital assets	15,378
Net cash used in capital and related financing activities	15,378
INVESTING ACTIVITIES	
Interest on capital lease	_
Sale of investments	_
Income from investments	6,925
Disposal of fixed assets	(30,754)
Principal paid on capital lease	-
Net cash provided by investing activities	(23,829)
NET INCREASE IN CASH AND CASH EQUIVALENTS	(269,159)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	813,188
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 544,029
Reconciliation of Operating Loss to Net Cash Flows Used In Operating Activities	
Operating profit (loss)	\$ (542,151)
Depreciation	23,105
Effects of changes in assets and liabilities	•
Receivable	(27,528)
Prepaid expenditures	(22,235)
Inventory	231,329
Accounts payable	(3,235)
Accrued Salaries	2,375
Unearned revenue	18,734
Other accruals	(2,516)
Net Cash Used In Operating Activities	\$ (322,122)

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 PROPRIETARY FUNDS TYPE COMBINING BALANCE SHEET June 30, 2018

										Fitness						ř	Total
	Early Childhood		Information Technology	Student Technology		Bookstore	Cultural Services	Athletics		Center Contracts	Copy		Farm Plots	Massage Therapy	Auto Shop	Ente Fu	Enterprise Fund
ASSETS		İ	5	S	l i				l I						-		
Cash and cash equivalents	\$ 1,86	1,866 \$	152,626	\$ 74,893	ş	233,327 \$	948	ş	30,001 \$	3,216	\$ (15,934) \$	\$ (4)	22,616 \$	7,749 \$	32,721	\$	544,029
Investments	'			220,000			•			•			•	12,000	•		248,000
Receivables	'		,	,		95,105	٠		,	٠	•				٠		95,105
Other assets	'		,	571	1	. '	٠		,	٠	•				٠		571
Inventories	'		,	,		537,788	٠		,	٠	1			,	٠	Ξ,	537,788
Prepaid expenditures	'		,	,		32,004	٠		,	٠	'			,			32,004
Fixed assets (net of depreciation)	'	 		'		85	,				525	ស្ប			35,666		36,276
TOTAL ASSETS	\$ 1,8	1,866 \$	168,626	\$ 295,464	↔	\$ 608,868	948	δ	30,001 \$	3,216	\$ (15,409)	\$ (6 ₁	22,616 \$	19,749 \$	68,387	\$ 1,4	1,493,773
LIABILITIES																	
Accounts payable	\$	\$		· \$	ş	\$ 002'6	•	ş	·	٠	\$	ş	٠.	٠,	٠	\$	9,700
Accrued Salaries	'		,	,		5,437	٠		5,946	٠	3,115	5		,	٠		14,498
Unearned tuition and fees	•		,	•		18,734	٠		,		•			,	•		18,734
Other accruals	'			•		13,972	٠		,	•	•				2,205		16,177
Capital Leases			'	•			٠		-		•			-			
TOTAL LIABILITIES		 ₋		1		47,843			5,946		3,115	5			2,205		59,109
NET POSITION																	
Unreserved	1,866	99	168,626	295,464		850,466	948		24,055	3,216	(18,524)	(4)	22,616	19,749	66,182	1,	1,434,664
Total net position (deficit)	1,866	99	168,626	295,464		850,466	948		24,055	3,216	(18,524)	<u>-</u>	22,616	19,749	66,182	1,4	1,434,664
TOTAL LIABILITIES AND NET POSITION	\$ 1,8(\$ \$	1,866 \$ 168,626 \$	\$ 295,464	❖	\$ 608,868	948	❖	30,001 \$	3,216	\$ (15,409)	\$ (60	22,616 \$	19,749 \$	68,387	\$ 1,4	1,493,773

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
PROPRIETARY FUNDS TYPES
COMBINING SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
Year Ended June 30, 2018

							Fitness					Total
	Early Childhood	Information Technology	Student Technology	Bookstore	Cultural Services	Athletics	Center Contracts	Copy Center	Farm Plots	Massage Therapy	Auto Shop	Enterprise Fund
OPERATING REVENUES Service fees	· •	· •	· \$	\$ 1,616,101	- \$	\$ 5,551	❖	\$ 101,073	,	· \$	\$ 39,210	\$ 1,761,935
Other		1	•	12,529		981	-		1		1	13,510
Total operating revenues	1	•	1	1,628,630	-	6,532	1	101,073		1	39,210	1,775,445
OPERATING EXPENSES - AUXILIARY ENTERPRISES												
Current operations	1	1	1	1,903,636	ı	269,047	2,761	83,352		1	35,696	2,294,492
Depreciation	1	1	1	33/	ı	18,185	1	349	ı	ı	4,233	23,104
Total operating expenses	1	1	1	1,903,973	1	287,232	2,761	83,701	1		39,929	2,317,596
Operating income (loss)	1	1	1	(275,343)	i	(280,700)	(2,761)	17,372	1	1	(719)	(542,151)
NONOPERATING REVENUES (EXPENSES)												
Fixed asset disposal						23,073						23,073
Interest expense	1	1	•	•	1	1	•	1	ı	1	ı	
Investment income	1	1,726	3,008	1	1	1	•		ı	198	1	4,932
Total nonoperating revenues	'	1,726	3,008	•	1	23,073	1	'	1	198	•	28,005
INCOMF (LOSS) BFFORF												
TRANSFERS	1	1,726	3,008	(275,343)	ı	(257,627)	(2,761)	17,372	1	198	(719)	(514,146)
OPERATING TRANSFERS IN (OUT)	1	1	1	(238,453)	1	299,867	•	1	1		'	61,414
NET INCOME (LOSS)	ı	1,726	3,008	(513,796)	1	42,240	(2,761)	17,372	ı	198	(719)	(452,732)
NET POSITION BEGINNING 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
NET POSITION END OF YEAR	\$ 1,866	\$ 168,626	\$ 295,464	\$ 850,466	\$ 948	\$ 24,055	\$ 3,216	\$ (18,524)	\$ 22,616	\$ 19,749	\$ 66,182	\$ 1,434,664

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, 2018

Fund balances - All fund types	\$ 71,561,338
Summer tuition	147,923
SURS deferred outflows	37,182
Statement of net position	\$ 71,746,443

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, 2018

Net change in fund balance	\$ 1,711,109
Reduction to revenue for payments made on behalf for SURS Reduction to expenditures for payments made on behalf for SURS Net effect	7,703,929 (7,703,929) -
Internal charges removed for auxiliary revenues Internal charges removed for auxiliary expenses Net effect	(144,003) 144,003
Reduction in student tuition and fees Reduction in student services - financial aid Net effect	2,839,753 (2,839,753) -
Decrease in student tuition receivable Decrease in deferred student tuition revenue Net effect	3,223,606 (3,223,606)
Summer tuition	147,923
SURS deferred outflows OPEB deferred expense	(9,671) (1,030,234)
Expenditures for capital assets	1,854,996
Capital asset deletions	
Depreciation on capital assets	(2,633,686)
Retirement of indebtedness expenditures	
Increase (decrease) in net position	\$ 40,437



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 FIDUCIARY FUND TYPE

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES Year ended June 30, 2018

Student	Activity	ruiiu
Subt	tractions	S
	121	

		Balance		Additions	Su	btractions	Stude	ent Activity	Е	Balance
	Jul	y 1, 2017	9	Sales/Fees	Ex	penditures		d Transfers	Jun	e 30, 2018
ASSETS										
Cash and cash equivalents	\$	150,494		3,513,192		3,503,431	\$	-	\$	160,255
Investments		-		1,147		-		-		1,147
Student Grants Receivable		548,660		913,765		1,375,225		-		87,200
Due from other funds		-		8,272		7,672		-		600
TOTAL ASSETS	\$	699,154	\$	4,436,376	\$	4,886,328	\$	-	\$	249,202
LIABILITIES										
Accounts payable	\$	6,864	\$	264,693	\$	264,571	\$	-	\$	6,986
Other accrued expenditures		3,061		2,812		3,035		-		2,838
Due to other funds		550,393		2,707,150		3,170,344		-		87,199
Deferred Revenue		24,415		25,891		24,415		-		25,891
		584,733		3,000,546		3,462,365		-		122,914
Due to student groups										
General-Standard fees		11,972		126,002		23,658		(114,007)		309
Student Activity: Interest		793		42		-		-		835
Organizational Reserve		725		-		-		-		725
IL 9/11 Veterans Grant		(3,058)		62,433		62,433		-		(3,058)
Foundation Scholarships		-		276,250		276,250		-		-
Tuition Assistance		-		14,123		14,123		-		-
Subsidized Loans		-		440,894		440,894		-		-
Unsubsidized Loans		-		446,150		446,150		-		-
Outside Scholarships		-		164,475		164,475		-		-
Scholarships		9,791		-		-		-		9,791
TRIO - Student Support Services		(36)		-		-		-		(36)
IV Leader		1,104		68		7,358		9,000		2,814
SPAMO		7,164		1,857		2,461		1,000		7,560
Criminal Justice		3,174		192		-		500		3,866
River Currents		(35)		-		2,285		2,320		-
Student Nurses Association		1,573		2,402		6,863		5,500		2,612
Alpha Beta Nu		1,323		240		337		300		1,526
Focus on Fitness		927		455		-		500		1,882
Phi Theta Kappa		538		2,145		5,262		3,100		521
Honors Program		106		104		-		400		610
Student Government Association		358		20		4,074		3,200		(496)
Indefinite Limit		3,442		337		256		450		3,973
IV Ag Club		-		1,212		767		250		695
International Society		1,585		-		1		-		1,584
American Chemical Society		(21)		3,992		6,006		4,000		1,965
Diverse Universe		1,763		-		28		(1,735)		-
Human Services Organization		1,181		89		699		1,000		1,571
Human Service Honors		581		-		40		400		941
Student Educators		2,916		46		411		500		3,051
Student Veterans		542		-		133		400		809
Student Ambassadors		(1,092)		-		1,208		1,875		(425)
Sigma Kappa Delta		3,030		1,399		3,073		1,600		2,956
Gay/Straight Alliance		2,677		-		100		100		2,677
PSI Beta/Psychology		2,613		51		319		-		2,345

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 FIDUCIARY FUND TYPE

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES Year ended June 30, 2018

Stuck	ont	Activity	, Eund	
Jiuu	enic	ACLIVIL	runu	

	Balance	Additions	Subtractions	Student Activity	Balance
	July 1, 2017	Sales/Fees	Expenditures	Fund Transfers	June 30, 2018
LIABILITIES (Continued)					
Round Table Gaming Society	\$ 674	\$ -	\$ -	\$ -	\$ 674
Hispanic Leadership Team	1,273	501	984	400	1,190
Information Technology	1,778	-	-	(250)	1,528
SAGE	494	-	116	500	878
Chess Club	194	-	1	-	193
Red Cross	305	-	871	750	184
Anime Club	734	-	-	-	734
Black Student Association	1,030	-	466	400	964
World Languages	679	-	-	-	679
Young Republicans	54	-	35	50	69
College Democrats	1,108	-	347	350	1,111
Wellness Club	42	-	-	(42)	-
Sigma Delta Mu	631	200	-	-	831
Short Term Loan Base	3,068	4,598	4,598	-	3,068
Employee Cafeteria Plan	2,391	-	-	-	2,391
Art Show Scholarship	250	-	-	-	250
Athletic Boosters	10,141	11,065	4,222	(5,400)	11,584
Leadership Development	866	-	-	-	866
ACT Testing Program	251	-	-	-	251
IVCC River Project	236	124	-	-	360
Library Gift Memorial	2,368	2,214	12	-	4,570
Disc Golf Course	402	200	698	375	279
Women's Basketball	7,332	8,533	4,498	400	11,767
Booster Club	-	712	6	-	706
Unrestricted Gifts	18	-	-	-	18
Baseball	-	16,715	15,149	-	1,566
Softball	1,005	16,018	19,541	2,600	82
Golf	5,070	6,360	3,688	(2,500)	5,242
Women's Tennis	-	4,178	6,621	2,500	57
Early Childhood Fund	-	500	-	-	500
IBOS (Child Care)	508	-	-	-	508
MIMIC	5,040	5,259	6,874	-	3,425
Project Success Leadership	33	3,013	2,667	400	779
Soccer/Men's	1,763	1,281	768	300	2,576
Soccer/Women's	100	976	-	300	1,376
Volleyball	6,066	2,714	4,954	-	3,826
Men's Tennis	-	4,948	6,690	1,800	58
Basketball	1,872	5,346	1,563	-	5,655
ICCDC	-	3,750	380	-	3,370
First Care Plan	-	4,016	4,518	-	(502)
Support Staff Service Project	-	2,746	2,732	_	14
Study Abroad	-	2,800	-		2,800
GED Service Project	20	(2,800)	-	_	(2,780)
Family Reading Night	525	-	-	-	525
Women's History Month	464	-	-	-	464
·		0.540.000	2.42: 2:2		
Total Due to Student Groups	114,421	2,512,294	2,424,013	(76,414)	126,288
TOTAL LIABILITIES	\$ 699,154	\$ 5,512,840	\$ 5,886,378	\$ (76,414)	\$ 249,202

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

		Tax Levy Year		
	2017	2016	2015	
ASSESSED VALUATIONS				
County				
LaSalle	\$ 2,284,010,423	\$ 2,229,294,322	\$ 2,178,15	0,421
Bureau	509,601,893	490,256,131	480,90	8,216
DeKalb	2,109,928	2,016,102	1,92	1,187
Grundy	21,244,780	20,784,616	20,14	0,050
Lee	46,855,486	46,298,567	45,98	9,457
Marshall	86,680,791	80,102,529	79,59	4,741
Putnam	191,597,157	170,222,498	150,00	6,366
Livingston	 53,894,560	51,837,092	55,53	0,475
	\$ 3,195,995,018	\$ 3,090,811,857	\$ 3,012,24	0,913
TAX RATES (PER \$100 ASSESSED VALUATION)				
General Fund				
Education Account	0.1300	0.1288	0	.1300
Additional tax	0.1262	0.1292	0	.1263
Operations and Maintenance Account	0.0400	0.0398	0	.0400
Operations and Maintenance Restricted Fund	0.0500	0.0455	0	.0500
Bond and Interest	-	-	0	.0089
Audit Fund	0.0012	0.0012	0	.0012
Social Security	0.0063	0.0089	0	.0091
Liability, Protection & Settlement Fund	 0.0110	0.0130	0	.0105
	 0.3647	0.3664	0	.3760
TAX EXTENSIONS				
General Fund	4.455.440	4 2 2 2 4 5 2 5	.	- 040
Education Account	\$ 4,155,149	\$ 3,981,605		5,913
Additional tax	4,054,260	3,992,975		4,460
Operations and Maintenance Account	1,278,507	1,231,450		4,896
Operations and Maintenance Restricted Fund	1,591,893	1,407,451		6,120
Bond and Interest Fund	-	-		8,692
Audit Fund	37,657	36,640		5,846
Social Security	200,000	274,286		3,588 7 112
Liability, Protection and Settlement Fund	 352,969	400,815		7,113
	\$ 11,670,435	\$ 11,325,222	\$ 11,32	6,628

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 SUMMARY OF TAXES RECEIVABLE, TAX COLLECTIONS AND LEGAL DEBT MARGIN Year Ended June 30, 2018

	2017	2016	2015
TAX EXTENSIONS			
General Fund			
Education Account	\$ 4,155,149		
Additional tax	4,054,260	3,992,975	3,804,460
Operations and Maintenance Account	1,278,507	1,231,450	1,204,896
Operations and Maintenance Restricted Fund	1,591,893	1,407,451	1,506,120
Bond and Interest Fund Audit Fund	- 37,657	- 36,640	268,692 35,846
Liability, Protection and Settlement Fund	352,969	400,815	317,113
Social Security	200,000	274,286	273,588
Social Security		27 1,200	
	\$ 11,670,435	\$ 11,325,222	\$ 11,326,628
ASSESSED VALUATION	\$ 3,195,995,018	\$ 3,090,811,857	\$ 3,012,240,913
COMBINED RATE	0.3647	0.3664	0.3760
TAXES EXTENDED	\$ 11,670,435	\$ 11,325,222	\$ 11,326,628
TAXES COLLECTED TO June 30, 2017	\$ -	\$ 4,054	\$ 4,028
TAXES COLLECTED DURING YEAR ENDED JUNE 30, 2018	\$ 4,248	\$ 11,295,568	\$ 11,197,637
PERCENT COLLECTED TO June 30, 2018	0.04%	<u>99.77%</u>	<u>98.90%</u>
UNCOLLECTED AT June 30, 2018			
General Fund			
Education Account	\$ 4,153,636		
Additional tax	4,052,784		
Operations and Maintenance Account Operations and Maintenance Restricted Fund	1,278,042 1,591,314		
Bond and Interest Fund	1,331,314		
Audit Fund	37,643		
Liability, Protection and Settlement Fund	352,841		
Social Security	199,927		
Social Security			
	\$ 11,666,187		
Assessed valuation - 2017 levy	\$ 3,195,995,018		
Debt limit - 2.875% of assessed valuation	91,884,857		
Bonded indebtedness			
Legal debt margin	\$ 91,884,857		



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513
UNIFORM FINANCIAL SCHEDULE NO. 1
SCHEDULE OF ALL FUNDS
Year Ended June 30, 2018

		Operations and	Operations and	Bond and	Auxiliary			٥	Liability, Protection and	
	Education	Maintenance	Maintenance	Interest	Enterprises	Restricted	Working		Settlement	
	Fund	Fund	Restricted Fund	Fund	Fund	Purposes Fund	Cash Fund	Audit Fund	Fund	Total
FUND BALANCE, July 1, 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
Revenues										
Local tax revenue	8,074,033	1,252,167	1,496,462	22	1	•	•	37,056	612,486	11,472,226
All other local revenue	1,311,279	294,031	•	1	1	1	1		1	1,605,310
ICCB grants	1,931,797	143,996	•	1	1	323,389	•	1	1	2,399,182
All other state revenue (including SURS on-behalf)	1	•	1	1	1	7,703,929	1	1	1	7,703,929
Federal revenue	6,299	•	•	•	•	4,656,847	•	•	•	4,663,146
Student tuition and fees	7,976,149	563,449	1	1	1	1	1	1	1	8,539,598
All other revenue	409,175	167,780	583,341	8,484	1,803,450	95,046	61,320	116	13,097	3,141,809
Total revenues	19,708,732	2,421,423	2,079,803	8,506	1,803,450	12,779,211	61,320	37,172	625,583	39,525,200
Expenditures										
Instruction	10,351,566	1	ı	1	1	5,432,019	1	1	i	15,783,585
Academic support	1,052,690	•	1	1	•	319,406	•	ı	1	1,372,096
Student services	1,504,985	•	1	1	1	1,116,048	1	1	146,573	2,767,606
Public Service/Continuing Education	682,811	1	1	1	ı	190,121	1	1	ı	872,932
Auxiliary services	1	•	1	1	2,317,596	179,642	1	1	1	2,497,238
Operation and maintenance of plant	1	2,104,784	1,822,607	1	1	480,285	1	1	501,059	4,908,735
Institutional support	3,310,512	67,501	•	1	1	1,128,355	1	36,750	673,257	5,216,375
Scholarships, student grants, and waivers	527,351	•	•	1	1	3,944,587	1	1	ı	4,471,938
Debt service										
Principal	ı	1	1	1	ı	ı	1	1	ı	•
Interest	'	'		1		'	1	1	1	'
Total expenditures	17,429,915	2,172,285	1,822,607	1	2,317,596	12,790,463		36,750	1,320,889	37,890,505
Net transfers	(10,590)	'	1		61,414	25,590		\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	1	76,414
FUND BALANCE, June 30, 2018	\$ 7,971,049	\$ 2,895,148	\$ 5,738,508	\$ 818,389	\$ 1,434,664	\$ 45,834	\$ 4,669,681	\$ 33,853 \$	553,308	\$ 24,160,434

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, 2018

	Balance July 1, 2017	Additions/ Accretion	Deletions	Adjustments	Balance June 30, 2018
FIXED ASSETS					
Land	\$ 1,361,598	\$ -	\$ -	\$ -	1,361,598
Site improvements	8,156,107	-	-	-	8,156,107
Buildings	75,417,098	213,857	-	207,288	75,838,243
Buildings - Construction in Process	284,740	1,608,750	-	(207,288)	1,686,202
Equipment	5,154,042	32,389	30,685	-	5,155,746
Proprietary equipment	7,172,349	15,378	72,438	-	7,115,289
Technology	2,875,238	-	-	-	2,875,238
Library	1,288,543				1,288,543
TOTAL FIXED ASSETS	101,709,715	1,870,374	103,123	-	103,476,966
Accumulated Depreciation	40,712,317	2,656,791	85,013		43,284,095
NET FIXED ASSETS	\$ 60,997,398	\$ (786,417)	\$ 18,110	\$ -	\$ 60,192,871
FIXED DEBT					
OPEB Liability	\$ 11,725,457	\$ 217,887	\$ -	\$ -	\$ 11,943,344

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 UNIFORM FINANCIAL SCHEDULE NO. 3 SCHEDULE OF OPERATING FUND REVENUES AND EXPENDITURES Year Ended June 30, 2018

		Operations and	
	Education Fund	Maintenance Operational Fund	Total Operating Funds
OPERATING REVENUES BY SOURCE			
Local government			
Local taxes	\$ 8,074,033	\$ 1,252,167	\$ 9,326,200
Corporate personal property replacement tax	910,709	160,713	1,071,422
Chargeback revenue	-	-	-
Other	400,570	133,318	533,888
Total local government	9,385,312	1,546,198	10,931,510
State government			
ICCB credit hour grants	1,698,674	143,996	1,842,670
ICCB equalization grants	50,000	-	50,000
CTE formula grant	183,123	-	183,123
Other			
Total state government	1,931,797	143,996	2,075,793
Federal Government			
Department of Education	6,299	-	6,299
American Recovery and Reinvestment Act			
Total federal government	6,299		6,299
Student tuition and fees			
Tuition	7,125,241	563,449	7,688,690
Fees	850,908		850,908
Total student tuition and fees	7,976,149	563,449	8,539,598
Other sources			
Sales and service fees	205,416	-	205,416
Facilities revenue	-	134,188	134,188
Investment revenue	63,628	29,272	92,900
Nongovernmental grants	-	-	-
Other	140,131	4,320	144,451
Total other sources	409,175	167,780	576,955
TOTAL REVENUES	19,708,732	2,421,423	22,130,155
Less nonoperating items			
Tuition chargeback revenue			
ADJUSTED REVENUES	\$ 19,708,732	\$ 2,421,423	\$ 22,130,155

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 UNIFORM FINANCIAL SCHEDULE NO. 3

SCHEDULE OF OPERATING FUND REVENUES AND EXPENDITURES (Continued) Year Ended June 30, 2018

Operations

		operations	
		and	-
	-1 ··	Maintenance	Total
	Education	Operational	Operating
	Fund	Fund	Funds
OPERATING EXPENDITURES			
By Program			
Instruction	\$ 10,351,566	\$ -	\$ 10,351,566
Academic support	1,052,690	-	1,052,690
Student services and aids	1,504,985	-	1,504,985
Public service	682,811	-	682,811
Operations and maintenance of plant	-	2,104,784	2,104,784
General institutional support	3,310,512	67,501	3,378,013
Scholarships, grants and waivers	527,351		527,351
Total expenditures	17,429,915	2,172,285	19,602,200
Operating transfers	10,590		10,590
Total expenditures and transfers	17,440,505	2,172,285	19,612,790
Less non-operating items - tuition chargeback	17,330		17,330
ADJUSTED EXPENDITURES	\$ 17,423,175	\$ 2,172,285	\$ 19,595,460
By Object			
Salaries	\$ 11,810,501	\$ 909,332	\$ 12,719,833
Employee benefits	2,784,936	312,627	3,097,563
Contractual services	1,029,227	151,489	1,180,716
General materials and supplies	928,892	190,307	1,119,199
Library materials*	99,224	-	99,224
Conference and meeting expenses	120,224	500	120,724
Fixed charges	168,112	81,562	249,674
Utilities	33,984	589,468	623,452
Capital outlay	5,508	-	5,508
Other	548,531	(63,000)	485,531
Scholarships, grants and waivers*	527,351		527,351
Total expenditures	17,429,915	2,172,285	19,602,200
Operating transfers	10,590	-	10,590
Total expenditures and transfers	17,440,505	2,172,285	19,612,790
Less nonoperating items - tuition chargeback	17,330		17,330
ADJUSTED EXPENDITURES	\$ 17,423,175	\$ 2,172,285	\$ 19,595,460

^{*}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, 2018

	Restricted Purposes Fund
REVENUE BY SOURCE	
State government	
Illinois Community College Board	
Program Improvement	\$ 20,347
Adult Education	303,042
SURS - On Behalf	7,703,929
Other	-
Total state government	8,027,318
Federal government	
Department of Education	4,656,847
Department of Labor	-
Small Business Administration	_
Total federal government	4,656,847
	4,030,047
Other	05.046
Other	95,046
Total other sources	95,046
TOTAL RESTRICTED PURPOSES FUND REVENUES	\$ 12,779,211
EXPENDITURES BY PROGRAM	
Instruction	\$ 5,432,019
Academic support	319,406
Student services	1,116,048
Public services/continuing education	190,121
Auxiliary services	179,642
Operations and maintenance	480,285
Institutional support	1,128,355
Scholarships, student grants, and waivers	3,944,587
TOTAL RESTRICTED PURPOSES FUND EXPENDITURES BY PROGRAM	\$ 12,790,463
EXPENDITURES BY OBJECT	
Salaries	\$ 660,862
Employee benefits (including SURS on-behalf)	7,907,735
Contractual services	58,548
General materials and supplies Library materials*	142,429 -
Travel and conference/meeting expense	27,104
Fixed charges	-
Utilities	1,818
Capital outlay	20,200
Other	3,971,767
Student grants and scholarships*	3,944,587
TOTAL RESTRICTED PURPOSES FUND EXPENDITURES BY OBJECT	\$ 12,790,463

^{*}Non-add line

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 UNIFORM FINANCIAL SCHEDULE NO. 5 CURRENT FUNDS* EXPENDITURES BY ACTIVITY Year Ended June 30, 2018

INSTRUCTION	ć 44 07F 02F
Instructional Programs	\$ 11,075,027
Other	4,708,558
Total instruction	15,783,585
ACADEMIC SUPPORT	
Library Center	364,755
Instructional Materials Center	178,915
Academic Computing Support	509,020
Academic Administration and Planning	-
Other	319,406
Total academic support	1,372,096
STUDENT SERVICES	
Admissions and Records	392,352
Counseling and Career Guidance	877,560
Financial Aid Administration	381,917
Social and Cultural Development	11,851
Administration	322,221
Other	781,705
Total student services	2,767,606
PUBLIC SERVICE/CONTINUING EDUCATION	
Community Education	381,193
Customized Training (instructional)	128,649
Professional Development	, -
Community Services	-
Administration	172,970
Other	190,120
Total public service/continuing education	872,932
AUXILIARY SERVICES	2,497,238
OPERATIONS AND MAINTENANCE OF PLANT	
Maintenance	457,461
Custodial Services	716,614
Grounds	137,823
Campus Security	499,489
Utilities	589,468
Administration	204,988
Other	480,285
	3,086,128
Total operations and maintenance of plant	3,000,120
INSTITUTIONAL SUPPORT	E 44 0E 6
Executive Management	541,856
Fiscal Operations	618,030
Community Relations	317,021
Administrative Support Services Board of Trustees	303,037
General Institution	12,103 2,131,873
Institutional Research	2,131,873
Administrative Data Processing	1,107,045
<u> </u>	1,107,045
Other	
Total institutional support	5,216,375
SCHOLARSHIPS, STUDENT GRANTS, AND WAIVERS	4,471,938
TOTAL CURRENT FUNDS EXPENDITURES	\$ 36,067,898
*Comment Founds in clode the Educations Operations and Maintenance	- 50,007,030

*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, 2018

EXPENDITURES

PELL Grant Program Federal award	<u>\$</u>	3,855,082
Supplemental Educational Opportunity Grant program	<u>\$</u>	89,505
Federal Work-Study Program	\$	82,011
TOTAL FEDERAL WORK-STUDY PROGRAM	\$	82,011



ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 CERTIFICATION OF CHARGEBACK REIMBURSEMENT (Unaudited)

For Fiscal Year 2019

All fiscal year 2018 noncapital audited operating expenditures from the following funds: Education Fund Operations and Maintenance Fund Operations and Maintenance Restricted Fund Bond and Interest Fund Restricted Purposes Fund Audit Fund Liability, Protection and Settlement Fund Auxiliary Enterprises Fund (subsidy only)	\$ 17,424,407 2,172,285 0 - 5,066,334 36,750 1,314,209	
Total non-capital expenditures		\$ 26,013,985
Depreciation on capital outlay expenditures (equipment, buildings, and fixed equipment paid) from sources other than state and federal funds	\$ 1,533,814	
Total costs included		\$ 27,547,799
Total certified semester credit hours for FY 2018	58,330	
Per capita cost		\$ 472.28
All FY 2018 state and federal operating grants for noncapital expenditures, except ICCB grants		\$ 4,656,847
FY 2018 state and federal grants per semester credit hour		\$ 79.84
District's average ICCB grant rate (excluding equalization grants) for FY2019		\$ 32.88
District's student tuition and fee rate per semester credit hour for FY2019 (Average)		\$ 133.00
Chargeback reimbursement per semester credit hour		\$ 226.56
Approved: Chief Fiscal Officer Approved: Chief Executive Officer	10-8-2018 Date	•





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, 2018, 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, 2018, 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.

Sterling, Illinois November 13, 2018

Wippei LLP

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 STATE ADULT EDUCATION AND FAMILY LITERACY GRANT BALANCE SHEET June 30, 2018

			Total (Memorandum	
	State Basic	Performance	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, 2018

	Sta	ate Basic	Performance		Total (Memorandum Only)	
REVENUES						
Grant revenue	\$	209,253	\$	93,789	\$	303,042
EXPENDITURES BY PROGRAM						
Instruction		109,643		-		109,643
Social Work Services		39,761		49,977		89,738
Guidance Services		29,982				29,982
Assistive and Adaptive Equipment		-		-		-
Assessment and Testing		-		-		-
Student Transportation Services		-		-		-
Literacy Services		-		-		-
Child Care Services		-				-
Instructional and Student Services		179,386		49,977		229,363
Improvement of Instructional Services		-		-		-
General Administration		-		-		-
Operation and Maintenance of Plant Service	es					-
Workforce Coordination		8,211		21,656		29,867
Data and Information Services		21,656		22,156		43,812
Approved Indirect Costs						
Program Support		29,867		43,812		73,679
TOTAL EXPENDITURES		209,253		93,789		303,042
Excess revenues over expenditures		-		-		-
FUND BALANCE, July 1, 2017						
FUND BALANCE, June 30, 2018	\$		\$		\$	

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, 2018

State	Audited Expenditure	Actual Expenditure	
Basic	Amount	Percentage	
Instruction	\$109,643	52.40%	
(45% Minimum Required)	\$109,645	32.40%	
General Administration	ćo	0.00%	
(15% Maximum Allowed)	\$0	0.00%	

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, 2018

ASSETS	
Cash	\$ -
LIABILITIES AND FUND BALANCE Fund balance - restricted	\$ -

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, 2018

	Actual
REVENUE	
State sources	\$ 20,347
EXPENDITURES	
Current year's grant	
Salaries	750
Employee benefits	14
Contractual services	-
Materials and supplies	15,743
Conference and meeting expenses	3,840
Utilities	-
Capital	-
Other	
Total expenditures	20,347
Excess of revenues over expenditures	-
FUND BALANCE, July 1, 2017	
FUND BALANCE, June 30, 2018	\$ -

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, 2018

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, 2018. 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, 2018

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 management of Illinois Valley Community College, Illinois Community College District #513 (the College) assertion that the College complied with the guidelines of the Illinois Community College Board's *Fiscal Management Manual* included in the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed of Illinois Valley Community College, Illinois Community College District #513 during the period July 1, 2017 through June 30, 2018. The College's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion about the College's compliance with the specified requirement based on our examination.

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

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

In our opinion, management's assertion that the College complied with the guidelines of the Illinois Community College Board's *Fiscal Management Manual* included in the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed of Illinois Valley Community College, Illinois Community College District #513 is fairly stated, in all material respects.

Sterling, Illinois November 13, 2018

Wippli LLP

Illinois Valley Community College District No. 513 SCHEDULE OF CREDIT HOUR DATA AND OTHER BASES UPON WHICH CLAIMS ARE FILED YEAR ENDED JUNE 30, 2018

	Total Reimbursable Semester Credit Hours by Term				
-	Summer Term		Fall T	erm	
-	Unrestricted	Restricted	Unrestricted	Restricted	
Credit Hour Categories	<u>Hours</u>	<u>Hours</u>	<u>Hours</u>	<u>Hours</u>	
Baccalaureate	3,801.0	-	18,180.0	339.0	
Business Occupational	282.0	-	1,347.0	-	
Technical Occupational	368.0	-	2,855.0	556.5	
Health Occupational	657.0	-	2,259.0	-	
Remedial/Developmental	287.0	-	1,519.0	-	
Adult Education	-	5.0	91.0	208.0	
Total	5,395.0	5.0	26,251.0	1,103.5	

-	Spring Term		
_	Unrestricted	Restricted	
Credit Hour Categories	<u>Hours</u>	<u>Hours</u>	
Baccalaureate	16,819.0	-	
Business Occupational	1,247.0	-	
Technical Occupational	3,350.0	404.0	
Health Occupational	2,511.0	10.0	
Remedial/Developmental	906.0	-	
Adult Education	139.0	189.0	
Total	24,972.0	603.0	

Total All Terms				
Unrestricted	Restricted			
<u>Hours</u>	<u>Hours</u>			
38,800.0	339.0			
2,876.0	-			
6,573.0	960.5			
5,427.0	10.0			
2,712.0	-			
230.0	402.0			
56,618.0	1,711.5			

In-District (All terms)			
Unrestricted	Restricted		
<u>Hours</u>	<u>Hours</u>		

Reimbursable Credit Hours: 54,568 589

Credit Hours on Chargeback or Contractual Agreement: 2,075

Dual Credit (All Terms)		Dual Enrollme	nt (All Terms)
Unrestricted	Restricted	Unrestricted	Restricted
<u>Hours</u>	<u>Hours</u>	<u>Hours</u>	<u>Hours</u>

Reimbursable Credit Hours: 5,605 - 483 -

District Equalized Assessed Valuation: 3,195,995,018

	Correctional Semester Credit Hours			
	Summer	Fall	Spring	Total
	Correctional	Correctional	Correctional	Correctional
Credit Hour Categories	<u>Hours</u>	<u>Hours</u>	<u>Hours</u>	<u>Hours</u>
Baccalaureate	-	-	-	-
Business Occupational	-	-	-	-
Technical Occupational	-	-	-	-
Health Occupational	-	-	-	-
Remedial/Developmental	-	-	-	-
Adult Education .	-	-	-	-
Total				

Signature: Signature: Chief Executive Officer Signature: Chief Financial Officer

Illinois Valley Community College District No. 513 RECONCILIATION OF TOTAL SEMESTER CREDIT HOURS YEAR ENDED JUNE 30, 2018

-	Total Reimbursable Semester Credit Hours					
	Total Reported in Audit Unrestricted	Total Certified to ICCB Unrestricted		Total Reported in Audit Restricted	Total Certified to ICCB Restricted	
Credit Hour Categories	<u>Hours</u>	<u>Hours</u>	<u>Difference</u>	<u>Hours</u>	<u>Hours</u>	<u>Difference</u>
Baccalaureate	38,800.0	38,800.0	-	339.0	339.0	-
Business Occupational	2,876.0	2,876.0	-	- 000 5	-	-
Technical Occupational	6,573.0	6,573.0	-	960.5 10.0	960.5	-
Health Occupational Remedial/Developmental	5,427.0 2,712.0	5,427.0 2,712.0	-	10.0	10.0	-
Adult Education	2,712.0	230.0	-	402.0	402.0	-
Total:	56,618.0	56,618.0		1,711.5	1,711.5	
rotai.	30,010.0	50,010.0		1,711.0	1,711.0	
	Total	Total		Total	Total	
	Reported in Audit Unrestricted	Certified to ICCB Unrestricted		Reported in Audit Restricted	Certified to ICCB Restricted	
	<u>Hours</u>	<u>Hours</u>	<u>Difference</u>	<u>Hours</u>	<u>Hours</u>	<u>Difference</u>
In-District Credit Hours:	54,568.0	54,568.0	-	589.0	589.0	-
Dual Credit Hours:	5,605.0	5,605.0	-	-	-	-
Dual Enrollment Hours:	483.0	483.0	-	-	-	-
-		Total	Correctional Se	emester Credit Hours		
-	Total	Total		Total	Total	
	Reported in Audit	Certified to ICCB		Reported in Audit	Certified to ICCB	
	Unrestricted	Unrestricted		Restricted	Restricted	
Credit Hour Categories	Hours	Hours	Difference	Hours	Hours	Difference
Baccalaureate	<u> </u>		-	<u> </u>	-	-
Business Occupational	-	-	-	_	-	_
Technical Occupational	-	-	-	_	_	_
Health Occupational	=	-	_	-	-	-
Remedial/Developmental	-	-	-	-	-	-
Adult Education	-	-	-	-	-	-
Total.					•	

Total:

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT NO. 513 VERIFICATION OF STUDENT RESIDENCY Year Ended June 30, 2018

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 indistrict 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;
- 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





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, 2018 and the related notes to the financial statements, which collectively comprise the College's basic financial statements and have issued our report thereon dated November 13, 2018. 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

Wippli LLP

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.

Sterling, Illinois

November 13, 2018



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 (the 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, 2018. 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, 2018.

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.

Sterling, Illinois November 13, 2018

Wippli LLP

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS Year Ended June 30, 2018

		Pass		
Federal Grantor/State	Federal	Through		Passed
Pass-Through Grantor/Program	CFDA	Grantor's		Through to
Title/Grant Name	Number	Number	Expenditures	<u>Subrecipients</u>
U.S. Department of Education				
Student Financial Aid				
PELL Grant Program	(M) 84.063	N/A	\$ 3,855,082	\$ -
Supplemental Education Opportunity				
Grant Program	(M) 84.007	N/A	89,505	-
Federal Work-Study Program	(M) 84.033	N/A	82,011	
Total student financial aid			4,026,598	-
Direct				
Student Support Services	84.042A	N/A	308,384	-
Passed through the ICCB				
Federal Adult Education Act				
Title II Basic Education	84.002A	51301	143,259	-
EL/Civics	84.002A	51301	15,755	-
Carl Perkins Title IIC				
Vocational Grant Program	84.048	CTE51313	159,052	-
Special Populations Support	84.048	SPS-51318	10,000	
Total U.S. Department of Education			4,663,048	
TOTAL FEDERAL AWARDS			\$ 4,663,048	\$ -

Guaranteed Student Loans:

During the fiscal year ended June 30, 2018, the College made guaranteed student loans to eligible students totaling \$887,044 under the following programs:

 Stafford Loan Program
 (M) 84.268
 \$ 887,044

(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, 2018

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, 2018 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 10 percent de minimis indirect cost rate during the year ended June 30, 2018.

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, 2018 totaled \$887,044.

NOTE 3 – SUBRECIPIENTS

The College did not award any federal funds to subrecipients during the year ended June 30, 2018.

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 2018

I.	Summary of Auditor's Results		
	Financial Statements		
Type o	f auditor's report issued:		Unmodified
Interna	al control over financial reporting:		
•	Material weakness(es) identified? Significant deficiency(ies) identified?	Yes _X No Yes _X None Repo	orted
Nonco	mpliance material to financial statements no	ted? Yes X No	
	Federal Awards		
Interna	al control over major programs:		
•	Material weakness(es) identified? Significant deficiency(ies) identified?	Yes _X_ No Yes _X_ None Repo	rted
Type o	f auditor's report issued on compliance for n Any audit findings disclosed that are requir be reported in accordance OMB Uniform		Unmodified
	Guidance?	Yes <u>_X</u> No	
Identif	ication of major program:		
	CFDA Number	Name of Federal Program/Clust	or
	84.007, 84.033, 84.063, 84.268	Student Financial Aid Cluster	Ci
Dollar	threshold used to distinguish between type A	A and type B program: \$ 750,0	00
Audite	e qualified as low-risk auditee?	<u>X</u> Yes No	

ILLINOIS VALLEY COMMUNITY COLLEGE DISTRICT No. 513 SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ended June 30, 2018

FISCAL YEAR 2017 FINDINGS

None

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