

ILLINOIS CENTRAL COLLEGE DISTRICT 514

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEARS ENDED JUNE 30, 2021 AND 2020



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INDEPENDENT AUDITORS' REPORT

Board of Trustees
Illinois Central College District 514
East Peoria, 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 Central College District 514 (the District), as of and for the years ended June 30, 2021 and 2020, and the related notes to the financial statements, which collectively comprise the District'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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the District's discretely presented component unit 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages IV through XII, the schedule of the District's proportionate share of the net OPEB liability on page 42, the schedule of the District's contributions on page 43, the schedule of changes in the District's total OPEB liability and related ratios on page 44, and the defined benefit pension plan information on page 45 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

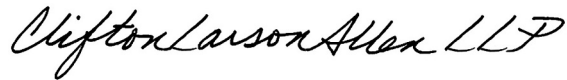
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements on pages 47 through 61, the schedule of equalized assessed valuations and taxes extended on page 62, the summary of taxes receivable and tax collections on page 63, the uniform financial statements on pages 65 through 71, and the documentation of residency verification steps on page 79 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements, the schedule of equalized assessed valuations and taxes extended, the summary of taxes receivable and tax collections, and the uniform financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The documentation of residency verification steps has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 11, 2021, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Peoria, Illinois
November 11, 2021

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2021 AND 2020**

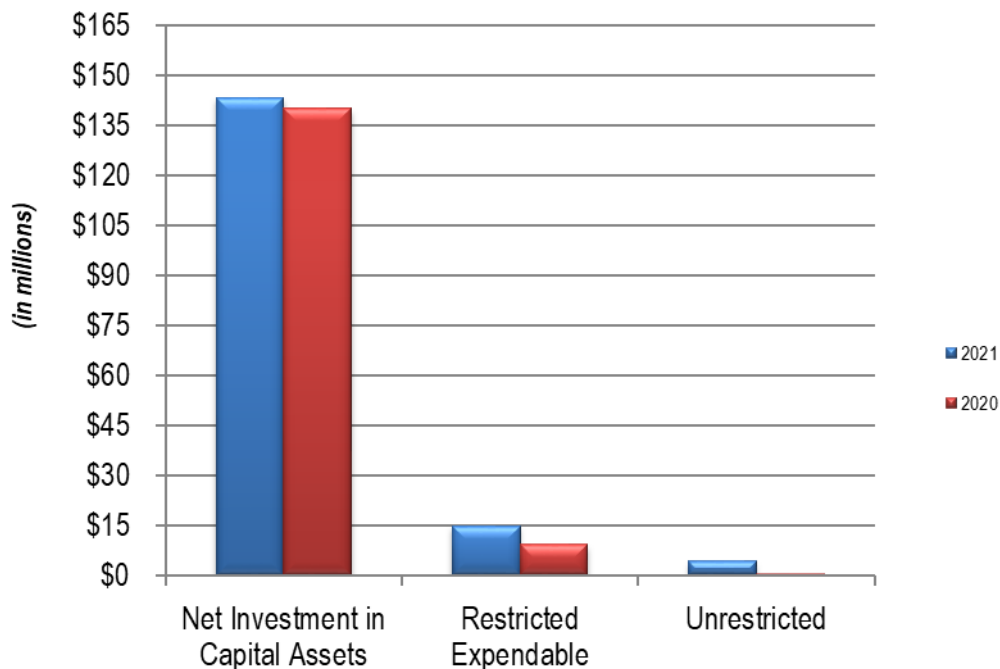
This section of Illinois Central College's Annual Financial Report presents management's discussion and analysis of the College's financial activity during the fiscal years ended June 30, 2021, and June 30, 2020. Since this management's discussion and analysis is designed to focus on current activities, resulting change and currently known facts, please read it in conjunction with the College's basic financial statements (pages 1 through 5) and the footnotes (pages 6 through 41). Responsibility for the completeness and fairness of this information rests with the College.

Using This Annual Report

The College financial statements (see pages 1 through 41) are designed to emulate corporate presentation models whereby all College activities are consolidated into one total. The focus of the Statements of Net Position is designed to be similar to bottom line results for the College. This statement combines and consolidates current financial resources (short-term spendable resources) with capital assets. The Statements of Revenues, Expenses, and Changes in Net Position focus on both the gross costs and the net costs of College activities, which are supported mainly by property taxes, student tuition, and by state and other revenues. This approach is intended to summarize and simplify the user's analysis of cost of various College services to students and the public. The College's Educational Foundation is included and presented as a component unit as required by Governmental Accounting Standards. Further information on the component unit can be found in the attached notes to the financial statements.

Financial Highlights

Comparison of Net Position – FY 2021 and 2020



**ILLINOIS CENTRAL COLLEGE DISTRICT 514
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2021 AND 2020**

Financial Analysis of the Total Reporting Entity

Net Position As of June 30, (in millions)							
	2021	2020	Increase (Decrease) 2021-2020	Percent Change	2019	Increase (Decrease) 2020-2019	Percent Change
Current Assets	\$ 102.9	\$ 87.1	\$ 15.8	18.1%	\$ 84.3	\$ 2.8	3.3%
Non-Current Assets							
Other	3.0	8.0	(5.0)	-61.3%	10.0	(2.0)	-20.0%
Capital Assets, Net of Depreciation	166.4	168.1	(1.7)	-1.0%	169.8	(1.7)	-1.0%
Deferred outflows of resources	1.3	1.6	(0.3)	-18.8%	2.0	(0.4)	-20.0%
Total Assets plus Deferred outflows of resources	273.6	264.8	8.8	3.4%	266.1	(1.3)	-0.5%
Current Liabilities	13.8	12.5	1.3	10.4%	13.2	(0.7)	-5.3%
Non-Current Liabilities	54.5	61.8	(7.3)	-11.8%	67.4	(5.6)	-8.3%
Total Liabilities	68.3	74.3	(6.0)	-8.1%	80.6	(6.3)	-7.8%
Deferred inflows of resources	42.9	41.2	1.7	4.1%	40.1	1.1	2.7%
Net Position							
Net Investment in Capital Assets	143.3	139.9	3.4	2.4%	136.8	3.1	2.3%
Restricted Expendable	14.9	9.2	5.7	62.0%	9.4	(0.2)	-2.1%
Unrestricted	4.2	0.2	4.0	2000.0%	(0.8)	1.0	125.0%
Total Net Position	\$ 162.4	\$ 149.3	\$ 13.1	8.8%	\$ 145.4	\$ 3.9	2.7%

This schedule is prepared from the College's statement of net position (pages 1 and 2) which is presented on an accrual basis of accounting whereby assets are capitalized and depreciated.

Fiscal Year 2021 Compared to 2020

The \$8.8 million increase in total assets is due to an increase of \$15.8 million in current assets, partially offset by a reduction in non-current assets of \$6.7 million. The increase in current assets is primarily driven by an increase in cash and cash equivalents of \$32.0 million, partially offset by a reduction in investments of \$15.1 million. The reduction in non-current assets is attributable to a reduction in investments and capital assets. Interest rates are at historical lows limiting the reinvestment of cash and cash equivalents to long-term investments.

Total liabilities are lower \$6.0 million, with a reduction of \$7.3 million in non-current liabilities, partially offset by an increase of \$1.3 million in current liabilities. Non-current liabilities are lower due to a decrease in bonds payable due to scheduled debt payments of \$5.9 million and a reduction in net OPEB liability of \$1.3 million. The reduction in the OPEB liability is a result of changes in actuarial assumptions and the College's proportionate share related to all other participants.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2021 AND 2020**

The overall net change in net position of \$13.1 million is primarily due to favorable operating results. The favorable results were due primarily to the receipt of \$13.2 million of Higher Education Emergency Relief Fund ("HEERF") funding. Expenditures were also favorably influenced by operational savings due to working remotely.

Fiscal Year 2020 Compared to 2019

The \$1.3 million decrease in total assets is due to a reduction in non-current assets, partially offset by an increase in current assets. The reduction in non-current assets was driven by a reduction in investments and the depreciation of capital assets. Investments decreased \$2.0 million which is offset in current assets in increased cash. The College's cash position is higher than the prior year due to favorable operating results.

Total liabilities are \$6.3 million lower as compared to the prior year because of the decrease in Non-Current Liabilities, specifically Net Bonds Payable. The College issued no new debt during FY 2020 and made principal payments totaling over \$4.7 million.

The overall change in the College's net position is attributed primarily to favorable operating results. The College realized substantial operating savings when we were forced to operate remotely due to COVID-19.

Operating Results for the Years Ended
June 30,
(in millions)

	2021	2020	Increase (Decrease) 2021-2020	Percent Change	2019	Increase (Decrease) 2020-2019	Percent Change
Operating Revenue							
Tuition and Fees	\$ 19.0	\$ 21.3	\$ (2.3)	-10.8%	\$ 22.1	\$ (0.8)	-3.6%
Auxiliary	3.3	5.3	(2.0)	-37.7%	6.4	(1.1)	-17.2%
Funded Grants & Contracts	47.4	49.0	(1.6)	-3.3%	45.3	3.7	8.2%
Other	0.3	0.5	(0.2)	-40.0%	0.6	(0.1)	-16.7%
Total	<u>70.0</u>	<u>76.1</u>	<u>(6.1)</u>	<u>-8.0%</u>	<u>74.4</u>	<u>1.7</u>	<u>2.3%</u>
Less Operating Expenses	117.5	120.1	(2.6)	-2.2%	114.9	5.2	4.5%
Net Operating Loss	<u>(47.5)</u>	<u>(44.0)</u>	<u>(3.5)</u>	<u>-7.9%</u>	<u>(40.5)</u>	<u>(3.5)</u>	<u>-8.6%</u>
Non-Operating Revenue							
State Grants & Contracts	4.3	5.0	(0.7)	-14.0%	4.2	0.8	19.0%
Federal & Local Grants & Contracts	16.0	3.5	12.5	357.1%	1.5	2.0	133.3%
Property Taxes	35.3	35.2	0.1	0.3%	35.9	(0.7)	-1.9%
Corporate Personal Property Tax	4.4	3.2	1.2	37.5%	2.9	0.3	10.3%
Other	0.6	1.0	(0.4)	-40.0%	1.0	-	-
Total	<u>60.6</u>	<u>47.9</u>	<u>12.7</u>	<u>26.5%</u>	<u>45.5</u>	<u>2.4</u>	<u>5.3%</u>
Increase (Decrease) in Net Position	13.1	3.9	9.2	235.9%	5.0	(1.1)	-22.0%
Net Position, Beginning of Year	149.3	145.4	3.9	2.7%	140.4	5.0	3.6%
Net Position, End of Year	<u>\$ 162.4</u>	<u>\$ 149.3</u>	<u>\$ 13.1</u>	<u>8.8%</u>	<u>\$ 145.4</u>	<u>\$ 3.9</u>	<u>2.7%</u>
Total Revenues	<u>\$ 131.1</u>	<u>\$ 124.8</u>	<u>\$ 6.3</u>	<u>5.0%</u>	<u>\$ 121.1</u>	<u>\$ 3.7</u>	<u>3.1%</u>
Total Expenses	<u>\$ 118.0</u>	<u>\$ 120.9</u>	<u>\$ (2.9)</u>	<u>-2.4%</u>	<u>\$ 116.1</u>	<u>\$ 4.8</u>	<u>4.1%</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2021 AND 2020**

Fiscal Year 2021 Compared to 2020

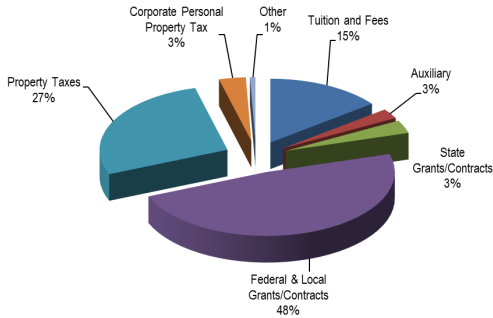
Operating revenues were \$6.1 million lower than the prior year, with the largest reductions in Tuition & Fees and Auxiliary Revenue. The lower Tuition & Fees are attributable to a 12% decline in enrollment caused by uncertainties associated with the pandemic. The Auxiliary Revenue decline is due to paused Auxiliary operations due to the pandemic.

Non-operating revenue was favorable \$12.7 million compared to the prior year, with the majority of this increase in Federal & Local Grants & Contracts due to HEERF funding.

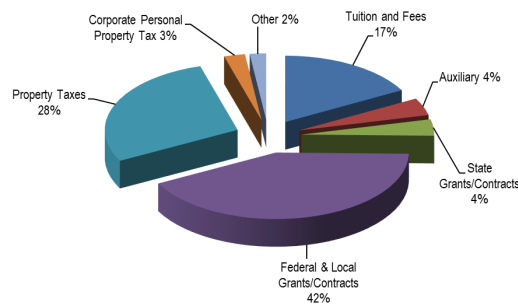
Fiscal Year 2020 Compared to 2019

Operating revenue was \$1.7 million higher during 2020 as grant revenue increased by \$3.7 million, more than offsetting declines in Tuition & Fees and Auxiliary. The increase in grant revenue is due to an increase in SURS on-behalf of payments of \$3.7 million as compared to the prior year. Similarly, the largest increase in operating expenses was the \$3.7 million increase in SURS on-behalf of payments, which offsets the increased revenue and is a net zero impact to fund reserves. The other significant increase to Operating expenses was \$1.3 million due to CARES payments to students, with the corresponding revenue increase in Federal & Local Grants and Contracts.

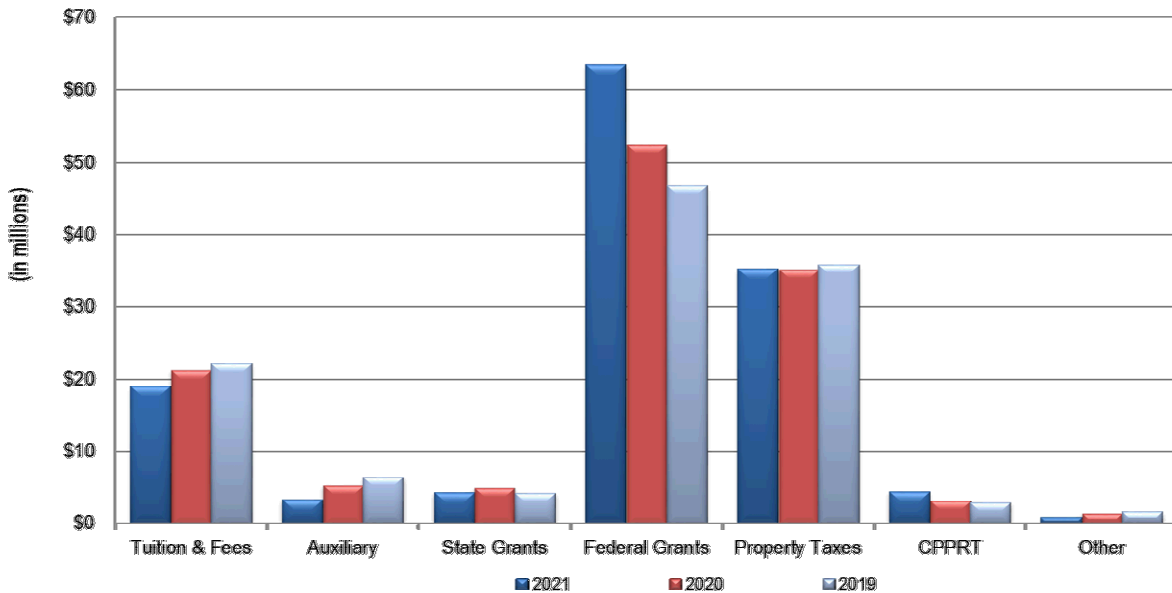
Revenue by Source 2021



Revenue by Source 2020



Comparison of Revenues



**ILLINOIS CENTRAL COLLEGE DISTRICT 514
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2021 AND 2020**

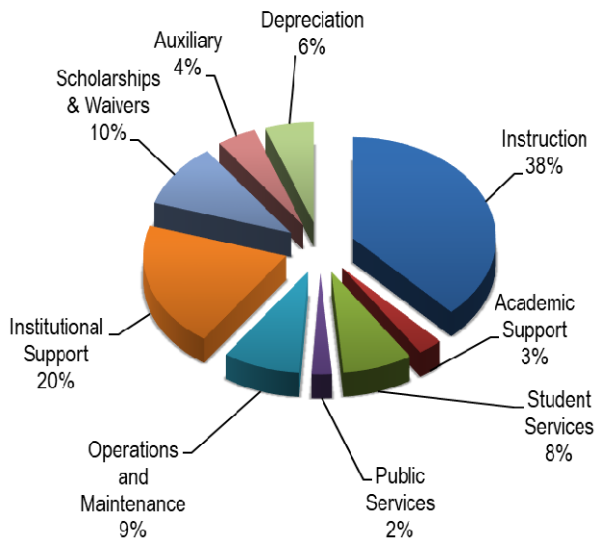
Operating Expenses
For the Years ended June 30,

(in millions)

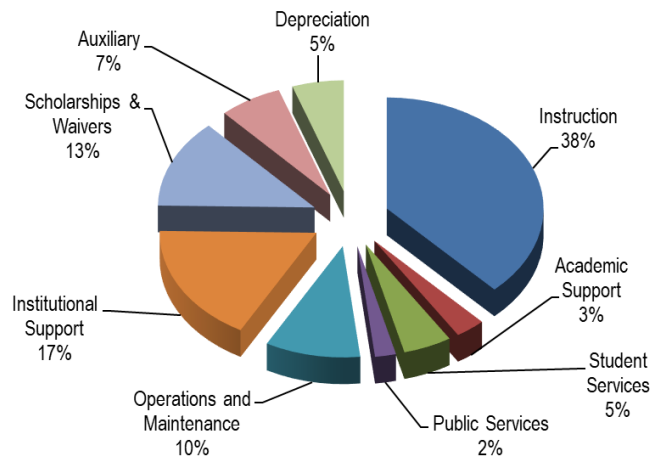
Operating Expense	2021	2020	Increase		2019	Increase	
			(Decrease)	Percent		(Decrease)	Percent
			2021-2020	Change		2020-2019	Change
Instruction	\$ 44.6	\$ 45.6	\$ (1.0)	-2.2%	\$ 43.9	\$ 1.7	3.9%
Academic Support	3.3	3.7	(0.4)	-10.8%	3.1	0.6	19.4%
Student Services	9.3	6.0	3.3	55.0%	5.7	0.3	5.3%
Public Services	2.7	2.6	0.1	3.8%	0.8	1.8	225.0%
Operations and Maintenance	10.3	11.8	(1.5)	-12.7%	11.4	0.4	3.5%
Institutional Support	23.6	20.7	2.9	14.0%	20.8	(0.1)	-0.5%
Scholarships & Waivers	12.0	15.5	(3.5)	-22.6%	14.0	1.5	10.7%
Auxiliary	5.2	7.8	(2.6)	-33.3%	9.0	(1.2)	-13.3%
Depreciation	6.5	6.4	0.1	1.6%	6.2	0.2	3.2%
Total	\$ 117.5	\$ 120.1	\$ (2.6)	-2.2%	\$ 114.9	\$ 5.2	4.5%

The following is a graphic illustration of operating expenses for Fiscal Year 2021 and 2020.

Operating Expenses – 2021

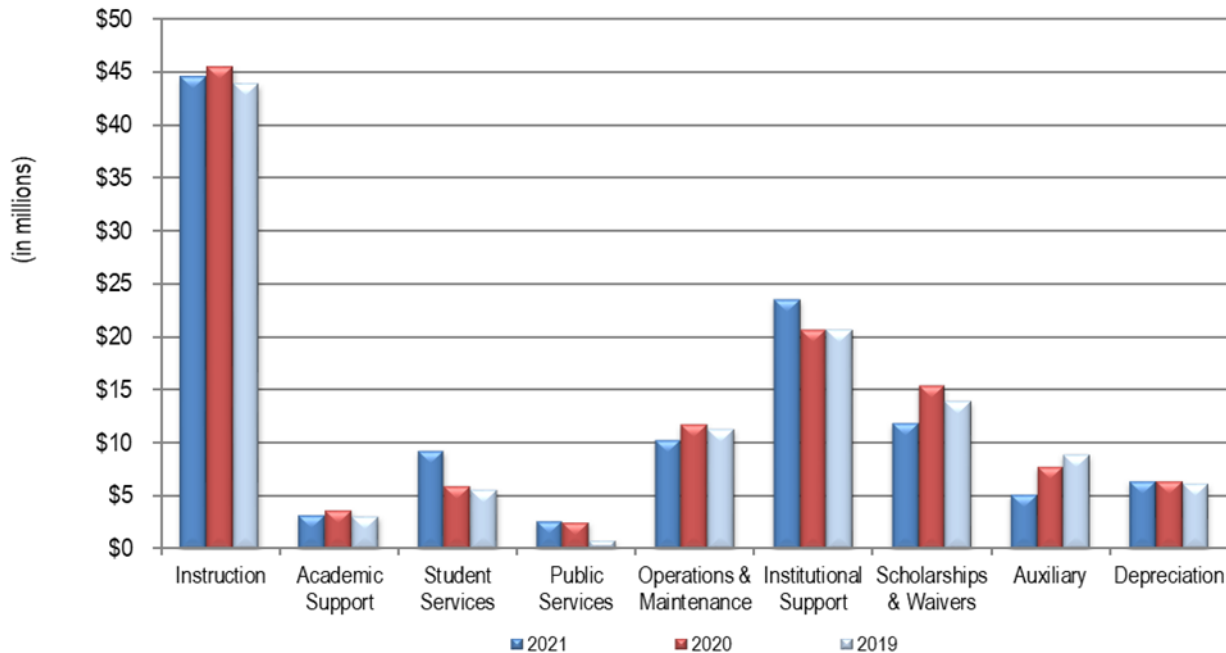


Operating Expenses – 2020



**ILLINOIS CENTRAL COLLEGE DISTRICT 514
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2021 AND 2020**

Comparison of Operating Expenses



Fiscal Year 2021 Compared to 2020

Operating expenses were \$2.6 million lower than the previous year. The largest reductions were a \$3.5 million reduction in Scholarships & Waivers due to lower enrollment and \$2.6 million reduction in Auxiliary operations due to limited operations. Scholarships were primarily lower as a reduction in Pell awards and Direct Student Loans. These reductions were partially offset by increases in Student Services and Institutional Support. Increases in both areas are attributable to new CARES/HEERF funding. Institutional Support costs increase do to COVID-19 expenditures, such as technology associated with remote learning and facilities costs associated with campus safety and operations. Funds were also made available to students to help them through difficult financial times caused by the pandemic.

Fiscal Year 2020 Compared to 2019

Operating expenses increased \$5.2 million or 4.5% from the prior year. As previously mentioned, the two largest increases in operating expenses are SURS on-behalf of payments and CARES grants to students. The \$3.7 million increase in SURS on-behalf of payments impacts all areas of the College with the largest impact being in Instruction since that is the College's largest expense. The \$1.3 million in CARES grants to students is reflected in the Scholarships & Waivers.

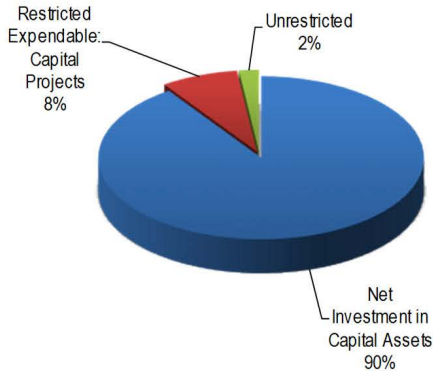
In addition, the College saw increased costs related to Workforce Development initiatives and Academic Support costs related to accreditation and the transition of moving instruction online due to COVID-19. The College saw a reduction in Auxiliary Enterprises expenditures as we had to move to a remote work environment that forced a temporary closure of several of our auxiliary operations. Medical benefit costs that are attributable to all areas of the College finished the year extremely favorable as the College saw a significant reduction in medical procedures due to COVID-19.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2021 AND 2020**

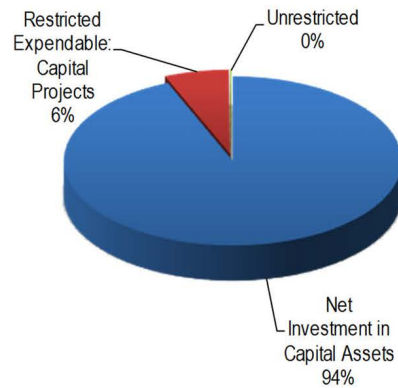
The following is a graphic illustration of net position for Fiscal Year 2021 and 2020:

Analysis of Net Position June 30, (in millions)							
	2021	2020	Increase (Decrease) 2021-2020	Percent Change	2019	Increase (Decrease) 2020-2019	Percent Change
Net Position							
Net Investment in Capital Assets	\$ 143.3	\$ 139.9	\$ 3.4	2.4%	\$ 136.8	\$ 3.1	2.3%
Restricted Expendable							
Capital Projects	14.9	9.2	5.7	62.0%	9.4	(0.2)	(2.1%)
Unrestricted	4.2	0.2	4.0	2,000.0%	(0.8)	1.0	125.0%
Total	\$ 162.4	\$ 149.3	\$ 13.1	8.8%	\$ 145.4	\$ 3.9	2.7%

Analysis of Net Position 2021



Analysis of Net Position 2020



Fiscal Year 2021 Compared to 2020

Total net position increased \$13.1 million, or 8.8%, in FY 2021, for a year-end net position of \$162.4 million. This is primarily due to the increase in non-operating revenues attributable to HEERF funding. In addition, the College operated on primarily remote basis, causing significant savings in all operating costs.

Fiscal Year 2020 Compared to 2019

Total net position of \$149.3 million increased \$3.9 million or 2.7% from the prior year. While the College's expenditures increased more than revenues compared to the prior year, total revenues still exceeded expenditures by \$3.9 million yielding an overall increase in Net Position for the College.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2021 AND 2020**

Capital Asset and Debt Administration

Capital assets

The District's capital assets as of June 30, 2021 and 2020 amounted to \$166.4 million and \$168.1 million, respectively, (net of accumulated depreciation). The capital assets include land, construction-in-progress, land improvements, buildings and improvements, and equipment. The total decrease in capital assets for the year ended June 30, 2021 of \$1.7 million resulted from annual depreciation of \$6.5 million offsetting the \$4.7 million of capital projects for the year. The only significant capital project completed during 2021 was the Library/Administration building's HVAC system.

Major capital asset events during the year ended June 30, 2020 included a number of Life Safety projects at the East Peoria campus including HVAC system upgrades, roof replacement on a portion of the Academic Building, roadway improvements and the purchase of 20 acres for additional agriculture instruction.

Illinois Central College's Capital Assets
As of June 30,

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Land	\$ 3,671,822	\$ 3,671,822	\$ 3,352,154
Construction In Progress	833,611	346,236	939,251
Land Improvements	26,312,099	26,283,205	25,006,484
Building and Improvements	223,223,685	220,780,564	217,983,842
Equipment	59,619,389	57,881,709	56,893,085
Accumulated Depreciation	(147,291,242)	(140,821,282)	(134,419,531)
Total	<u>\$ 166,369,364</u>	<u>\$ 168,142,254</u>	<u>\$ 169,755,285</u>

Additional information on the District's capital assets can be found in Note 4 of this report.

Debt

As of June 30, 2021, the District, Illinois had general obligation bonds outstanding totaling \$25,405,000 compared to \$30,450,000 of general obligation bonds as of June 30, 2020. For the year ended June 30, 2021, the District paid \$5,045,000 in principal and \$1,088,205 in interest on outstanding debt. No new debt was issued in 2021.

For the year ended June 30, 2020, the District paid \$4,740,000 in principal and \$1,332,830 in interest on outstanding debt.

Illinois Central College's General Obligation Bonds
As of June 30,

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Beginning Balance	\$ 30,450,000	\$ 35,190,000	\$ 39,655,000
Additions	-	-	-
Deletions	(5,045,000)	(4,740,000)	(4,465,000)
Ending Balance	<u>\$ 25,405,000</u>	<u>\$ 30,450,000</u>	<u>\$ 35,190,000</u>
Due Within One Year	<u>\$ 5,360,000</u>	<u>\$ 5,045,000</u>	<u>\$ 4,740,000</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2021 AND 2020**

Additional information about the College's long-term debt can be found in Note 6 to basic financial statements.

Cash Flows

**Cash Flows for the Years Ended
June 30,
(in millions)**

	2021	2020	Increase (Decrease) 2021-2020	Percent Change	2019	Increase (Decrease) 2020-2019	Percent Change
Net Cash provided by (used in) operating activities	(38.1)	(37.5)	(0.6)	-1.6%	(32.9)	(4.6)	-14.0%
Net Cash provided by (used in) noncapital financing activities	60.3	47.2	13.1	27.8%	44.2	3.0	6.8%
Net Cash provided by (used in) capital and related financing activities	(10.9)	(11.0)	0.1	0.9%	(11.3)	0.3	2.7%
Net Cash provided by (used in) investing activities	20.4	11.6	8.8	75.9%	(2.8)	14.4	514.3%
Net increase/(decrease) in cash and equivalents	31.7	10.3	21.4	207.8%	(2.8)	13.1	-467.9%
Cash and equivalents, beginning of the year	24.4	14.1	10.3	73.0%	16.9	(2.8)	-16.6%
Cash and equivalents, end of year	56.1	24.4	31.7	129.9%	14.1	10.3	73.0%

Fiscal Year 2021 Compared to 2020

There is an increase in the statement of cash flows of \$31.7 million in fiscal year 2021. There were two primary factors contributing to this increase. During 2021 when investments matured, most were converted to cash positions as investment rates continued to hover at historic lows. The College was also awarded HEERF funding to offset lost revenue during 2021. These funds were received in the year, but were not spent during the same time period.

Fiscal Year 2020 Compared to 2019

The Statement of cash flows shows an increase in cash of \$10.3 million in fiscal year 2020. The increase was primarily due to holding more funds liquid. Interest rates were historically low at the end of fiscal year 2020, and with the uncertainty associated with the COVID-19 pandemic, the College decided it was prudent to maintain a larger cash position.

Other

During both fiscal years, the World Health Organization declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic is having a significant impact on College operations and the overall communities that we represent. Specific to the College, COVID-19 may impact various parts of its 2022 operations and financial results. The College believes that we are taking appropriate actions to mitigate the negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as these events are still ongoing.

Management is not aware of any other currently known facts, decisions, or conditions that would have a significant effect on the College's financial position or results of operations (revenue, expenses, and other changes in net position).

The financial report is designed to provide the College's Board, State Officials, Legislature, patrons, and other interested parties with a general overview of the College's finances and to demonstrate the College's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Bruce Budde, Executive Vice President, Administration and Finance. College budgets and audited financial reports are also available on the College website at www.icc.edu.

BASIC FINANCIAL STATEMENTS

ILLINOIS CENTRAL COLLEGE DISTRICT 514
STATEMENTS OF NET POSITION
JUNE 30, 2021 AND 2020

	2021			2020		
	Primary Government	Component Unit	Total	Primary Government	Component Unit	Total
	Business-type Activities	Educational Foundation		Business-type Activities	Educational Foundation	
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES						
CURRENT ASSETS						
Cash and Cash Equivalents	\$ 52,604,242	\$ 438,418	\$ 53,042,660	\$ 20,578,810	\$ 505,933	\$ 21,084,743
Restricted Cash	3,462,070	2,595,283	6,057,353	3,852,761	2,705,720	6,558,481
Investments	14,178,572	3,146,775	45,646,347	29,334,635	25,293,398	54,628,033
Taxes Receivable	27,840,229	-	27,840,229	28,001,728	-	28,001,728
Student Accounts Receivable, Less Allowance for Doubtful Accounts of \$685,000 for 2021 and \$975,000 for 2020	828,367	-	828,367	1,673,942	-	1,673,942
Accrued Interest Receivable	32,551	-	32,551	245,702	-	245,702
Contributions Receivable	-	322,579	322,579	-	10,550	10,550
Other Receivables	3,534,774	206,004	3,740,778	2,694,479	124,063	2,818,542
Inventories	359,661	-	359,661	627,371	-	627,371
Prepaid Items	98,038	8,236	106,274	106,725	1,380	108,105
Total Current Assets	<u>102,938,504</u>	<u>35,038,295</u>	<u>137,976,799</u>	<u>87,116,153</u>	<u>28,641,044</u>	<u>115,757,197</u>
NONCURRENT ASSETS						
Investments	3,115,081	-	3,115,081	7,970,245	-	7,970,245
Other Receivables	-	496,223	496,223	-	100	100
Capital Assets not Being Depreciated	4,505,433	-	4,505,433	4,018,058	-	4,018,058
Capital Assets, Net of Accumulated Depreciation	16,186,931	5,391,419	16,725,350	164,124,196	5,866,062	169,990,258
Total Noncurrent Assets	<u>169,484,445</u>	<u>5,887,642</u>	<u>175,372,087</u>	<u>176,112,499</u>	<u>5,866,162</u>	<u>181,978,661</u>
DEFERRED OUTFLOWS OF RESOURCES						
Subsequent Year's Pension Expense Related to Federal, Trust, or Grant Contributions in the Current Year	165,627	-	165,627	147,906	-	147,906
Deferred Outflows Related to OPEB	1,085,388	-	1,085,388	1,503,842	-	1,503,842
Total Deferred Outflows of Resources	<u>1,251,015</u>	<u>-</u>	<u>1,251,015</u>	<u>1,651,748</u>	<u>-</u>	<u>1,651,748</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 273,673,964</u>	<u>\$ 40,925,937</u>	<u>\$ 314,599,901</u>	<u>\$ 264,880,400</u>	<u>\$ 34,507,206</u>	<u>\$ 299,387,606</u>

See accompanying Notes to Basic Financial Statements.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
STATEMENTS OF NET POSITION (CONTINUED)
JUNE 30, 2021 AND 2020**

	2021			2020		
	Primary Government	Component Unit	Total	Primary Government	Component Unit	Total
	Business-type Activities	Educational Foundation	Reporting Entity	Business-type Activities	Educational Foundation	Reporting Entity
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION						
CURRENT LIABILITIES						
Accounts and Retainage						
Payable	\$ 1,965,429	\$ 79,594	\$ 2,045,023	\$ 1,314,188	\$ 79,562	\$ 1,393,750
Accrued Liabilities	2,757,382	43,844	2,801,226	2,078,775	57,550	2,136,325
Accrued Interest Payable	80,173	60,513	140,686	101,194	62,036	163,230
Unearned Revenue:						
Tuition and Fees	1,578,969	-	1,578,969	1,763,210	-	1,763,210
Other	77,709	12,555	90,264	165,202	10,652	175,854
Compensated Absences	965,741	-	965,741	1,026,090	-	1,026,090
Unexpended Scholarship, Loan and Student Activity Funds	932,324	-	932,324	918,314	-	918,314
Capital Lease - Current Portion	68,686	-	68,686	98,787	-	98,787
Bonds Payable - Current Portion	5,360,000	480,000	5,840,000	5,045,000	430,000	5,475,000
Total Current Liabilities	<u>13,786,413</u>	<u>676,506</u>	<u>14,462,919</u>	<u>12,510,760</u>	<u>639,800</u>	<u>13,150,560</u>
NONCURRENT LIABILITIES						
Net OPEB Liability	33,492,992	-	33,492,992	34,822,355	-	34,822,355
Capital Lease	-	-	-	68,677	-	68,677
Bonds Payable, Net	21,042,616	14,820,000	35,862,616	26,920,984	15,300,000	42,220,984
Total Noncurrent Liabilities	<u>54,535,608</u>	<u>14,820,000</u>	<u>69,355,608</u>	<u>61,812,016</u>	<u>15,300,000</u>	<u>77,112,016</u>
Total Liabilities	68,322,021	15,496,506	83,818,527	74,322,776	15,939,800	90,262,576
DEFERRED INFLOWS OF RESOURCES						
Deferred Amount Related to Refunding	-	85,435	85,435	-	94,316	94,316
Deferred Inflows Related to OPEB Subsequent Year's Property Taxes	7,645,107	-	7,645,107	6,093,137	-	6,093,137
Total Deferred Inflows of Resources	<u>35,266,579</u>	<u>-</u>	<u>35,266,579</u>	<u>35,133,385</u>	<u>-</u>	<u>35,133,385</u>
Total Deferred Inflows of Resources	<u>42,911,686</u>	<u>85,435</u>	<u>42,997,121</u>	<u>41,226,522</u>	<u>94,316</u>	<u>41,320,838</u>
NET POSITION						
Net Investment in Capital Assets	143,352,631	(8,981,431)	134,371,200	139,861,567	(8,916,785)	130,944,782
Restricted for:						
Debt Service	22,879	-	22,879	-	-	-
Capital Projects	14,882,286	-	14,882,286	9,232,086	-	9,232,086
Scholarships	-	32,426,248	32,426,248	-	26,119,889	26,119,889
Unrestricted	4,182,461	1,899,179	6,081,640	237,449	1,269,986	1,507,435
Total Net Position	<u>\$ 162,440,257</u>	<u>\$ 25,343,996</u>	<u>\$ 187,784,253</u>	<u>\$ 149,331,102</u>	<u>\$ 18,473,090</u>	<u>\$ 167,804,192</u>

See accompanying Notes to Basic Financial Statements.

ILLINOIS CENTRAL COLLEGE DISTRICT 514
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEARS ENDED JUNE 30, 2021 AND 2020

	2021			2020		
	Primary	Component	Total	Primary	Component	Total
	Government	Unit		Government	Unit	
Business-type	Educational	Reporting	Business-type	Educational	Reporting	
	Activities	Foundation	Entity	Activities	Foundation	Entity
OPERATING REVENUE						
Student Tuition and Fees (Net of Scholarship Allowances of \$783,746 for 2021 and \$850,941 for 2020)	\$ 18,954,362	\$ -	\$ 18,954,362	\$ 21,266,414	\$ -	\$ 21,266,414
Auxiliary Enterprises Revenues	3,323,071	-	3,323,071	5,282,311	-	5,282,311
State and Federal Grants and Contracts	16,841,853	-	16,841,853	19,517,621	-	19,517,621
Contributions	-	2,074,149	2,074,149	-	1,049,589	1,049,589
Student Housing Revenues	-	1,166,846	1,166,846	-	1,683,216	1,683,216
State of Illinois On Behalf Payments	30,629,919	-	30,629,919	29,464,241	-	29,464,241
Other Operating Revenues	308,645	309,056	617,701	528,600	291,246	819,846
Total Operating Revenue	70,057,850	3,550,051	73,607,901	76,059,187	3,024,051	79,083,238
OPERATING EXPENSES						
Instruction	44,597,569	-	44,597,569	45,614,178	-	45,614,178
Academic Support	3,279,453	28,422	3,307,875	3,688,360	88,033	3,776,393
Student Services	9,274,181	-	9,274,181	5,968,106	-	5,968,106
Public Services	2,754,257	-	2,754,257	2,638,041	-	2,638,041
Operations and Maintenance	10,280,521	-	10,280,521	11,778,227	-	11,778,227
Institutional Support	23,592,114	329,767	23,921,881	20,685,186	304,522	20,989,708
Scholarships, Student Grants, and Waivers	12,008,887	580,549	12,589,436	15,515,812	693,824	16,209,636
Auxiliary Enterprises	5,235,612	746,955	5,982,567	7,802,665	839,824	8,642,489
Depreciation	6,490,695	488,547	6,979,242	6,401,751	488,968	6,890,719
Total Operating Expenses	117,513,289	2,174,240	119,687,529	120,092,326	2,415,171	122,507,497
OPERATING INCOME (LOSS)	(47,455,439)	1,375,811	(46,079,628)	(44,033,139)	608,880	(43,424,259)
NONOPERATING REVENUES (EXPENSES)						
State Grants and Contracts	4,332,089	-	4,332,089	5,016,457	-	5,016,457
Federal Grants and Contracts	16,006,659	-	16,006,659	3,491,491	-	3,491,491
Local Real Estate Taxes	35,256,121	-	35,256,121	35,213,776	-	35,213,776
Corporate Personal Property Replacement Tax	4,392,950	-	4,392,950	3,152,921	-	3,152,921
Investment Earnings	167,519	6,229,125	6,396,644	1,405,299	1,101,278	2,506,577
Interest Expense and Related Fees	(548,817)	(734,030)	(1,282,847)	(794,712)	(750,335)	(1,545,047)
Other Nonoperating Revenue	958,073	-	958,073	438,182	-	438,182
Total Nonoperating Revenues (Expenses)	60,564,594	5,495,095	66,059,689	47,923,414	350,943	48,274,357
INCREASE IN NET POSITION	13,109,155	6,870,906	19,980,061	3,890,275	959,823	4,850,098
Net Position - Beginning of Year	149,331,102	18,473,090	167,804,192	145,440,827	17,513,267	162,954,094
NET POSITION - END OF YEAR	<u>\$ 162,440,257</u>	<u>\$ 25,343,996</u>	<u>\$ 187,784,253</u>	<u>\$ 149,331,102</u>	<u>\$ 18,473,090</u>	<u>\$ 167,804,192</u>

See accompanying Notes to Basic Financial Statements.

ILLINOIS CENTRAL COLLEGE DISTRICT 514
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2021 AND 2020

	2021			2020		
	Primary Government	Component Unit	Total	Primary Government	Component Unit	Total
	Business-type Activities	Educational Foundation	Reporting Entity	Business-type Activities	Educational Foundation	Reporting Entity
CASH FLOWS FROM OPERATING ACTIVITIES						
Student Tuition and Fees	\$ 19,615,696	\$ -	\$ 19,615,696	\$ 20,537,497	\$ -	\$ 20,537,497
Auxiliary Enterprise Charges	3,323,071	-	3,323,071	5,282,311	-	5,282,311
Federal and State Grants and Contracts	16,841,853	-	16,841,853	19,517,621	-	19,517,621
Contributions Received	-	1,265,997	1,265,997	-	1,059,589	1,059,589
Student Housing Rents Received	-	1,086,808	1,086,808	-	1,785,541	1,785,541
Payments to Employees	(37,118,289)	-	(37,118,289)	(39,717,037)	-	(39,717,037)
Payments to Suppliers	(29,093,300)	(802,912)	(29,896,212)	(28,140,560)	(936,866)	(29,077,426)
Aid and Scholarships	(12,008,887)	(580,549)	(12,589,436)	(15,515,812)	(693,824)	(16,209,636)
Other	308,645	-	308,645	528,600	-	528,600
Net Cash Provided (Used) by Operating Activities	(38,131,211)	969,344	(37,161,867)	(37,507,380)	1,214,440	(36,292,940)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Taxes	39,943,764	-	39,943,764	37,864,715	-	37,864,715
State, Federal, and Local Grants and Contracts	20,369,033	-	20,369,033	9,345,266	-	9,345,266
Payment of Annuity Obligations	-	(22,416)	(22,416)	-	(29,941)	(29,941)
Net Increase (Decrease) in Unexpected Scholarship, Loan, and Student Activity Funds	14,010	-	14,010	(30,389)	-	(30,389)
Direct Lending Receipts	3,322,556	-	3,322,556	4,367,889	-	4,367,889
Direct Lending Payments	(3,322,556)	-	(3,322,556)	(4,367,889)	-	(4,367,889)
Net Cash Provided (Used) by Noncapital Financing Activities	60,326,807	(22,416)	60,304,391	47,179,592	(29,941)	47,149,651
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition and Construction of Capital Assets	(4,720,768)	(13,904)	(4,734,672)	(4,821,454)	(16,298)	(4,837,752)
Principal Payments on Capital Lease	(98,778)	-	(98,778)	(93,948)	-	(93,948)
Principal Payments on Bonds	(5,045,000)	(430,000)	(5,475,000)	(4,740,000)	(385,000)	(5,125,000)
Interest and Fees Paid on Bonds	(1,088,206)	(744,434)	(1,832,640)	(1,332,830)	(760,796)	(2,093,626)
Net Cash Used by Capital and Related Financing Activities	(10,952,752)	(1,188,338)	(12,141,090)	(10,988,232)	(1,162,094)	(12,150,326)
CASH FLOWS FROM INVESTING ACTIVITIES						
Interest Received	380,670	716,521	1,097,191	1,508,333	416,516	1,924,849
Purchase of Investments	(6,692,159)	(3,316,656)	(10,008,815)	(52,804,840)	(2,034,027)	(54,838,867)
Proceeds from Sale of Annuity Investments	-	22,416	22,416	-	1,555,207	1,555,207
Proceeds from Sale and Maturities of Investment	26,703,386	2,641,177	29,344,563	62,949,192	29,941	62,979,133
Net Cash Provided (Used) By Investing Activities	20,391,897	63,458	20,455,355	11,652,685	(32,363)	11,620,322

See accompanying Notes to Basic Financial Statements.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
STATEMENTS OF CASH FLOWS (CONTINUED)
YEARS ENDED JUNE 30, 2021 AND 2020**

	2021			2020		
	Primary Government	Component Unit	Total	Primary Government	Component Unit	Total
	Business-type Activities	Educational Foundation	Reporting Entity	Business-type Activities	Educational Foundation	Reporting Entity
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	\$ 31,634,741	\$ (177,952)	\$ 31,456,789	\$ 10,336,665	\$ (9,958)	\$ 10,326,707
Cash and Cash Equivalents - Beginning of Year	24,431,571	3,211,653	27,643,224	14,094,906	3,221,611	17,316,517
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 56,066,312</u>	<u>\$ 3,033,701</u>	<u>\$ 59,100,013</u>	<u>\$ 24,431,571</u>	<u>\$ 3,211,653</u>	<u>\$ 27,643,224</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating Income (Loss)	\$ (47,455,439)	\$ 1,375,811	\$ (46,079,628)	\$ (44,033,139)	\$ 608,880	\$ (43,424,259)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Depreciation	6,490,695	488,547	6,979,242	6,401,751	488,968	6,890,719
Loss on Disposal of Capital Assets	2,963	-	2,963	-	-	-
Changes in Deferred Outflows of Resources	400,733	-	400,733	381,015	-	381,015
Change in Deferred Inflows of Resources	1,551,970	-	1,551,970	1,082,564	-	1,082,564
Effects of Changes in Assets and Liabilities:						
Accounts Receivable	845,575	(890,093)	(44,518)	(334,487)	113,057	(221,430)
Inventories	267,710	-	267,710	(147,939)	-	(147,939)
Prepaid Items and Other Assets	8,687	(6,856)	1,831	30,911	2,712	33,623
Accounts Payable	651,241	32	651,273	(485,078)	1,555	(483,523)
Accrued Liabilities	678,607	-	678,607	(98,354)	-	(98,354)
OPEB Liability	(1,329,363)	-	(1,329,363)	75,824	-	75,824
Unearned Revenue - Tuition, Fees, and Other	(184,241)	1,903	(182,338)	(394,430)	(732)	(395,162)
Compensated Absences	(60,349)	-	(60,349)	13,982	-	13,982
Net Cash Provided (Used) by Operating Activities	<u>\$ (38,131,211)</u>	<u>\$ 969,344</u>	<u>\$ (37,161,867)</u>	<u>\$ (37,507,380)</u>	<u>\$ 1,214,440</u>	<u>\$ (36,292,940)</u>
SUPPLEMENTAL DISCLOSURES OF NONCASH OPERATING ACTIVITIES						
State of Illinois Contributions Provided	<u>\$ 30,629,919</u>	<u>\$ -</u>	<u>\$ 30,629,919</u>	<u>\$ 29,464,241</u>	<u>\$ -</u>	<u>\$ 29,464,241</u>
State of Illinois Contributions Made	<u>\$ 30,629,919</u>	<u>\$ -</u>	<u>\$ 30,629,919</u>	<u>\$ 29,464,241</u>	<u>\$ -</u>	<u>\$ 29,464,241</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES						
Donated Capital Asset Acquisitions	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,165</u>	<u>\$ -</u>	<u>\$ 31,165</u>

See accompanying Notes to Basic Financial Statements.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Illinois Central College District 514 (the District or College) is a public community college serving Peoria and Woodford Counties and parts of Tazewell, Marshall, McLean, Bureau, Mason, Livingston, Stark, and Logan Counties. Revenues are substantially generated as a result of taxes assessed and allocated to the District and grants received from other state and federal governmental agencies. The District's revenues are, therefore, primarily dependent upon the availability of funds at the state and federal level and the economy within its territorial boundaries. Industry within the territorial area is primarily manufacturing, retail, and agricultural.

The accounting policies of the District conform to accounting principles generally accepted in the United States of America as applicable to districts and institutions of higher education, as well as those prescribed by the Illinois Community College Board (ICCB). The District reports are based on all applicable Governmental Accounting Standards Board (GASB) pronouncements. The following is a summary of the significant policies.

Financial Reporting Entity

For financial reporting purposes, in accordance with GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, Illinois Central College District 514 is a primary government in that it is a community college with a separately elected governing body – one that is elected by the citizens in a general, popular election and is fiscally independent of other units of government.

The District has developed criteria to determine whether other entities are component units of the District. Component units are legally separate organizations for which the elected officials of the District are financially accountable. Illinois Central College would be considered financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will (significantly influence the programs, projects, activities, or level of services performed or provided by the organization) on the organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the District (i.e., entitled to or can access the organization's resources, is legally obligated or has otherwise assumed the obligation to finance deficits of, or provide financial support to the organization, or is obligated in some manner for the debt of the organization). If an organization is fiscally dependent on Illinois Central College, the District is considered financially accountable regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government, or (3) a jointly appointed board.

Additionally, organizations that raise and hold economic resources for the direct benefit of the District are considered to be component units.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Reporting Entity (Continued)

Based on the foregoing criteria, the following organization is considered to be a component unit and is discretely presented in the basic financial statements:

Illinois Central College Educational Foundation (the Foundation)

The Foundation is a legally separate tax-exempt component unit of the District. The Foundation acts primarily as a fundraising organization to support the educational, charitable, and benevolent purposes of the District. Additionally, the Foundation is the sole member of the Educational Foundation Student Residence L.L.C., which was created to finance, construct, and manage a student housing project.

Although the District does not control the timing or amount of receipts from the Foundation, the majority of resources, or income thereon that the Foundation holds, are restricted to the activities of the District by the donors. Because these restricted resources held by the Foundation can only be used by, or for the benefit of, the District, the Foundation is considered a component unit of the District.

Financial statements for the Foundation can be obtained by calling the District at 309-694-5337.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

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

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Receivables – Property Taxes

The District's property taxes are levied each year on all taxable real property located in the District. The levy becomes an enforceable lien against the property as of January 1 of the levy year. Property taxes are recorded on an accrual basis of accounting. The District records the 2020 levy payable in 2021 as property taxes receivable, less any amounts collected prior to June 30, 2021, and a deferred inflow of resources, as this levy is intended to finance the District's 2021-2022 fiscal year.

The personal property replacement tax is recorded on the accrual basis based on amounts held by the state.

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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses, gains, losses, and other changes in net position during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less when purchased are considered cash equivalents.

Capital Assets

Capital assets include property, plant, equipment, and infrastructure assets, such as roads and sidewalks. Infrastructure assets are included in land improvements. Capital assets are defined by the District as assets with an initial unit cost of \$10,000 or greater with a useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the District are depreciated using the straight-line method over the following useful lives:

Land Improvements	20 Years
Buildings and Improvements	50 Years
Equipment	8 to 16 Years

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

Investments are reported at fair value in accordance with guidelines defined by GASB Statement No. 72. Bank deposits and certificates of deposit are recorded at cost. Investment income consists of interest earned on bank deposits and certificates of deposit.

The District is allowed to invest its funds in accordance with the Illinois Public Community College Act and the Investment of Public Funds Act. The District's policy limits investments to bonds, notes, Treasury bills, and other securities issued and/or guaranteed by the United States government or its agencies, interest-bearing savings accounts, certificates of deposit or time deposits, or commercial paper of U.S. corporations with assets exceeding \$500 million.

Accounts Receivable

Accounts receivable are uncollateralized student obligations, which generally require payment by the first day of class, and government receivables due from the state of Illinois. Accounts receivable are stated at the invoice amount.

Account balances not paid by semester-end are considered delinquent. Payments of accounts receivable are applied to the specific invoices identified on the students' 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. All accounts or portions thereof deemed to be uncollectible or to require an excessive collection cost are written off to the allowance for doubtful accounts.

Inventories

Inventories are stated at the lower of cost or net realizable value, cost being determined using the retail method for bookstore supplies and the first-in, first-out method for food service, office, educational, maintenance, and custodial supplies. Inventories are accounted for under the consumption method, whereby acquisitions are recorded in inventory accounts initially and charged as expenses when used.

Unearned Tuition and Fee Revenue

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

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows of Resources

The District reports decreases in net position that relate to future periods as deferred outflows of resources in a separate section of its statements of net position. The District has two types of deferred outflows of resources: pension expense for employer paid federal, trust, or grant contributions that were made subsequent to the pension liability measurement date and deferred outflows related to other postemployment benefit (OPEB) expense to be recognized in future periods and for contributions made after the measurement dates.

Deferred Inflows of Resources

The District's statements of net position report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position that applies to a future period. The District will not recognize the related revenue until a future event occurs. The District has three types of deferred inflows of resources relating to revenue recognition. Tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year. Deferred amounts related to refunding are recorded in the current year, but the revenue will be recorded as they are amortized. The District also has deferred inflows related to OPEB expense to be recognized in future periods.

Compensated Absences

Employees earn vacation and sick leave benefits based on years of service with the institution. The District records a liability for unused vacation based on hours available at salary rates in effect at the end of the year. Sick leave benefits do not vest and are not paid upon termination. Therefore, no liability is recorded.

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) 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 nonemployer 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 nonemployer entity is legally responsible is not dependent upon one or more events unrelated to pensions or (2) the nonemployer is the only entity with a legal obligation to make contributions directly to a pension plan. The state of Illinois is considered a nonemployer contributing entity. Participating employers are considered contributing entities.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Position

The District's net positions are classified as follows:

Net Investment in Capital Assets

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

Restricted

This includes resources that the District is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

Unrestricted

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

The District first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Classification of Revenues and Expenses

Operating revenue includes federal student financial aid and activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, and (2) sales and services of auxiliary enterprises. Nonoperating revenue includes activities that have the characteristics of nonexchange transactions, such as (1) local property taxes, (2) state appropriations, and (3) most federal, state, and local grants and contracts and federal appropriations. Operating expenses include the costs related to operating the District and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

NOTE 2 CASH AND INVESTMENTS

Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from interest rate volatility, the District's investment policy limits the average maturity of the investment portfolio not to exceed two years. The maximum dollar amount of investments that exceeds two years is limited to 25% of the total portfolio.

Investments in certificates of deposit are included in deposits discussed above. The maturities of certificates of deposit held at June 30, 2021 and 2020 were all one year or less.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Interest Rate Risk (Continued)

The money market funds as of June 30, 2021 and 2020 (Illinois School District Liquid Asset Fund of \$34,766,752 and \$14,057,494, respectively; Illinois Funds of \$8,328,424 and \$2,672,262, respectively) are considered to be cash equivalents in the financial statements. The District also had money market funds of \$673,121 and \$23,923 as of June 30, 2021 and 2020, respectively, which were considered to be cash equivalents in the financial statements.

At June 30, 2021 and 2020, the carrying amount of the District's deposits, which includes demand deposits and certificates of deposit, was \$18,185,607 and \$33,604,664, respectively (excludes \$733,907 and \$81,286 in cash on hand and undeposited receipts, respectively), and the bank balance was \$55,197,149 and \$49,115,017, respectively. Of the bank balance, \$35,515,853 and \$35,020,854, respectively, was covered by federal or private depository insurance. An additional amount of \$19,681,296 and \$14,094,163, respectively, was covered by collateral held by the pledging financial institution's trust department or agent in the District's name. At June 30, 2021 and 2020, the remaining uncollateralized amount exposed to credit risk was \$-0-.

Investments

As of June 30, 2021 and 2020, the District had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>2021</u>			
		<u>Investment Maturities (in Years)</u>			
		<u>Less than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>	<u>More than 10</u>
U.S. Government Agencies	<u>\$ 9,137,010</u>	<u>\$ 6,021,929</u>	<u>\$ 1,017,366</u>	<u>\$ 2,097,715</u>	<u>\$ -</u>

<u>Investment Type</u>	<u>Fair Value</u>	<u>2020</u>			
		<u>Investment Maturities (in Years)</u>			
		<u>Less than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>	<u>More than 10</u>
U.S. Government Agencies	<u>\$ 9,732,815</u>	<u>\$ 1,762,570</u>	<u>\$ 6,616,211</u>	<u>\$ 1,354,034</u>	<u>\$ -</u>

Credit Risk

Credit risk is the risk that the District will not recover its investments due to the inability of the counterparty to fulfill its obligation. Illinois statutes authorize the District to invest in obligations of the U.S. Treasury and U.S. agencies, interest-bearing savings accounts, interest-bearing time deposits, money market mutual funds registered under the Investment Company Act of 1940 (limited U.S. government obligations), shares issued by savings and loan associations (provided the investments are insured by the Federal Savings and Loan Insurance Corporation (FSLIC)), short-term discount obligations issued by the Federal National Mortgage Associations, share accounts of certain credit unions, securities issued by the Illinois Funds, investments in the ISDLAF, and certain repurchase agreements.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Credit Risk (Continued)

As a means to limiting the College's exposure to credit risk, the District's investment policy stipulates that investments will be made to ensure preservation of capital and minimize overall risk through the diversification of investments and maturities. The applicable rating for the District's investments at June 30, 2021 and 2020, according to *Standard & Poor's*, is as follows:

	2021	
	Fair Value	Rating
U.S. Government Agencies	\$ 9,137,010	AA- to AAA
Mutual Funds - Fixed Income:		
Commerce Bond Fund	1,535,144	Not Rated

	2020	
	Fair Value	Rating
U.S. Government Agencies	\$ 9,732,815	AA- to AAA
Mutual Funds - Fixed Income:		
Commerce Bond Fund	1,564,007	Not Rated

Below is a reconciliation of the District's deposits and investments as reported in the June 30, 2021 financial statements:

	2021
	Statement of Net Position
Cash and Cash Equivalents	\$ 52,604,242
Restricted Cash	3,462,070
Investments - Current	14,178,572
Investments - Noncurrent	3,115,081
Total	\$ 73,359,965
Deposits	\$ 18,185,607
Cash on Hand	733,907
Money Market Funds	43,768,297
U.S. Government Agencies	9,137,010
Mutual Funds - Fixed Income	1,535,144
Total	\$ 73,359,965

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Credit Risk (Continued)

Below is a reconciliation of the District's deposits and investments as reported in the June 30, 2020 financial statements:

	2020
	Statement of Net Position
Cash and Cash Equivalents	\$ 20,578,810
Restricted Cash	3,852,761
Investments - Current	29,334,635
Investments - Noncurrent	7,970,245
Total	\$ 61,736,451
Deposits	\$ 33,604,664
Cash on Hand	81,286
Money Market Funds	16,753,679
U.S. Government Agencies	9,732,815
Mutual Funds - Fixed Income	1,564,007
Total	\$ 61,736,451

Custodial Credit Risk

The custodial credit risk for investments is the risk that in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investments or collateral securities that are in the possession of another party. The District requires all deposits in excess of federally insured limits to be collateralized 110%.

Concentration of Credit Risk

The District's investments are diversified to eliminate the risk of loss resulting in over concentration of a specific maturity, issuer, or class of securities. Invested balances determined to exceed immediate operating needs (one year operating cycle) can be invested to the extent that the average portfolio maturity does not exceed two year. The maximum dollar amount of investments that exceed two years is limited to 25% of the total investment portfolio.

Investments and Fair Value Measurements

The District's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Investments and Fair Value Measurements (Continued)

Accounting principles generally accepted in the United States of America provide the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under accounting principles generally accepted in the United States of America are described below:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the District has the ability to access.

Level 2 – Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Equity securities and mutual funds listed on a national market or exchange are valued at the last sales price, or if there is no sale and the market is still considered active, at the last transaction price before year-end. Such securities are classified within *Level 1* of the valuation hierarchy.

Debt securities consisting primarily of corporate and municipal bonds are generally valued at the most recent price of the equivalent quoted yield for such securities, or those of comparable maturity, quality, and type. Debt securities are generally classified within *Level 2* of the valuation hierarchy.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Investments and Fair Value Measurements (Continued)

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following tables set forth by level, within the fair value hierarchy, the District's assets at fair value as of June 30, 2021 and 2020:

	2021			
	Level 1	Level 2	Level 3	Total
Mutual Funds	\$ 1,535,144	\$ -	\$ -	\$ 1,535,144
U.S. Government Agency Bonds	-	9,137,010	-	9,137,010
Total	\$ 1,535,144	\$ 9,137,010	\$ -	\$ 10,672,154
	2020			
	Level 1	Level 2	Level 3	Total
Mutual Funds	\$ 1,564,007	\$ -	\$ -	\$ 1,564,007
U.S. Government Agency Bonds	-	9,732,815	-	9,732,815
Total	\$ 1,564,007	\$ 9,732,815	\$ -	\$ 11,296,822

NOTE 3 TAXES RECEIVABLE

An analysis of the 2020 and 2019 tax levy at June 30, which has been reflected as a receivable and deferred inflow of resources, and will be substantially collected during the fiscal years ended June 30, 2021 and 2020, is as follows:

	2021	2020
Tax Levy (Deferred Inflow of Resources)	\$ 35,266,579	\$ 35,133,385
Less Distributions Received by the District Through June 30	7,426,350	7,131,657
Taxes Receivable	\$ 27,840,229	\$ 28,001,728

Property taxes attach as an enforceable lien on property as of January 1. The District's property tax is levied each year at the time the budget for the ensuing year is passed and is extended against the assessed valuation of the District on January 1. Taxes are normally due and payable in two installments in June and September.

Uncollected taxes are sold by the County Collector in order that those taxes can be distributed to respective taxing bodies. Final distribution on the current year levy is made by each County Collector's office at a date after the tax sale, usually no later than sometime during the first quarter of the following year.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 4 CAPITAL ASSETS

A summary of the changes in capital assets for the years ended June 30, 2021 and 2020 is as follows:

Capital Assets – Fiscal Year 2021

	Balance June 30, 2020	Additions	Deletions	Transfers	Balance June 30, 2021
Capital Assets not Being Depreciated:					
Land	\$ 3,671,822	\$ -	\$ -	\$ -	\$ 3,671,822
Construction in Progress	346,236	2,711,675	-	(2,224,300)	833,611
Total Capital Assets not Being Depreciated	4,018,058	2,711,675	-	(2,224,300)	4,505,433
Capital Assets Being Depreciated:					
Land Improvements	26,283,205	13,592	-	15,302	26,312,099
Buildings and Improvements	220,780,564	234,123	-	2,208,998	223,223,685
Equipment	57,881,709	1,761,378	(23,698)	-	59,619,389
Total Capital Assets Being Depreciated	304,945,478	2,009,093	(23,698)	2,224,300	309,155,173
Less Accumulated Depreciation for:					
Land Improvements	(16,543,571)	(941,720)	-	-	(17,485,291)
Buildings and Improvements	(70,859,538)	(4,435,495)	-	-	(75,295,033)
Equipment	(53,418,173)	(1,113,480)	20,735	-	(54,510,918)
Total Accumulated Depreciation	(140,821,282)	(6,490,695)	20,735	-	(147,291,242)
Capital Assets Being Depreciated, Net	164,124,196	(4,481,602)	(2,963)	2,224,300	161,863,931
Capital Assets, Net	<u>\$ 168,142,254</u>	<u>\$ (1,769,927)</u>	<u>\$ (2,963)</u>	<u>\$ -</u>	<u>\$ 166,369,364</u>

The construction-in-progress pertains to developmental projects. The estimated outstanding commitment to contracts is \$1,465,639. The projects are estimated at a total cost of \$1,961,835.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 4 CAPITAL ASSETS (CONTINUED)

Capital Assets – Fiscal Year 2020

	Balance June 30, 2019	Additions	Deletions	Transfers	Balance June 30, 2020
Capital Assets not Being Depreciated:					
Land	\$ 3,352,154	\$ 319,668	\$ -	\$ -	\$ 3,671,822
Construction in Progress	939,251	2,101,970	-	(2,694,985)	346,236
Total Capital Assets not Being Depreciated	4,291,405	2,421,638	-	(2,694,985)	4,018,058
Capital Assets Being Depreciated:					
Land Improvements	25,006,484	279,018	-	997,703	26,283,205
Buildings and Improvements	217,983,842	1,099,440	-	1,697,282	220,780,564
Equipment	56,893,085	988,624	-	-	57,881,709
Total Capital Assets Being Depreciated	299,883,411	2,367,082	-	2,694,985	304,945,478
Less Accumulated Depreciation for:					
Land Improvements	(15,634,042)	(909,529)	-	-	(16,543,571)
Buildings and Improvements	(66,472,693)	(4,386,845)	-	-	(70,859,538)
Equipment	(52,312,796)	(1,105,377)	-	-	(53,418,173)
Total Accumulated Depreciation	(134,419,531)	(6,401,751)	-	-	(140,821,282)
Capital Assets Being Depreciated, Net	165,463,880	(4,034,669)	-	2,694,985	164,124,196
Capital Assets, Net	<u>\$ 169,755,285</u>	<u>\$ (1,613,031)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 168,142,254</u>

NOTE 5 OTHER RECEIVABLES

Other receivables at June 30, 2021 and 2020, consist of the following:

	2021	2020
Restricted Grant Funds	\$ 1,919,635	\$ 1,182,069
Students - Bookstore	494	13,055
Replacement Taxes	821,854	449,570
Government Claims	247,800	274,239
Other - Miscellaneous	539,960	717,039
Auxiliary - Professional Development	5,031	58,507
Total	<u>\$ 3,534,774</u>	<u>\$ 2,694,479</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 6 LONG-TERM LIABILITIES

The following is a summary of the changes in long-term liabilities during the year ended June 30, 2021:

	Balance July 1, 2020	Additions	Deletions	Balance June 30, 2021	Balance Due Within One Year
General Obligation					
Community College					
Bonds:					
2014A Issue	\$ 14,700,000	\$ -	\$ (5,045,000)	\$ 9,655,000	\$ 5,360,000
2014B Issue	1,370,000	-	-	1,370,000	-
2016 Issue	4,495,000	-	-	4,495,000	-
2017C Issue	9,885,000	-	-	9,885,000	-
Bond Premium	1,515,984	-	(518,368)	997,616	-
Capital Lease	167,464	-	(98,778)	68,686	68,686
Compensated					
Absences	1,026,090	965,741	(1,026,090)	965,741	965,741
Total	<u>\$ 33,159,538</u>	<u>\$ 965,741</u>	<u>\$ (6,688,236)</u>	<u>\$ 27,437,043</u>	<u>\$ 6,394,427</u>

The following is a summary of changes in long-term liabilities during the year ended June 30, 2020:

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020	Balance Due Within One Year
General Obligation					
Community College					
Bonds:					
2014A Issue	\$ 19,440,000	\$ -	\$ (4,740,000)	\$ 14,700,000	\$ 5,045,000
2014B Issue	1,370,000	-	-	1,370,000	-
2016 Issue	4,495,000	-	-	4,495,000	-
2017C Issue	9,885,000	-	-	9,885,000	-
Bond Premium	2,034,352	-	(518,368)	1,515,984	-
Capital Lease	261,412	-	(93,948)	167,464	98,787
Compensated					
Absences	1,012,108	1,026,090	(1,012,108)	1,026,090	1,026,090
Total	<u>\$ 38,497,872</u>	<u>\$ 1,026,090</u>	<u>\$ (6,364,424)</u>	<u>\$ 33,159,538</u>	<u>\$ 6,169,877</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

Bonds payable are composed of the following issues:

\$21,605,000 General Obligation Community College Bonds, Series 2014A, dated March 13, 2014, fully registered and without coupons, issued in \$5,000 denominations. Interest at 5.0% payable each June 1 and December 1, commencing December 1, 2014 and maturing on December 1, 2022. The proceeds of the bonds were used to pay for capital acquisition and construction expenses and to advance refund \$6,120,000 of the series 2009 General Obligation Community College Bonds.

\$1,370,000 Taxable General Obligation Community College Bonds, Series 2014B, dated March 13, 2014, fully registered and without coupons, issued in \$5,000 denominations. Interest at 3.6% payable each June 1 and December 1, commencing December 1, 2014 and maturing on December 1, 2022. The proceeds of the bonds were used to pay for capital acquisition and construction expenses.

\$4,495,000 General Obligation Community College Bonds, Series 2016, dated February 25, 2016, fully registered and without coupons, issued in \$5,000 denominations. Interest at 4.0% payable each June 1 and December 1, commencing December 1, 2016 and maturing on December 1, 2023. The proceeds of the bonds were used to defease the debt certificates.

\$9,885,000 General Obligation Community College Bonds, Series 2017C, dated August 10, 2017, fully registered and without coupons, issued in \$5,000 denominations. Interest ranging from 2.4% to 2.7% payable each June 1 and December 1, commencing December 1, 2018, and maturing on December 1, 2025. The proceeds of the bonds were used to current refund the Series 2017A and 2017B Debt Certificates.

Annual debt service requirements to maturity for bonds payable at June 30, 2021 are as follows:

Year Ending June 30,	Principal	Interest	Bonds from Direct Placement		Total
			Principal	Interest	
2022	\$ 5,360,000	\$ 577,870	\$ -	\$ 250,210	\$ 6,188,080
2023	5,665,000	311,835	50,000	249,610	6,276,445
2024	4,495,000	89,900	1,435,000	231,790	6,251,690
2025	-	-	6,115,000	138,133	6,253,133
2026	-	-	2,285,000	30,848	2,315,848
Total	<u>\$ 15,520,000</u>	<u>\$ 979,605</u>	<u>\$ 9,885,000</u>	<u>\$ 900,591</u>	<u>\$ 27,285,196</u>

Direct Placement

The 2017C bond issuance originates from direct placement, which means that they were issued to a single purchaser and not offered to the general public. There were no assets pledged as collateral. There are also no finance-related consequences in the unlikely event that the College is unable to pay the remaining principal.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

Legal Debt Margin

The legal debt margin of the District at June 30, 2021 and 2020 is as follows:

Assessed Valuation 2020	\$ 7,270,792,966
Statutory Debt Limit (2.875% of Equalized Assessed Valuation)	\$ 209,035,298
Less Bonded Debt	25,405,000
Legal Debt Margin	\$ 183,630,298
Assessed Valuation 2019	\$ 7,272,217,351
Statutory Debt Limit (2.875% of Equalized Assessed Valuation)	\$ 209,076,249
Less Bonded Debt	30,450,000
Legal Debt Margin	\$ 178,626,249

\$3,462,070 of the Series 2017C bond proceeds was unspent as of June 30, 2021. This amount is shown as restricted cash on the statement of net position.

NOTE 7 PENSION PLAN

General Information about the Pension Plan

Plan Description

The District contributes to the State Universities Retirement System of Illinois (SURS), a cost-sharing multiemployer 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 6 months after their date of hire to make an irrevocable election. A summary of the benefit provisions as of June 30, 2020 can be found in the System's comprehensive annual financial report (CAFR) notes to the financial statements.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 7 PENSION PLAN (CONTINUED)

General Information about the Pension Plan (Continued)

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 years 2020 and 2021, respectively, was 13.02% and 12.70% of employee payroll. The normal cost is equal to the value of current year’s pension benefit and does not include any allocation for the past unfunded liability or interest on the unfunded liability. Plan members are required to contribute 8.0% of their annual covered salary except for police officers and firefighters who contribute 9.5% of their earnings. The contribution requirements of plan members and employers are established and may be amended by the Illinois General Assembly.

Participating employers make contributions toward separately financed specific liabilities under Section 15-139.5(e) of the Illinois Pension Code (relating to contributions payable due to the employment of “affected annuitants” or specific return to work annuitants) and Section 15-155(g) (relating to contributions payable due to earning increases exceeding 6% during the final rate of earnings period), and Section 15-155(j-5) (relating to contributions payable due to earning exceeding the salary set by the Governor).

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

Net Pension Liability

SURS reported a net pension liability (NPL) of \$30,619,504,321 at June 30, 2020 and \$28,720,071,173 at June 30, 2019. The net pension liabilities were measured as of June 30, 2020 and June 30, 2019, respectively.

Employer Proportionate Share of Net Pension Liability

The amount of the proportionate share of the net pension liability to be recognized for the District is \$-0- for both fiscal years ended June 30, 2021 and June 30, 2020. The proportionate share of the State’s net pension liability associated with the District at June 30, 2021 and June 30, 2020 was \$273,532,155 or .8933% and \$260,404,885 or .9067%, respectively. This liability is not recognized in these financial statements. The net pension liability and total pension liability as of June 30, 2021 and June 30, 2020 was determined based on the June 30, 2019 and June 30, 2018 actuarial valuations rolled forward, respectively. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable contributions made to SURS during fiscal years 2020 and 2019.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 7 PENSION PLAN (CONTINUED)

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

Pension Expense

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

Employer Proportionate Share of Pension Expense

The employer proportionate share of collective pension expense should be recognized as nonoperating revenue with matching operating expense (compensation and benefits) in the financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable contributions made to SURS during fiscal year 2020 and 2019, respectively. As a result, the District recognized on-behalf revenue and pension expense of \$30,055,176 and \$28,059,339 for the fiscal years ended June 30, 2021 and June 30, 2020, respectively.

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:

Fiscal Year Ended June 30, 2020	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between Expected and Actual Experience	\$ 170,987,483	\$ -
Changes in Assumption	473,019,629	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	<u>474,659,178</u>	-
Total	<u>\$ 1,118,666,290</u>	<u>\$ -</u>
Fiscal Year Ended June 30, 2019	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between Expected and Actual Experience	\$ 160,132,483	\$ 80,170,745
Changes in Assumption	773,321,300	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	55,456,660
Total	<u>\$ 933,453,783</u>	<u>\$ 135,627,405</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 7 PENSION PLAN (CONTINUED)

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

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

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

<u>Year Ending June 30,</u>	<u>Net Deferred Outflows of Resources</u>
2021	\$ 435,271,667
2022	346,428,171
2023	183,483,935
2024	153,482,517
Total	<u>\$ 1,118,666,290</u>

Employer Deferral of Pension Expense

The employer paid \$165,627 and \$147,906 in federal, trust, or grant contributions for the fiscal years ended June 30, 2021 and June 30, 2020, respectively. These contributions were made subsequent to the pension measurement date of June 30, 2020 and June 30, 2019, and are recognized as Deferred Outflows of Resources as of June 30, 2021 and June 30, 2020.

Assumptions and Other Inputs

Actuarial Assumptions

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

Inflation	2.25%
Salary Increases	3.25 to 12.25%, including inflation
Investment Rate of Return	6.75% beginning with actuarial valuation as of June 30, 2018

Mortality rates were based on the RP-2014 White Collar, gender distinct tables with projected generational mortality and a separate mortality assumption for disabled participants.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 7 PENSION PLAN (CONTINUED)

Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Continued)

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 (actuaries). For each major asset class that is included in the pension plan's target asset allocation as of June 30, 2020, these best estimates are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Public Equity	44%	6.67%
Credit Fixed Income	14%	2.39%
Core Real Assets	5%	4.14%
Options Strategies	6%	4.44%
Private Equity	8%	9.66%
Non-Core Real Assets	3%	8.70%
U.S. TIPS	6%	13.00%
Core Fixed Income	8%	-0.45%
Systematic Trend Following	2%	2.16%
Alternate Risk Premia	2%	1.60%
Long Duration	2%	0.86%
Total	100%	4.84%
Inflation		2.25%
Expected Arithmetic Return		7.09%

Discount Rate

A single discount rate of 6.49% and 6.59% at June 30, 2020 and June 30, 2019, respectively, was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 6.75% at both June 30, 2020 and June 30, 2019 and a municipal bond rate of 2.45% and 3.13% at June 30, 2020 and June 30, 2019, respectively (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 2075. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2075, and the municipal bond rate was applied to all benefit payments after that date.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 7 PENSION PLAN (CONTINUED)

Assumptions and Other Inputs (Continued)

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 6.49% and 6.59% at June 30, 2020 and June 30, 2019, respectively, 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:

June 30, 2020		
1% Decrease 5.49%	Current Single Discount Rate Rate Assumption 6.49%	1% Increase 7.49%
\$ 36,893,469,884	\$ 30,619,504,321	\$ 25,441,837,592
June 30, 2019		
1% Decrease 5.59%	Current Single Discount Rate Rate Assumption 6.59%	1% Increase 7.59%
\$ 34,786,851,779	\$ 28,720,071,173	\$ 23,712,555,197

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.

Changes of Benefit Terms

There were no benefit changes recognized in the total pension liability as of June 30, 2020 or 2019.

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

- **Salary Increase:** Decrease in the overall assumed salary increase rates, ranging from 3.25% to 12.25% based on years of service, with underlying wage inflation of 2.25%.
- **Investment Return:** Decrease the investment return assumption to 6.75%. This reflects maintaining an assumed real rate of return of 4.50% and decreasing the underlying assumed price inflation to 2.25%.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 7 PENSION PLAN (CONTINUED)

Assumptions and Other Inputs (Continued)

Changes of Assumptions (Continued)

- Effective Rate of Interest: Decrease the long-term assumption for the ERI for crediting the money purchase accounts to 6.75% (effective July 2, 2019).
- Normal Retirement Rates: A slight increase in the retirement rate at age 50. No change to the rates for ages 60-61, 67-74, and 80+, but a slight decrease in rates at all other ages. A rate of 50% if the member has 40 or more years of service and is younger than age 80.
- Early Retirement Rates: Decrease in rates for all Tier 1 early retirement eligibility ages (55-59).
- Turnover Rates: Change rates 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.
- Mortality Rates: Maintain the RP-2014 mortality tables with projected generational mortality improvement. Update the projection scale from the MP-2014 to the MP-2017 scale.
- Disability Rates: Decrease current rates to reflect that certain members who receive disability benefits do not receive the benefits on a long-term basis.

NOTE 8 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Illinois Community College Health Insurance Security Fund – General Information

Plan Administration

The District participates in the Illinois Community College Health Insurance Security Fund (CCHISF) (also known as the College Insurance Program, "CIP"). CIP is a nonappropriated trust fund held outside the State Treasury, with the State Treasurer as custodian. Additions deposited into the Trust are for the sole benefit of providing the health benefits to retirees, as established under the plan, and associated administrative costs. CIP is a cost-sharing multiemployer defined benefit postemployment healthcare plan that covers retired employees and their dependents of Illinois community college districts throughout the state of Illinois, excluding the City Colleges of Chicago. The Department of Central Management Services (Department) administers the plan with the cooperation of the State Universities Retirement System and the boards of trustees of the various community college districts. Separate financial statements, including required supplementary information, may be obtained from the Department at 715 Stratton Office Building, Springfield, Illinois, 62706.

Plan Membership

All members receiving benefits from the State Universities Retirement System (SURS) who have been full-time employees of a community college district or an association of a community who have paid the required active member CIP contributions prior to retirement are eligible to participate in CIP. Survivors of an annuitant or benefit recipient eligible for CIP coverage are also eligible for coverage under CIP.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 8 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

**Illinois Community College Health Insurance Security Fund – General Information
(Continued)**

Benefits Provided

Health, dental, and vision benefits include basic benefits for annuitants and dependents under the State's self-insurance plan and insurance contracts currently in force. Annuitants may be required to contribute towards health, dental, and vision benefits with the amount based on factors such as date of retirement, years of credited service with the State, whether the annuitant is covered by Medicare, and whether the annuitant has chosen a managed health care plan. Annuitants who retired prior to January 1, 1998, and who are vested in the State University's Retirement System do not contribute towards health, dental, and vision benefits. For annuitants who retired on or after January 1, 1998, the annuitant's contribution amount is reduced by 5% for each year of credited service with the state allowing those annuitants with twenty or more years of credited service to not have to contribute towards health, dental, and vision benefits. Annuitants also receive life insurance coverage equal to the annual salary of the last day of employment until age 60, at which time the benefit becomes \$5,000.

Contributions

The Act requires every contributor (employee) of SURS to contribute .5% of covered payroll and every community college district to contribute .5% of covered payroll. Retirees pay a premium for coverage that is also determined by ILCS. The State Pension Funds Continuing Appropriation Act (40/ILCS 15/1.4) requires a special funding situation whereby the state of Illinois is to make an annual appropriation to the CIP to cover any expected expenditures in excess of the contributions by active employees, employers, and retirees. The result is pay as you go financing of the plan. The employer contributions made by the state of Illinois on behalf of the District to CIP and the College's contributions for the years ended June 30, 2021 and 2020 were \$159,213 and \$163,048, respectively.

**Illinois Community College Health Insurance Security Fund – OPEB Liabilities,
Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources
Related to OPEB**

The District reported a liability of \$32,315,776 and \$33,633,135 as of June 30, 2021 and June 30, 2020, respectively. This amount is the District's proportional share of the net OPEB liability. The state of Illinois is considered a nonemployer contributing entity and the state's contribution meets the definition of a special funding situation. The state of Illinois' proportionate share of the net pension liability associated with the District totaled \$32,315,776 and \$33,633,135, respectively. The net OPEB liability was measured as of June 30, 2020 and June 30, 2019. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2019 and June 30, 2018, respectively, with procedures performed to roll forward the total OPEB liability to the June 30, 2020 and June 30, 2019 measurement dates. The District's proportion of the net OPEB liability was based on the District's share of contributions to the OPEB plan relative to the contributions of all participating employers and the state of Illinois. At June 30, 2020 and June 30, 2019, the District's proportion was 1.772900% and 1.780906% respectively.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 8 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Illinois Community College Health Insurance Security Fund – OPEB Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

For the years ended June 30, 2021 and June 30, 2020, the District recognized total OPEB expense of \$812,278 and \$1,673,403, respectively, from the CIP plan. In addition, the District recognized an additional \$574,743 and \$1,404,902, respectively, as OPEB expense (and revenue) for its proportionate share of the state of Illinois' contribution to the plan for the years ended June 30, 2021 and June 30, 2020.

At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

<u>Deferred Amounts Related to OPEB</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<i>Deferred Amounts to be Recognized in OPEB Expense in Future Periods</i>		
Differences between Expected and Actual Experience	\$ 293,562	\$ 1,808,648
Changes of Assumptions	-	5,166,110
Net Difference between Projected and Actual Investment Earnings on OPEB Plan Investments	-	1,369
Changes in Proportion and Differences Between Employer Contributions and Share of Contributions	<u>632,613</u>	<u>668,980</u>
 Total Deferred Amounts to be Recognized in OPEB Expense in Future Periods	 926,175	 7,645,107
 <i>OPEB Contributions Made Subsequent to the Measurement Date</i>	 <u>159,213</u>	 <u>-</u>
 Total Deferred Amounts Related to OPEB	 <u>\$ 1,085,388</u>	 <u>\$ 7,645,107</u>

The OPEB contributions made subsequent to the measurement date will be amortized to expense in the next fiscal year.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 8 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Illinois Community College Health Insurance Security Fund – OPEB Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

<u>Deferred Amounts Related to OPEB</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<i>Deferred Amounts to be Recognized in OPEB Expense in Future Periods</i>		
Differences between Expected and Actual Experience	\$ 394,176	\$ 711,265
Changes of Assumptions	-	4,685,879
Net Difference between Projected and Actual Investment		
Earnings on OPEB Plan Investments	-	1,486
Changes in Proportion and Differences Between Employer Contributions and Share of Contributions	<u>946,618</u>	<u>694,507</u>
 Total Deferred Amounts to be Recognized in OPEB Expense in Future Periods	 1,340,794	 6,093,137
 <i>OPEB Contributions Made Subsequent to the Measurement Date</i>	 <u>163,048</u>	 <u>-</u>
 Total Deferred Amounts Related to OPEB	 <u>\$ 1,503,842</u>	 <u>\$ 6,093,137</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB as of the June 30, 2020 measurement date will be recognized in OPEB expense in future periods as follows:

<u>Year Ended June 30,</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2021	\$ (1,810,993)
2022	(1,810,910)
2023	(1,555,511)
2024	(1,003,325)
2025	(538,193)
	<u>\$ (6,718,932)</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 8 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Illinois Community College Health Insurance Security Fund – OPEB Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Actuarial Assumptions and Other Inputs

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

- Inflation – 2.25%
- Salary increases – depends on service and ranges from 12.25% at less than one year of service to 3.25% at 34 or more years of service. Salary increase includes a 3.25% 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 2020 based on premium increases. For fiscal years on or after 2021, trend starts at 8.25% for both non-Medicare costs and post-Medicare costs, and gradually decreases to an ultimate trend of 4.25%. There is no additional trend rate due to the repeal of 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-2017.

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

Discount Rate

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 fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity's index's "20-year Municipal GO AA Index" has been selected. The discount rates are 3.13% as of June 30, 2019 and 2.45% as of June 30, 2020.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 8 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Illinois Community College Health Insurance Security Fund – OPEB Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Sensitivity of the District’s Proportionate Share of CIP’s Net OPEB Liability to Changes in the Single Discount Rate

The following presents the District’s proportionate share of the CIP plan’s net OPEB liability, calculated using a single discount rate of 2.45%, as well as what the District’s proportionate share of the CIP’s plan’s net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.45%) or 1-percentage-point higher (3.45%) than the current discount rate:

Sensitivity of Net OPEB Liability as of June 30, 2020 to the Single Discount Rate Assumption			
	1% Decrease 1.45%	Current Single Discount Rate Assumption 2.45%	1% Increase 3.45%
Net OPEB Liability	\$ 36,821,437	\$ 32,315,776	\$ 28,430,349

Sensitivity of the District’s Proportionate Share of CIP’s Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the District’s proportionate share of the CIP’s plan net OPEB liability, calculated using the healthcare cost trend rates, as well as what the District’s proportionate share of the CIP’s plan’s net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates. The key trend rates are 8.25% in 2021 decreasing to an ultimate trend rate of 4.25% in 2037.

Sensitivity of Net OPEB Liability as of June 30, 2020 to the Healthcare Cost Trend Rate Assumption			
	1% Decrease	Healthcare Cost Trend Rate Assumption	1% Increase
Net OPEB Liability	\$ 26,776,854	\$ 32,315,776	\$ 39,662,892

- One percentage point decrease in healthcare trend rates are 7.25% in 2021 decreasing to an ultimate trend rate of 3.25% in 2037.
- One percentage point increase in healthcare trend rates are 9.25% in 2021 decreasing to an ultimate trend rate of 5.25% in 2037.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 8 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Single Employer Plan

Plan Description and Benefits Provided

The District administers a single-employer defined benefit healthcare plan. The Illinois Central College Retiree Medical and Life Program provides medical, prescription drug, dental, vision, and life insurance benefits to eligible retirees and their spouses. The program is only provided to a group of grandfathered retirees, their dependents, and surviving spouses. The plan is closed to new participants.

Employees Covered by Benefit Terms

The membership as of July 1, 2020 included 0 active participants, 8 retirees and surviving spouses, and 2 spouses of current retirees.

Total OPEB Liability

The District's total OPEB liability of \$1,177,216 and \$1,189,220 at June 30, 2021 and 2020, respectively, were determined by an actuarial valuation dated July 1, 2020 and July 1, 2018, respectively.

Actuarial Assumptions and Other Inputs

The total OPEB liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below, and was then projected forward to the measurement date. Any significant changes during this period have been reflected as prescribed by GASB Statement No. 75.

Discount Rate:

	<u>6/30/2020</u>	<u>6/30/2021</u>
Discount Rate	2.21%	2.16%
20 Year Tax-Exempt Municipal Bond Yield	2.21%	2.16%

The discount rate was based on the 20-year Bond GO Index at the June 30, 2021 and June 30, 2020 reporting dates.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 8 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Single Employer Plan (Continued)

Other Key Actuarial Assumptions

The plan has not had a formal actuarial experience study performed.

	<u>6/30/2020</u>	<u>6/30/2021</u>
Valuation date	July 1, 2018	July 1, 2020
Measurement date	June 30, 2020	June 30, 2021
Inflation	2.30%	2.30%
Salary increases including inflation	2.30%	2.30%
Mortality	RP-2014 adjusted to 2006 White Collar Employee Mortality Table generationally projected using Scale MP-2018. Separate rates for men and women as appropriate.	PubG-2010 Mortality Table with generational projection of future improvements per the MP-2019 Ultimate Scale. This assumption includes a margin for improvements in longevity beyond the valuation date.
Actuarial cost method	Entry Age Normal	Entry Age Normal

Changes in the Total OPEB Liability

Balance as of June 30, 2020	\$	1,189,220
Changes for the Year:		
Interest on Total OPEB Liability		25,269
Effect of Economic/Demographic Gains or Losses		(957)
Effect of Assumptions Changes or Inputs		55,893
Benefit Payments		<u>(92,209)</u>
Balance as of June 30, 2021	<u>\$</u>	<u>1,177,216</u>

Sensitivity Analysis

The following presents the total OPEB liability, calculated using the discount rate of 2.16%, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16%) or 1-percentage-point higher (3.16%) than the current rate.

	<u>1% Decrease 1.16%</u>	<u>Discount Rate 2.16%</u>	<u>1% Increase 3.16%</u>
Total OPEB Liability	\$ 1,035,171	\$ 1,177,216	\$ 1,355,984

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 8 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Single Employer Plan (Continued)

Sensitivity Analysis (Continued)

The following presents the total OPEB liability, calculated using the current healthcare cost trend rates as well as what the total OPEB liability would be if it were calculated using trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current trend rates.

	1% Decrease (Varies)	Current Trend Rate (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 1,064,440	\$ 1,177,216	\$ 1,316,104

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

For the years ended June 30, 2021 and 2020, the District recognized OPEB expense of \$80,205 and \$145,932, respectively. At June 30, 2021 and 2020, the District did not report deferred outflows of resources or deferred inflows of resources related to OPEB.

NOTE 9 RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damages to, and destruction of assets; natural disasters, and medical claims of its employees and their dependents. Claims expenses and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported based upon actuarial estimates and prior experience. The District sponsors a self-insured program for health benefits provided to eligible employees and retirees. At June 30, 2021 and 2020, the estimate of health claims payable and health claims incurred but not reported, based on estimates provided by the claims administrator, amounted to approximately \$685,000 and \$1,085,000, respectively, which is included in accrued liabilities in the statements of net position. The District has stop-loss insurance coverage when annual claims for an individual exceed \$190,000. Individual participants have an unlimited lifetime coverage.

The District purchases commercial insurance for all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

Changes in the claims liability for health benefits in fiscal years 2020 through 2021 were:

Balance - June 30, 2019	\$ 985,468
Current Year Claims and Changes in Estimates	7,752,551
Claims Paid	<u>(7,654,958)</u>
Balance - June 30, 2020	1,083,061
Current Year Claims and Changes in Estimates	6,781,595
Claims Paid	<u>(7,177,157)</u>
Balance - June 30, 2021	<u><u>\$ 687,499</u></u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 10 COMPONENT UNIT – EDUCATIONAL FOUNDATION

Following is condensed financial information of the Illinois Central College Educational Foundation, a discretely presented component unit of the District.

The Foundation is a private nonprofit organization that reports its financial results under applicable Governmental Accounting Standards Board (GASB) Statements.

The financial statements separately identify the net position of the Foundation according to the legal restrictions placed on the assets by donors as follows:

Net Investment in Capital Assets – Includes capital assets, net of accumulated depreciation.

Restricted Net Position – Includes net position that is restricted by donor-imposed stipulations that require the Foundation to expend the resources either for a particular purpose or after the expiration of a certain period of time.

Unrestricted Net Position – Includes net position that is not restricted by donor-imposed stipulations which can be used at the discretion of the Foundation's Board to accomplish the purposes for which the Foundation was founded.

Basis of Accounting

The accompanying financial statements are prepared on the accrual basis.

Revenue Recognition

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. Contributions received with donor-imposed restrictions and related gains and investment income that are met in the same year as received are reported as unrestricted revenues.

Student housing revenue is recognized in the period earned in accordance with the term of the lease.

Donated in-kind contributions are reflected as revenue and expense at the donors' determination of fair market values.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are valued at their fair values in the statements of net position and unrealized gains and losses are reflected in the statements of revenues, expenses, and changes in net position. The realized gain or loss on the sale of a security is based upon the adjusted cost of the specific security.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 10 COMPONENT UNIT – EDUCATIONAL FOUNDATION (CONTINUED)

Investments (Continued)

Investments as of June 30, 2021 and 2020 are as follows:

	2021			
	Level 1	Level 2	Level 3	Total
Bond Mutual Funds	\$ 5,119,370	\$ 4,640,479	\$ -	\$ 9,759,849
Equity Mutual Funds	5,771,335	10,144,746	-	15,916,081
Money Market	23,616	-	-	23,616
Common Stocks	5,699,209	-	-	5,699,209
Beneficial Interest in Remainder Trust	-	-	43,844	43,844
Venture Capital	-	-	25,176	25,176
Total Investments	<u>\$ 16,613,530</u>	<u>\$ 14,785,225</u>	<u>\$ 69,020</u>	<u>\$ 31,467,775</u>

	2020			
	Level 1	Level 2	Level 3	Total
Bond Mutual Funds	\$ 4,683,878	\$ 4,164,783	\$ -	\$ 8,848,661
Equity Mutual Funds	4,466,659	7,557,997	-	12,024,656
Money Market	218,402	-	-	218,402
Common Stocks	4,120,756	-	-	4,120,756
Beneficial Interest in Remainder Trust	-	-	57,550	57,550
Venture Capital	-	-	23,373	23,373
Total Investments	<u>\$ 13,489,695</u>	<u>\$ 11,722,780</u>	<u>\$ 80,923</u>	<u>\$ 25,293,398</u>

Concentration of Credit Risk

By policy, the Foundation may invest no more than 5% of total equity investments in any one issuer. As of June 30, 2021 and 2020, the Foundation held no equity investment with any one issuer that were greater than 5% of total investments.

Interest and dividend income is shown net of investment fees of \$111,526 and \$99,380 for the years ended June 30, 2021 and 2020, respectively.

The applicable rating for the Foundation's investments at June 30, 2021 and 2020, according to *Standard & Poor's* is as follows:

	Credit Rating	Fair Value	
		2021	2020
Money Market Funds:			
Schwab Govt Money Fund	Not Rated	<u>\$ 23,616</u>	<u>\$ 218,402</u>
Metropolitan West Total Return Bond Fund I	AAA	\$ 2,545,063	\$ 2,520,394
Vanguard Short-Term Investment Grade Fund Admiral	BBB	978,138	957,695
Vanguard Short-Term Infl Prot Index Adm	AAA	1,596,169	1,205,789
Multi-Strategy Bond Fund	Not Rated	4,640,479	4,164,783
Total		<u>\$ 9,759,849</u>	<u>\$ 8,848,661</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 10 COMPONENT UNIT – EDUCATIONAL FOUNDATION (CONTINUED)

Capital Assets

A summary of capital assets as of June 30, 2021 and 2020 is as follows:

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
Capital Assets:				
Buildings	\$ 12,357,705	\$ -	\$ -	\$ 12,357,705
Land Improvements	310,861	-	-	310,861
Equipment	816,137	13,904	-	830,041
Total Capital Assets	<u>13,484,703</u>	<u>13,904</u>	<u>-</u>	<u>13,498,607</u>
Less Accumulated Depreciation for:				
Buildings	6,748,344	426,128	-	7,174,472
Land Improvements	195,917	10,840	-	206,757
Equipment	674,380	51,579	-	725,959
Total Accumulated Depreciation	<u>7,618,641</u>	<u>488,547</u>	<u>-</u>	<u>8,107,188</u>
Capital Assets, Net	<u>\$ 5,866,062</u>	<u>\$ (474,643)</u>	<u>\$ -</u>	<u>\$ 5,391,419</u>
	Balance June 30, 2019	Additions	Deletions	Balance June 30, 2020
Capital Assets:				
Buildings	\$ 12,357,705	\$ -	\$ -	\$ 12,357,705
Land Improvements	310,861	-	-	310,861
Equipment	799,839	16,298	-	816,137
Total Capital Assets	<u>13,468,405</u>	<u>16,298</u>	<u>-</u>	<u>13,484,703</u>
Less Accumulated Depreciation for:				
Buildings	6,322,216	426,128	-	6,748,344
Land Improvements	184,633	11,284	-	195,917
Equipment	622,824	51,556	-	674,380
Total Accumulated Depreciation	<u>7,129,673</u>	<u>488,968</u>	<u>-</u>	<u>7,618,641</u>
Capital Assets, Net	<u>\$ 6,338,732</u>	<u>\$ (472,670)</u>	<u>\$ -</u>	<u>\$ 5,866,062</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 10 COMPONENT UNIT – EDUCATIONAL FOUNDATION (CONTINUED)

Long-Term Debt

In March of 2007, the City of East Peoria, Illinois (the City), issued \$18,000,000 of revenue refunding bonds to provide financial assistance to the Educational Foundation Student Residence LLC (LLC) in order to refund the Illinois Development Finance Authority variable rate demand revenue bonds (described above), fund a debt service reserve fund for the Series 2007 bonds, and to pay the costs of issuing the bonds. The bonds are payable solely from the amounts required to be deposited by the LLC with a trustee under an agreement with the City, and amounts held in certain funds and accounts established under the agreement. The bonds are secured by all LLC revenues, the on-campus housing facility, and a guaranty by the Foundation of up to \$4,000,000. During the years ended June 30, 2021 and 2020, the Foundation contributed \$875,000 and \$285,900, respectively, to the LLC under this guaranty. At June 30, 2021 and 2020, the Foundation guaranty funding to-date was \$3,802,520 and \$2,927,520, respectively. The bond agreement also requires a financial guaranty insurance policy to insure the payment of principal and interest on the bonds.

The bond requires interest payments due each June 1 and December 1. The agreement also provides for varying annual principal payments that began in June 2010 and end in June 2036. The bonds were issued with varying interest rates ranging from 3.75% to 5.13%. The loan agreement includes covenants related to reporting, maintenance of a minimum debt service coverage ratio, and other matters. At June 30, 2021 and 2020, the LLC was not in compliance with the cash reserve requirements. The remedy for the violation requires management to submit a plan within 60 days of the receipt of the audit report to achieve future compliance with the required ratio.

At June 30, 2021 and 2020, long-term debt consisted of the following:

	<u>2021</u>	<u>2020</u>
Bonds Payable, Interest Payments due Semiannually and Annual Principal Payments Beginning in June 2010, Maturing in June 2036	\$ 15,300,000	\$ 15,730,000
Deferred Amount Related to Refunding	85,435	94,316
Total Long-Term Debt	<u>\$ 15,385,435</u>	<u>\$ 15,824,316</u>

Future maturities of long-term debt at June 30, 2021 are as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2022	\$ 480,000
2023	535,000
2024	585,000
2025	645,000
2026	700,000
Thereafter	12,355,000
Total	<u>\$ 15,300,000</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 10 COMPONENT UNIT – EDUCATIONAL FOUNDATION (CONTINUED)

Changes in Long-Term Debt

	Balance June 30, 2019	Additions	Reductions	Balance June 30, 2020	Additions	Reductions	Balance June 30, 2021
Long-Term Notes Payable	\$ 16,115,000	\$ -	\$ 385,000	\$ 15,730,000	\$ -	\$ 430,000	\$ 15,300,000

Restricted Net Position

Restricted net position at June 30, 2021 and 2020 are available for the following purposes or period:

	2021	2020
Scholarships	\$ 23,117,873	\$ 18,676,842
Student Assistance	97,938	88,222
Equipment	5,402,882	3,565,253
Faculty and Staff Development	197,562	160,279
Restricted Cash:		
Debt Service Fund	1,650,947	1,650,894
Repair and Replacement Fund	676,062	689,796
Revenue Fund	896	85
Operating Reserve Fund	166,865	267,076
Bond Funds	100,513	97,869
Miscellaneous	1,014,710	923,573
Total	<u>\$ 32,426,248</u>	<u>\$ 26,119,889</u>

NOTE 11 CONTINGENCIES

The District is from time to time subject to various claims, legal actions, and inquiries relating to compliance with environmental and other governmental laws and regulations arising in the ordinary course of business. Although it is difficult to quantify the potential impact of these claims, management believes that the ultimate settlement of these matters will not adversely affect the District's future financial condition or results of operations as the District has the ability to levy funds through local real estate taxes specifically for these purposes.

Accordingly, management does not believe that a reserve for the future effect, if any, of these matters on the financial condition or results of operations of the District is necessary at June 30, 2021 and 2020 as it is not possible to determine with any degree of probability the level of future expenditures for these matters.

ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 12 TAX ABATEMENTS

Tax abatements, as defined by GASB Statement No. 77, *Tax Abatement Disclosures*, are agreements between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. This Statement requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues.

Illinois' Tax Increment Financing Act enables cities to finance certain redevelopment costs with the revenue generated from (I) payments in lieu of real estate taxes, as measured by the net increase in assessed valuation resulting from redevelopment and (II) a portion of the increase in other local tax revenue associated with new economic activity. When a tax increment financing (TIF) plan is adopted, real estate taxes in the redevelopment are frozen at their current level. By applying the real estate tax rate of all taxing districts having taxing power within the redevelopment area to the increased assessed valuation resulting from redevelopment, a tax "increment" is produced. The District's estimated net reduced tax revenue resulting from the TIFs adopted in these cities within the District is \$918,732 and \$880,181 for fiscal years 2021 and 2020, respectively.

NOTE 13 UNCERTAINTIES

The World Health Organization previously declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic is having significant effects on global markets, supply chains, businesses, and communities. Specific to the District, COVID-19 may impact various parts of its 2022 operations and financial results. Management believes the District is taking appropriate actions to mitigate the negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as these events are still developing.

REQUIRED SUPPLEMENTARY INFORMATION

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND
LAST TEN FISCAL YEARS**

	Measurement Date			
	6/30/2017	6/30/2018	6/30/2019	6/30/2020
District's Proportion of the Net OPEB Liability	1.827203%	1.783153%	1.780906%	1.772900%
Portion of Nonemployer Contributing Entities' Total Proportion of Collective Net OPEB Liability Associated with Employer	\$ 32,882,316	\$ 33,616,923	\$ 33,633,135	\$ 32,315,776
District's Proportionate Share of the Net OPEB Liability	33,321,554	33,616,923	33,633,135	32,315,776
District's Covered-Employee Payroll	31,704,192	30,857,076	31,972,340	32,609,636
District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered-Employee Payroll	105.10%	108.94%	105.19%	99.10%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	-2.87%	-3.54%	-4.13%	-5.07%

Note: Information is not available prior to 2017. Additional years will be added to future reports, as schedules are intended to show 10 years of historical data.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
 COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND
 LAST TEN FISCAL YEARS**

Fiscal Year Ending June 30,	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Contractually Required Contribution	\$ 158,523	\$ 155,718	\$ 159,863	\$ 163,048	\$ 159,213
Contributions in Relation to the Contractually Required Contribution	<u>158,523</u>	<u>155,718</u>	<u>159,863</u>	<u>163,048</u>	<u>159,213</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered-Employee Payroll	\$ 31,704,192	\$ 30,857,076	\$ 31,972,340	\$ 32,609,636	\$ 31,842,339
Contributions as a Percentage of Covered-Employee Payroll	0.50%	0.50%	0.50%	0.50%	0.50%

Note: Information is not available prior to 2017. Additional years will be added to future reports, as schedules are intended to show 10 years of historical data.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY AND RELATED RATIOS
SINGLE EMPLOYER PLAN
LAST TEN FISCAL YEARS**

Total OPEB Liability	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Interest on Total OPEB Liability	\$ 56,540	\$ 65,213	\$ 38,038	\$ 25,269
Effect of Economic/Demographic Gains or (Losses)	76,339	(724,885)	-	(957)
Effect of Assumption Changes or Inputs	(106,126)	9,371	107,894	55,893
Benefit Payments	<u>(97,000)</u>	<u>(82,628)</u>	<u>(86,320)</u>	<u>(92,209)</u>
Net Change in Total OPEB Liability	(70,247)	(732,929)	59,612	(12,004)
 Total OPEB Liability - Beginning	 <u>1,932,784</u>	 <u>1,862,537</u>	 <u>1,129,608</u>	 <u>1,189,220</u>
 Total OPEB Liability - Ending	 <u>\$ 1,862,537</u>	 <u>\$ 1,129,608</u>	 <u>\$ 1,189,220</u>	 <u>\$ 1,177,216</u>
 Covered Payroll	 N/A	 N/A	 N/A	 N/A
Total OPEB Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A

Note: The District implemented GASB Statement No. 75 in fiscal year 2018, and the above table will be expanded to 10 years of information as the information becomes available.

In the July 1, 2020 actuarial valuation, there was no changes in benefit terms.

In the July 1, 2020 actuarial valuation the following OPEB-related assumption changes were made:

- The discount rate was changed from 3.58 percent at July 1, 2018 to 2.21 percent at July 1, 2020.
- The mortality trend assumption was based on PubG-2010 Mortality Table with generational projection of future improvements per the MP-2019 Ultimate scale. This assumption includes a margin for improvements in longevity beyond the valuation date.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
STATE UNIVERSITIES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS**

	Measurement Period June 30,						
	2014	2015	2016	2017	2018	2019	2020
(a) Proportion Percentage of the Collective Net Pension Liability	0%	0%	0%	0%	0%	0%	0%
(b) Proportion Amount of the Collective Net Pension Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(c) Portion of Nonemployer Contributing Entities' Total Proportion							
Collective Net Pension Liability Associated with Employer	198,536,476	219,538,254	234,476,110	238,936,331	249,458,113	260,404,885	273,532,155
Total (b) + (c)	198,536,476	219,538,254	234,476,110	238,936,331	249,458,113	260,404,885	273,532,155
Employer Covered-Employee Payroll	33,077,933	33,152,768	32,587,851	33,085,983	32,399,819	32,763,535	33,114,445
Proportion of Collective Net Pension Liability Associated with Employer as a Percentage of Covered-Employee Payroll	600.21%	662.20%	719.52%	722.17%	769.94%	794.80%	826.02%
SURS Plan Net Position as a Percentage of Total Pension Liability	44.39%	42.37%	39.57%	42.04%	41.27%	40.71%	39.05%
Federal, Trust, Grant, and Other Contribution	\$ 102,440	\$ 88,314	\$ 79,645	\$ 87,945	\$ 117,342	\$ 147,906	\$ 165,627
Contribution in Relation to Required Contribution	102,440	88,314	79,645	87,945	117,342	147,906	165,627
Contribution Deficiency (Excess)	-	-	-	-	-	-	-
Employer Covered-Employee Payroll	33,077,933	33,152,768	32,587,851	33,085,983	32,399,819	32,763,535	33,114,445
Contributions as a Percentage of Covered-Employee Payroll	0.31%	0.27%	0.24%	0.27%	0.36%	0.45%	0.50%

Note: The System implemented GASB Statement No. 68 in fiscal year 2015. The information above is presented for as many years as available. The Schedule is intended to show information for 10 years.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND
JUNE 30, 2021**

NOTE 1 CHANGES IN BENEFIT TERMS

In the June 30, 2020 and 2019 actuarial valuations, there were no changes in benefit terms.

NOTE 2 CHANGES OF ASSUMPTIONS

In the June 30, 2020 actuarial valuation, the following OPEB-related assumption changes were made:

- The discount rate was changed from 3.13% at June 30, 2019 to 2.45% at June 30, 2020.
- The healthcare trend assumption was updated based on claim and enrollment experience through June 30, 2019, projected plan cost for plan year-end June 30, 2020, premium changes through plan year-end June 30, 2020, and expectation of future trend increases after June 30, 2020.
- Since the Excise Tax was repealed, the Excise Tax trend adjustment was removed.
- Per capita claim costs for plan year-end June 30, 2020 were updated based on projected claims and enrollment experience through June 30, 2020, and updated premium rates through plan year-end 2021.
- Healthcare plan participation rates by plan were updated based on observed experience.

In the June 30, 2019 actuarial valuation, the following OPEB-related assumption changes were made:

- The discount rate was changed from 3.62% at June 30, 2018 to 3.13% at June 30, 2019.
- The healthcare trend assumption was updated based on claim and enrollment experience through June 30, 2018, projected plan cost for plan year-end June 30, 2019, premium changes through plan year-end 2019, and expectation of future trend increases after June 30, 2019.
- The Excise Tax trend adjustment was updated based on available premium and enrollment information as of June 30, 2019.
- Per capita claim costs for plan year -end June 30, 2019 were updated based on projected claims and enrollment experience through June 30, 2019, and updated premium rates through plan year-end 2020.
- Healthcare plan participation rates by plan were updated based on observed experience.

SUPPLEMENTARY FINANCIAL INFORMATION

ILLINOIS CENTRAL COLLEGE DISTRICT 514
COMBINING BALANCE SHEET (MODIFIED ACCRUAL) – ALL FUNDS
JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2020)

	Operating Funds	Special Revenue Funds	Debt Service Fund	Capital Projects Fund	Proprietary Fund	Custodial Fund	Memorandum Totals	
							2021	2020
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES								
ASSETS								
Cash	\$ 31,498,952	\$ 10,738,718	\$ 1,289,409	\$ 11,572,541	\$ 34,368	\$ 932,324	\$ 56,066,312	\$ 24,431,571
Investments	2,656,496	10,264,758	-	4,372,399	-	-	17,293,653	37,304,880
Taxes Receivable	20,077,794	102,067	4,835,407	2,824,961	-	-	27,840,229	28,001,728
Receivable from Other Funds	150,000	-	-	-	-	-	150,000	700,000
Student Accounts Receivable, Less Allowance for Doubtful Accounts	828,367	-	-	-	-	-	828,367	1,673,942
Accrued Interest Receivable	206	32,345	-	-	-	-	32,551	245,702
Other Receivables	1,148,891	2,123,388	22,000	7,843	232,652	-	3,534,774	2,694,479
Inventories	-	-	-	-	359,661	-	359,661	627,371
Prepaid Items	1,199,022	13,230	-	-	2,736	-	1,214,988	1,135,381
Total Assets	<u>57,559,728</u>	<u>23,274,506</u>	<u>6,146,816</u>	<u>18,777,744</u>	<u>629,417</u>	<u>932,324</u>	<u>107,320,535</u>	<u>96,815,054</u>
DEFERRED OUTFLOWS OF RESOURCES								
Subsequent Year's Pension Expense Related to Federal, Trust, or Grant Contributions in the Current Year	-	165,627	-	-	-	-	165,627	147,906
Total Assets and Deferred Outflows of Resources	<u>\$ 57,559,728</u>	<u>\$ 23,440,133</u>	<u>\$ 6,146,816</u>	<u>\$ 18,777,744</u>	<u>\$ 629,417</u>	<u>\$ 932,324</u>	<u>\$ 107,486,162</u>	<u>\$ 96,962,960</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE								
LIABILITIES								
Accounts and Retainage Payable	\$ 919,534	\$ 552,866	\$ -	\$ 316,949	\$ 176,080	\$ -	\$ 1,965,429	\$ 1,314,188
Accrued Liabilities	2,675,546	55,633	-	-	26,203	-	2,757,382	2,078,775
Payable to Other Funds	-	-	-	-	150,000	-	150,000	700,000
Unexpended Scholarship, Loan, and Student Activity Funds	-	-	-	-	-	932,324	932,324	918,314
Accrued Vacation Benefits	848,961	35,355	-	-	81,425	-	965,741	1,026,090
Unearned Revenue:								
Tuition and Fees	2,398,328	-	-	-	93,734	-	2,492,062	2,744,940
Other	-	77,709	-	-	-	-	77,709	165,202
Total Liabilities	<u>6,842,369</u>	<u>721,563</u>	<u>-</u>	<u>316,949</u>	<u>527,442</u>	<u>932,324</u>	<u>9,340,647</u>	<u>8,947,509</u>
DEFERRED INFLOWS OF RESOURCES								
Subsequent Year's Property Taxes	25,434,783	129,350	6,123,937	3,578,509	-	-	35,266,579	35,133,385
FUND BALANCE	<u>25,282,576</u>	<u>22,589,220</u>	<u>22,879</u>	<u>14,882,286</u>	<u>101,975</u>	<u>-</u>	<u>62,878,936</u>	<u>52,882,066</u>
Total Liabilities Deferred Inflows of Resources, and Fund Balance	<u>\$ 57,559,728</u>	<u>\$ 23,440,133</u>	<u>\$ 6,146,816</u>	<u>\$ 18,777,744</u>	<u>\$ 629,417</u>	<u>\$ 932,324</u>	<u>\$ 107,486,162</u>	<u>\$ 96,962,960</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
RECONCILIATION OF THE COMBINING BALANCE SHEET (MODIFIED ACCRUAL) – ALL FUNDS
TO THE STATEMENTS OF NET POSITION (FULL ACCRUAL)
JUNE 30, 2021 AND 2020**

	2021	2020
Total Fund Balances - All Funds	\$ 62,878,936	\$ 52,882,066
<p>Amounts reported in the statements of net position are different because:</p> <p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the individual funds. The cost of the assets and related accumulated depreciation is:</p>		
Cost of Capital Assets	313,660,606	308,963,536
Accumulated Depreciation	(147,291,242)	(140,821,282)
<p>Tuition revenue and certain related expenses for the summer session are deferred in the individual funds but are recognized when earned/incurred in the statements of net position.</p>		
Prepaid Items	(1,116,950)	(1,028,656)
Unearned Tuition Revenue	913,093	981,730
<p>Long-term liabilities and related accrued interest are not due and payable in the current period and, therefore, are not reported as liabilities in the individual funds. Long-term liabilities consist of:</p>		
Capital Lease	(68,686)	(167,464)
Bonds Payable	(25,405,000)	(30,450,000)
Bond Premium	(997,616)	(1,515,984)
Accrued Interest Payable	(80,173)	(101,194)
Net OPEB Liability	(33,492,992)	(34,822,355)
Deferred Outflows of Resources Related to OPEB	1,085,388	1,503,842
Deferred Inflows of Resources Related to OPEB	(7,645,107)	(6,093,137)
Net Position	\$ 162,440,257	\$ 149,331,102

ILLINOIS CENTRAL COLLEGE DISTRICT 514
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (DEFICIT)
(MODIFIED ACCRUAL) – ALL FUNDS
YEAR ENDED JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2020)

	Operating Funds	Special Revenue Funds	Debt Service Fund	Capital Projects Fund	Proprietary Fund	Memorandum Totals	
						2021	2020
REVENUES							
Local Real Estate Taxes	\$ 25,455,357	\$ 129,538	\$ 6,060,799	\$ 3,610,427	\$ -	\$ 35,256,121	\$ 35,213,776
Corporate Personal Property Replacement Tax	4,392,950	-	-	-	-	4,392,950	3,152,921
ICCB State Grants:							
Credit Hour Grant	5,298,735	-	-	-	-	5,298,735	5,227,560
Equalization Grant	50,000	-	-	-	-	50,000	50,000
Other	436,086	341,533	-	-	-	777,619	732,275
Other State Government Sources	-	34,969,264	-	-	-	34,969,264	33,540,608
Federal Government Sources	-	26,140,159	-	-	-	26,140,159	16,534,467
Student Tuition and Fees, Net of Scholarship Allowances of \$783,746 and \$850,941, Respectively	19,023,004	-	-	-	-	19,023,004	21,464,849
Auxiliary Enterprises	-	-	-	-	3,323,071	3,323,071	5,282,311
Investment Income	88,114	32,616	3,988	42,801	-	167,519	1,405,299
Other	314,659	917,184	42,831	-	-	1,274,674	971,777
Total Revenues	<u>55,058,905</u>	<u>62,530,294</u>	<u>6,107,618</u>	<u>3,653,228</u>	<u>3,323,071</u>	<u>130,673,116</u>	<u>123,575,843</u>
EXPENDITURES							
Instruction	23,937,330	19,877,113	-	-	-	43,814,443	44,043,887
Academic Support	2,119,326	1,115,993	-	-	-	3,235,319	3,572,936
Student Services	2,646,576	6,549,064	-	-	-	9,195,640	5,787,609
Public Services	349,595	2,376,455	-	-	-	2,726,050	2,562,479
Operations and Maintenance	8,483,791	3,309,075	-	-	-	11,792,866	12,191,634
Institutional Support	13,345,561	10,138,280	-	-	-	23,483,841	20,335,206
Scholarships, Student Grants, and Waivers	-	12,008,887	-	-	-	12,008,887	15,515,812
Auxiliary Enterprises	-	721,324	-	-	4,485,109	5,206,433	7,669,687
Capital Outlay	-	-	-	3,074,562	-	3,074,562	4,035,582
Debt Service	-	-	6,138,205	-	-	6,138,205	6,077,830
Total Expenditures	<u>50,882,179</u>	<u>56,096,191</u>	<u>6,138,205</u>	<u>3,074,562</u>	<u>4,485,109</u>	<u>120,676,246</u>	<u>121,792,662</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4,176,726	6,434,103	(30,587)	578,666	(1,162,038)	9,996,870	1,783,181
OTHER FINANCING SOURCES (USES)							
Transfers In	32,616	1,325,000	125,000	5,000,000	950,000	7,432,616	1,929,700
Transfers Out	(7,400,000)	(32,616)	-	-	-	(7,432,616)	(1,929,700)
Total Other Financing Sources (Uses)	<u>(7,367,384)</u>	<u>1,292,384</u>	<u>125,000</u>	<u>5,000,000</u>	<u>950,000</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	(3,190,658)	7,726,487	94,413	5,578,666	(212,038)	9,996,870	1,783,181
Fund Balance (Deficit) - Beginning of Year	28,473,234	14,862,733	(71,534)	9,303,620	314,013	52,882,066	51,098,885
FUND BALANCE - END OF YEAR	<u>\$ 25,282,576</u>	<u>\$ 22,589,220</u>	<u>\$ 22,879</u>	<u>\$ 14,882,286</u>	<u>\$ 101,975</u>	<u>\$ 62,878,936</u>	<u>\$ 52,882,066</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
RECONCILIATION OF THE COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE (DEFICIT) (MODIFIED ACCRUAL) – ALL FUNDS
TO THE STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION (FULL ACCRUAL)
YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
Net Change in Fund Balances - All Funds	\$ 9,996,870	\$ 1,783,181
<p>Amounts reported in the statements of revenues, expenses, and changes in net position are different than amounts reported in the individual funds because:</p> <p>Capital outlays are reported in the individual funds as expenditures. However, in the statements of revenues, expenses, and changes in net position, the cost of those assets is allocated over their estimated useful lives as depreciation expense. Below are the depreciation expense and capital outlay for the year:</p>		
Capital Outlay	4,720,768	4,757,555
Depreciation Expense	(6,490,695)	(6,401,751)
<p>The net effect of various miscellaneous transactions involving capital assets (i.e. sales, donations, disposals) is to increase/decrease net position:</p>		
Donation of Capital Assets	-	31,165
Loss on Disposal of Capital Assets	(2,963)	-
<p>The issuance of long-term debt (e.g. bonds, loan, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized in the statement of revenue, expenses and changes in net position. Following is detail of the net effect of these differences in the treatment of long-term debt and related items:</p>		
Repayment of Principal - General Obligation Bonds	5,045,000	4,740,000
Amortization of Premiums	518,368	518,368
Repayment of Principal - Capital Lease	98,778	93,948
<p>Interest expense is reported when paid in the individual funds. However, in the statements of revenues, expenses, and changes in net position, interest expense is recognized when incurred.</p>		
	21,021	19,750
<p>OPEB benefit expenses and payments reported in the statements of revenues, expenses, and changes in net position do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
Benefit Expenses	(892,483)	(1,819,335)
Benefit Contributions	251,422	249,368
<p>Tuition revenue and certain related expenses for the summer session are deferred in the individual funds, but are recognized when earned/incurred in the statements of revenues, expenses, and changes in net position.</p>		
	(156,931)	(81,974)
Change in Net Position	\$ 13,109,155	\$ 3,890,275

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
COMBINING BALANCE SHEET (MODIFIED ACCRUAL)
GENERAL FUND – OPERATING FUNDS
JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2020)**

	Educational Fund	Ancillary Fund	Operations and Maintenance Fund	Memorandum Totals	
ASSETS				2021	2020
Cash	\$ 18,671,852	\$ 8,295,059	\$ 4,532,041	\$ 31,498,952	\$ 19,379,777
Investments	2,656,496	-	-	2,656,496	16,036,066
Taxes Receivable	13,609,214	3,643,619	2,824,961	20,077,794	20,202,218
Receivable from Other Funds	150,000	-	-	150,000	700,000
Student Accounts Receivable, Less Allowance for Doubtful Accounts	828,367	-	-	828,367	1,673,942
Accrued Interest Receivable	206	-	-	206	213,365
Other Receivables	277,483	46,674	824,734	1,148,891	905,578
Prepaid Items	1,199,022	-	-	1,199,022	1,115,625
Total Assets	\$ 37,392,640	\$ 11,985,352	\$ 8,181,736	\$ 57,559,728	\$ 60,226,571
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE					
LIABILITIES					
Accounts Payable	\$ 486,449	\$ 109,743	\$ 323,342	\$ 919,534	\$ 752,759
Accrued Liabilities	2,445,371	62,973	167,202	2,675,546	2,048,062
Accrued Vacation Benefits	579,617	90,866	178,478	848,961	888,493
Unearned Revenue - Tuition and Fees	2,398,328	-	-	2,398,328	2,712,660
Total Liabilities	5,909,765	263,582	669,022	6,842,369	6,401,974
DEFERRED INFLOWS OF RESOURCES					
Subsequent Year's Property Taxes	17,239,474	4,616,800	3,578,509	25,434,783	25,351,363
FUND BALANCE	14,243,401	7,104,970	3,934,205	25,282,576	28,473,234
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 37,392,640	\$ 11,985,352	\$ 8,181,736	\$ 57,559,728	\$ 60,226,571

ILLINOIS CENTRAL COLLEGE DISTRICT 514
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (MODIFIED ACCRUAL)
GENERAL FUND – OPERATING FUNDS
YEAR ENDED JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2020)

	Educational Fund	Ancillary Fund	Operations and Maintenance Fund	Memorandum Totals	
				2021	2020
REVENUES					
Local Real Estate Taxes	\$ 17,364,641	\$ 4,480,289	\$ 3,610,427	\$ 25,455,357	\$ 25,479,113
Corporate Personal Property Replacement Tax	-	-	4,392,950	4,392,950	3,152,921
ICCB State Grants:					
Credit Hour Grant	3,974,051	-	1,324,684	5,298,735	5,227,560
Equalization Grant	37,500	-	12,500	50,000	50,000
Other	436,086	-	-	436,086	393,501
Student Tuition and Fees, Net of Scholarship Allowances of \$783,746 and \$850,941, Respectively	19,023,004	-	-	19,023,004	21,464,849
Investment Income	69,453	-	18,661	88,114	884,794
Other	72,340	6,001	236,318	314,659	534,647
Total Revenues	40,977,075	4,486,290	9,595,540	55,058,905	57,187,385
EXPENDITURES					
Instruction	23,937,330	-	-	23,937,330	25,251,657
Academic Support	2,119,326	-	-	2,119,326	2,467,260
Student Services	2,646,083	493	-	2,646,576	2,804,929
Public Services	349,595	-	-	349,595	414,372
Operations and Maintenance	-	1,481,024	7,002,767	8,483,791	8,987,257
Institutional Support	10,225,264	3,120,297	-	13,345,561	13,097,543
Total Expenditures	39,277,598	4,601,814	7,002,767	50,882,179	53,023,018
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,699,477	(115,524)	2,592,773	4,176,726	4,164,367
OTHER FINANCING SOURCES (USES)					
Transfers In	32,616	-	-	32,616	304,700
Transfers Out	(2,400,000)	-	(5,000,000)	(7,400,000)	(1,625,000)
Total Other Financing Sources (Uses)	(2,367,384)	-	(5,000,000)	(7,367,384)	(1,320,300)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(667,907)	(115,524)	(2,407,227)	(3,190,658)	2,844,067
Fund Balance - Beginning of Year	14,911,308	7,220,494	6,341,432	28,473,234	25,629,167
FUND BALANCE - END OF YEAR	\$ 14,243,401	\$ 7,104,970	\$ 3,934,205	\$ 25,282,576	\$ 28,473,234

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
COMBINING BALANCE SHEET (MODIFIED ACCRUAL)
SPECIAL REVENUE FUNDS
JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2020)**

	Audit	Current	Working	Memorandum Totals	
	Fund	Restricted Fund	Cash Fund	2021	2020
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
ASSETS					
Cash	\$ 297,614	\$ 10,430,274	\$ 10,830	\$ 10,738,718	\$ 1,010,110
Investments	-	400,000	9,864,758	10,264,758	13,121,107
Taxes Receivable	102,067	-	-	102,067	102,986
Accrued Interest Receivable	-	-	32,345	32,345	32,337
Other Receivables	-	2,123,388	-	2,123,388	1,237,771
Prepaid Items	-	13,230	-	13,230	15,440
Total Assets	<u>399,681</u>	<u>12,966,892</u>	<u>9,907,933</u>	<u>23,274,506</u>	<u>15,519,751</u>
DEFERRED OUTFLOWS OF RESOURCES					
Subsequent Year's Pension Expense Related to Federal, Trust, or Grant Contributions in the Current Year	-	165,627	-	165,627	147,906
Total Assets and Deferred Outflows of Resources	<u>\$ 399,681</u>	<u>\$ 13,132,519</u>	<u>\$ 9,907,933</u>	<u>\$ 23,440,133</u>	<u>\$ 15,667,657</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE					
LIABILITIES					
Accounts Payable	\$ 3,150	\$ 549,716	\$ -	\$ 552,866	\$ 425,331
Accrued Liabilities	-	55,633	-	55,633	20,022
Accrued Vacation Benefits	-	35,355	-	35,355	65,180
Unearned Revenue	-	77,709	-	77,709	165,202
Total Liabilities	<u>3,150</u>	<u>718,413</u>	<u>-</u>	<u>721,563</u>	<u>675,735</u>
DEFERRED INFLOWS OF RESOURCES					
Subsequent Year's Property Taxes	129,350	-	-	129,350	129,189
FUND BALANCE	<u>267,181</u>	<u>12,414,106</u>	<u>9,907,933</u>	<u>22,589,220</u>	<u>14,862,733</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 399,681</u>	<u>\$ 13,132,519</u>	<u>\$ 9,907,933</u>	<u>\$ 23,440,133</u>	<u>\$ 15,667,657</u>

ILLINOIS CENTRAL COLLEGE DISTRICT 514
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
(MODIFIED ACCRUAL)
SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2020)

	Audit Fund	Current Restricted Fund	Working Cash Fund	Memorandum Totals	
				2021	2020
REVENUES					
Local Real Estate Taxes	\$ 129,538	\$ -	\$ -	\$ 129,538	\$ 130,047
ICCB State Grants:					
Other	-	341,533	-	341,533	338,774
Other State Government Sources	-	34,969,264	-	34,969,264	33,540,608
Federal Government Sources	-	26,140,159	-	26,140,159	16,534,467
Investment Income	-	-	32,616	32,616	304,700
Other	-	917,184	-	917,184	392,066
Total Revenues	<u>129,538</u>	<u>62,368,140</u>	<u>32,616</u>	<u>62,530,294</u>	<u>51,240,662</u>
EXPENDITURES					
Instruction	-	19,877,113	-	19,877,113	18,792,230
Academic Support	-	1,115,993	-	1,115,993	1,105,676
Student Services	-	6,549,064	-	6,549,064	2,982,680
Public Services	-	2,376,455	-	2,376,455	2,148,107
Auxiliary Services	-	721,324	-	721,324	1,255,237
Operations and Maintenance	-	3,309,075	-	3,309,075	3,204,377
Institutional Support	131,284	10,006,996	-	10,138,280	7,237,663
Scholarships, Student Grants, and Waivers	-	12,008,887	-	12,008,887	15,515,812
Total Expenditures	<u>131,284</u>	<u>55,964,907</u>	<u>-</u>	<u>56,096,191</u>	<u>52,241,782</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					
	(1,746)	6,403,233	32,616	6,434,103	(1,001,120)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	1,325,000	-	1,325,000	275,000
Transfers Out	-	-	(32,616)	(32,616)	(304,700)
Total Other Financing Sources (Uses)	<u>-</u>	<u>1,325,000</u>	<u>(32,616)</u>	<u>1,292,384</u>	<u>(29,700)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES					
	(1,746)	7,728,233	-	7,726,487	(1,030,820)
Fund Balance - Beginning of Year	<u>268,927</u>	<u>4,685,873</u>	<u>9,907,933</u>	<u>14,862,733</u>	<u>15,893,553</u>
FUND BALANCE - END OF YEAR	<u>\$ 267,181</u>	<u>\$ 12,414,106</u>	<u>\$ 9,907,933</u>	<u>\$ 22,589,220</u>	<u>\$ 14,862,733</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
BALANCE SHEET (MODIFIED ACCRUAL)
DEBT SERVICE FUND – GENERAL OBLIGATION BOND FUND
JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2020)**

	2021	2020
ASSETS		
Cash	\$ 1,289,409	\$ 1,131,245
Taxes Receivable	4,835,407	4,832,244
Other Receivables	22,000	23,208
Total Assets	\$ 6,146,816	\$ 5,986,697
DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE (DEFICIT)		
DEFERRED INFLOWS OF RESOURCES		
Subsequent Year's Property Taxes	\$ 6,123,937	\$ 6,058,231
FUND BALANCE (DEFICIT)	22,879	(71,534)
Total Deferred Inflows of Resources and Fund Balance (Deficit)	\$ 6,146,816	\$ 5,986,697

ILLINOIS CENTRAL COLLEGE DISTRICT 514
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (DEFICIT)
(MODIFIED ACCRUAL)
DEBT SERVICE FUND – GENERAL OBLIGATION BOND FUND
YEAR ENDED JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2020)

	2021	2020
REVENUES		
Local Real Estate Taxes	\$ 6,060,799	\$ 6,008,334
Investment Income	3,988	33,875
Other	42,831	45,064
Total Revenues	6,107,618	6,087,273
EXPENDITURES		
Debt Service:		
Principal	5,045,000	4,740,000
Interest Expense	1,088,205	1,332,830
Other	5,000	5,000
Total Expenditures	6,138,205	6,077,830
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(30,587)	9,443
OTHER FINANCING SOURCES		
Transfers In	125,000	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	94,413	9,443
Fund Deficit - Beginning of Year	(71,534)	(80,977)
FUND BALANCE (DEFICIT) - END OF YEAR	\$ 22,879	\$ (71,534)

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
BALANCE SHEET (MODIFIED ACCRUAL)
CAPITAL PROJECTS FUND – OPERATIONS AND MAINTENANCE FUND – RESTRICTED
JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2020)**

	2021	2020
ASSETS		
Cash	\$ 11,572,541	\$ 1,832,138
Investments	4,372,399	8,147,707
Taxes Receivable	2,824,961	2,864,280
Other Receivables	7,843	119,034
	<u>18,777,744</u>	<u>12,963,159</u>
Total Assets	<u>\$ 18,777,744</u>	<u>\$ 12,963,159</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
LIABILITIES		
Accounts and Retainage Payable	\$ 316,949	\$ 64,937
DEFERRED INFLOWS OF RESOURCES		
Subsequent Year's Property Taxes	3,578,509	3,594,602
FUND BALANCE	<u>14,882,286</u>	<u>9,303,620</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 18,777,744</u>	<u>\$ 12,963,159</u>

ILLINOIS CENTRAL COLLEGE DISTRICT 514
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
(MODIFIED ACCRUAL)
CAPITAL PROJECTS FUND – OPERATIONS AND MAINTENANCE FUND – RESTRICTED
YEAR ENDED JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2020)

	<u>2021</u>	<u>2020</u>
REVENUES		
Local Real Estate Taxes	\$ 3,610,427	\$ 3,596,282
Investment Income	42,801	181,930
Total Revenues	<u>3,653,228</u>	<u>3,778,212</u>
EXPENDITURES		
Capital Outlay	<u>3,074,562</u>	<u>4,035,582</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	578,666	(257,370)
OTHER FINANCING SOURCES		
Transfers In	<u>5,000,000</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	5,578,666	(257,370)
Fund Balance - Beginning of Year	<u>9,303,620</u>	<u>9,560,990</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 14,882,286</u></u>	<u><u>\$ 9,303,620</u></u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
BALANCE SHEET (FULL ACCRUAL)
PROPRIETARY FUND – AUXILIARY
JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2020)**

	<u>2021</u>	<u>2020</u>
ASSETS		
Cash	\$ 34,368	\$ 162,605
Other Receivables	232,652	406,270
Inventories	359,661	627,371
Prepaid Items	<u>2,736</u>	<u>4,316</u>
Total Assets	<u><u>\$ 629,417</u></u>	<u><u>\$ 1,200,562</u></u>
LIABILITIES AND NET POSITION		
LIABILITIES		
Accounts Payable	\$ 176,080	\$ 71,161
Accrued Liabilities	26,203	10,691
Payable to Other Funds	150,000	700,000
Accrued Vacation Benefits	81,425	72,417
Unearned Revenue:		
Tuition and Fees	<u>93,734</u>	<u>32,280</u>
Total Liabilities	<u>527,442</u>	<u>886,549</u>
NET POSITION	<u>101,975</u>	<u>314,013</u>
Total Liabilities and Net Position	<u><u>\$ 629,417</u></u>	<u><u>\$ 1,200,562</u></u>

ILLINOIS CENTRAL COLLEGE DISTRICT 514
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION (FULL ACCRUAL)
PROPRIETARY FUND – AUXILIARY
YEAR ENDED JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2020)

	2021	2020
OPERATING REVENUES		
Bookstore	\$ 2,867,239	\$ 3,324,987
Food Services	12,854	632,154
Other	442,978	1,325,170
Total Operating Revenues	3,323,071	5,282,311
OPERATING EXPENSES		
Salaries	1,397,618	2,446,467
Employee Benefits	273,015	402,947
Contractual Services	169,395	302,934
General Material and Supplies	2,343,886	2,800,579
Fixed Charges	114,219	194,852
Utilities	360	960
Conferences and Meetings	125,990	205,031
Other	60,626	60,680
Total Operating Expenses	4,485,109	6,414,450
NET LOSS RELATED TO OPERATING ACTIVITIES	(1,162,038)	(1,132,139)
TRANSFERS IN	950,000	1,350,000
CHANGE IN NET POSITION	(212,038)	217,861
Net Position - Beginning of Year	314,013	96,152
NET POSITION - END OF YEAR	\$ 101,975	\$ 314,013

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
BALANCE SHEET (MODIFIED ACCRUAL)
CUSTODIAL FUND
JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2020)**

	2021	2020
ASSETS		
Cash	\$ 932,324	\$ 915,696
Other Receivables	-	2,618
Total Assets	\$ 932,324	\$ 918,314
LIABILITIES		
Unexpended Scholarship, Loan, and Student Activity Funds	\$ 932,324	\$ 918,314

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
SCHEDULE OF EQUALIZED ASSESSED VALUATIONS AND TAXES EXTENDED
LEVY YEARS 2020 AND 2019**

	<u>2020 Levy</u>	<u>2019 Levy</u>
EQUALIZED ASSESSED VALUATION		
Bureau County	\$ 21,846,194	\$ 21,137,316
Livingston County	48,388,022	46,777,774
Logan County	9,255,426	8,860,846
Marshall County	192,872,738	195,158,885
Mason County	59,102,912	55,861,323
McLean County	11,232,256	10,769,230
Peoria County	3,360,136,819	3,395,327,592
Stark County	33,488,474	35,197,893
Tazewell County	2,594,879,309	2,577,093,275
Woodford County	939,590,816	926,033,217
Total	<u>\$ 7,270,792,966</u>	<u>\$ 7,272,217,351</u>
TAX RATES (PER \$100 OF EQUALIZED ASSESSED VALUATION)		
Educational Fund	0.23710	0.23770
Operations and Maintenance Fund	0.04920	0.04940
General Obligation Bond Fund	0.08420	0.08330
Operations and Maintenance Fund - Restricted	0.04920	0.04940
Audit Fund	0.00180	0.00180
Ancillary (Liability, Protection, and Settlement) Fund	0.06350	0.06140
Total	<u>0.48500</u>	<u>0.48300</u>
TAXES EXTENDED		
Educational Fund	\$ 17,239,474	\$ 17,288,537
Operations and Maintenance Fund	3,578,509	3,594,602
Bond and Interest Fund	6,123,937	6,058,231
Operations and Maintenance Fund - Restricted	3,578,509	3,594,602
Audit Fund	129,350	129,189
Ancillary (Liability, Protection, and Settlement) Fund	4,616,800	4,468,224
Total	<u>\$ 35,266,579</u>	<u>\$ 35,133,385</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
SUMMARY OF TAXES RECEIVABLE AND TAX COLLECTIONS
LEVY YEARS 2020 AND 2019**

Levy Year	Equalized Assessed Valuation	Combined Rate	Taxes Extended	Total Collected to June 30, 2020	Collected During Year Ended June 30, 2021	Total Collected to June 30, 2021	Percent Collected June 30, 2021
2019	\$ 7,272,217,351	0.48300	\$ 35,133,385	\$ 7,131,657	\$ 28,084,875	\$ 35,216,532	100.24 %
2020	7,270,792,966	0.48500	35,266,579	-	7,426,350	7,426,350	21.06
Total				<u>\$ 7,131,657</u>	<u>\$ 35,511,225</u>	<u>\$ 42,642,882</u>	

UNIFORM FINANCIAL STATEMENTS

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
UNIFORM FINANCIAL STATEMENT NO. 1
ALL FUNDS SUMMARY
YEAR ENDED JUNE 30, 2021**

	Educational Fund	Operations and Maintenance Fund	Ancillary Fund	Audit Fund	Current Restricted Fund	General Obligation Bond Fund	Operations and Maintenance Fund - Restricted	Auxiliary Fund	Working Cash Fund	Total
FUND BALANCE - JUNE 30, 2020	\$ 14,911,308	\$ 6,341,432	\$ 7,220,494	\$ 268,927	\$ 4,685,873	\$ (71,534)	\$ 9,303,620	\$ 314,013	\$ 9,907,933	\$ 52,882,066
REVENUES										
Local Tax	17,364,641	8,003,377	4,480,289	129,538	-	6,060,799	3,610,427	-	-	39,649,071
ICCB Grants	4,447,637	1,337,184	-	-	341,533	-	-	-	-	6,126,354
Other State Revenue	-	-	-	-	34,969,264	-	-	-	-	34,969,264
Federal	-	-	-	-	26,140,159	-	-	-	-	26,140,159
Student Tuition and Fees	19,023,004	-	-	-	-	-	-	-	-	19,023,004
Other	141,793	254,979	6,001	-	917,184	46,819	42,801	3,323,071	32,616	4,765,264
Total Revenues	40,977,075	9,595,540	4,486,290	129,538	62,368,140	6,107,618	3,653,228	3,323,071	32,616	130,673,116
EXPENDITURES										
Instruction	23,937,330	-	-	-	19,877,113	-	-	-	-	43,814,443
Academic Support	2,119,326	-	-	-	1,115,993	-	-	-	-	3,235,319
Student Services	2,646,083	-	493	-	6,549,064	-	-	-	-	9,195,640
Public Services	349,595	-	-	-	2,376,455	-	-	-	-	2,726,050
Auxiliary Services	-	-	-	-	721,324	-	-	4,485,109	-	5,206,433
Operations and Maintenance	-	7,002,767	1,481,024	-	3,309,075	-	3,074,562	-	-	14,867,428
Institutional Support	10,225,264	-	3,120,297	131,284	10,006,996	-	-	-	-	23,483,841
Scholarships, Student Grants, and Waivers	-	-	-	-	12,008,887	-	-	-	-	12,008,887
Debt Service	-	-	-	-	-	6,138,205	-	-	-	6,138,205
Total Expenditures	39,277,598	7,002,767	4,601,814	131,284	55,964,907	6,138,205	3,074,562	4,485,109	-	120,676,246
NET TRANSFERS	(2,367,384)	(5,000,000)	-	-	1,325,000	125,000	5,000,000	950,000	(32,616)	-
FUND BALANCE - JUNE 30, 2021	<u>\$ 14,243,401</u>	<u>\$ 3,934,205</u>	<u>\$ 7,104,970</u>	<u>\$ 267,181</u>	<u>\$ 12,414,106</u>	<u>\$ 22,879</u>	<u>\$ 14,882,286</u>	<u>\$ 101,975</u>	<u>\$ 9,907,933</u>	<u>\$ 62,878,936</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
UNIFORM FINANCIAL STATEMENT NO. 2
SUMMARY OF CAPITAL ASSETS AND DEBT
YEAR ENDED JUNE 30, 2021**

	<u>July 1, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers</u>	<u>June 30, 2021</u>
CAPITAL ASSETS					
Land and Improvements	\$ 29,955,027	\$ 13,592	\$ -	\$ 15,302	\$ 29,983,921
Buildings, Additions, and Improvements	220,780,564	234,123	-	2,208,998	223,223,685
Equipment	57,881,709	1,761,378	(23,698)	-	59,619,389
Construction in Progress	346,236	2,711,675	-	(2,224,300)	833,611
Accumulated Depreciation	(140,821,282)	(6,490,695)	20,735	-	(147,291,242)
Net Capital Assets	<u>\$ 168,142,254</u>	<u>\$ (1,769,927)</u>	<u>\$ (2,963)</u>	<u>\$ -</u>	<u>\$ 166,369,364</u>
FIXED DEBT					
Bonds Payable	\$ 30,450,000	\$ -	\$ (5,045,000)	\$ -	\$ 25,405,000
Capital Lease	167,464	-	(98,778)	-	68,686
OPEB Liability - CIP	33,633,135	-	(1,317,359)	-	32,315,776
Total Fixed Debt	<u>\$ 64,250,599</u>	<u>\$ -</u>	<u>\$ (6,461,137)</u>	<u>\$ -</u>	<u>\$ 57,789,462</u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
UNIFORM FINANCIAL STATEMENT NO. 3
OPERATING FUNDS – REVENUES AND EXPENDITURES
YEAR ENDED JUNE 30, 2021**

	Educational Fund	Operations and Maintenance Fund	Total Operating Funds
OPERATING REVENUES BY SOURCE			
Local Government:			
Property Taxes	\$ 17,364,641	\$ 3,610,427	\$ 20,975,068
Corporate Personal Property Tax	-	4,392,950	4,392,950
Total Local Government	17,364,641	8,003,377	25,368,018
State Government:			
ICCB Credit Hour Grants	3,974,051	1,324,684	5,298,735
ICCB Equalization Grants	37,500	12,500	50,000
ICCB Career and Technical	436,086	-	436,086
Total State Government	4,447,637	1,337,184	5,784,821
Student Tuition and Fees:			
Tuition	18,215,850	-	18,215,850
Fees	807,154	-	807,154
Total Tuition and Fees	19,023,004	-	19,023,004
Other Sources:			
Sales and Service Fees	14,305	-	14,305
Investment Income	69,453	18,661	88,114
Other	58,035	236,318	294,353
Total Other Sources	141,793	254,979	396,772
 Total Revenue	 40,977,075	 9,595,540	 50,572,615
Less Nonoperating Items:*			
Tuition Chargeback Revenue	-	-	-
 Adjusted Revenue	 <u>\$ 40,977,075</u>	 <u>\$ 9,595,540</u>	 <u>\$ 50,572,615</u>

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

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
UNIFORM FINANCIAL STATEMENT NO. 3 (CONTINUED)
OPERATING FUNDS – REVENUES AND EXPENDITURES
YEAR ENDED JUNE 30, 2021**

	Educational Fund	Operations and Maintenance Fund	Total Operating Funds
OPERATING EXPENDITURES			
By Program:			
Instruction	\$ 23,937,330	\$ -	\$ 23,937,330
Academic Support	2,119,326	-	2,119,326
Student Services	2,646,083	-	2,646,083
Public Services	349,595	-	349,595
Operations and Maintenance	-	7,002,767	7,002,767
Institutional Support	10,225,264	-	10,225,264
Total Expenditures	39,277,598	7,002,767	46,280,365
Less Nonoperating Items:*			
Tuition Chargeback Expenditures	-	-	-
Adjusted Expenditures	\$ 39,277,598	\$ 7,002,767	\$ 46,280,365
By Object:			
Salaries	\$ 28,868,599	\$ 3,086,029	\$ 31,954,628
Employee Benefits	4,409,999	802,571	5,212,570
Contractual Services	2,024,238	296,925	2,321,163
General Materials and Supplies	1,833,870	693,103	2,526,973
Conference and Meeting	59,849	1,502	61,351
Fixed Charges	1,230,124	339,063	1,569,187
Utilities	30,935	1,459,933	1,490,868
Capital Outlay	378,718	323,641	702,359
Other	441,266	-	441,266
Total Expenditures	39,277,598	7,002,767	46,280,365
Less Nonoperating Items:*			
Tuition Chargeback Expenditures	-	-	-
Adjusted Expenditures	\$ 39,277,598	\$ 7,002,767	\$ 46,280,365

* Intercollege expenditures that do not generate related local college credit hours are subtracted to allow for statewide comparisons.

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
UNIFORM FINANCIAL STATEMENT NO. 4
CURRENT RESTRICTED FUNDS – REVENUES AND EXPENDITURES
YEAR ENDED JUNE 30, 2021**

	<u>Restricted Purposes Fund</u>
REVENUE BY SOURCE	
State Government:	
State Adult Ed - State Basic	\$ 239,515
State Adult Ed - Performance	102,018
SURS - On Behalf	30,055,176
Other	4,914,088
Total State Government	<u>35,310,797</u>
Federal Government:	
Department of Education	22,113,510
Department of Labor	4,405
Other	4,022,244
Total Federal Government	<u>26,140,159</u>
Other Sources	<u>917,184</u>
Total Restricted Purposes Fund Revenue	<u><u>\$ 62,368,140</u></u>
EXPENDITURES BY PROGRAM	
Instruction	\$ 19,877,113
Academic Support	1,115,993
Scholarships, Student Grants, and Waivers	12,008,887
Student Services	6,549,064
Public Services	2,376,455
Auxiliary Services	721,324
Operations and Maintenance	3,309,075
Institutional Support	10,006,996
Total Restricted Purposes Fund Expenditures	<u><u>\$ 55,964,907</u></u>
EXPENDITURES BY OBJECT	
Salaries	\$ 2,587,043
Employee Benefits (Includes SURS On-behalf)	30,776,990
Contractual Services	2,307,313
Financial Aid	15,491,605
General Materials and Supplies	3,293,436
Conference and Meeting Expenses	119,291
Fixed Charges	146,659
Utilities	51,046
Capital Outlay	934,669
Other	256,855
Total Restricted Purposes Fund Expenditures	<u><u>\$ 55,964,907</u></u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
UNIFORM FINANCIAL STATEMENT NO. 5
CURRENT FUNDS – EXPENDITURES BY ACTIVITY
YEAR ENDED JUNE 30, 2021**

INSTRUCTION

Instructional Programs	\$ 24,506,859
Other (Including SURS On-Behalf)	<u>19,307,584</u>
Total Instruction	43,814,443

ACADEMIC SUPPORT

Library Center	799,032
Instructional Materials Center	24,990
Academic Computing Support	745,055
Academic Administration and Plan	78,384
Other (Including SURS On-Behalf)	<u>1,587,858</u>
Total Academic Support	3,235,319

STUDENT SERVICES SUPPORT

Admissions and Records	1,018,727
Counseling and Career Services	1,315,960
Financial Aid Administration	463,258
Other (Including SURS On-Behalf)	<u>6,397,695</u>
Total Student Services Support	9,195,640

PUBLIC SERVICES

Other (Including SURS On-Behalf)	2,726,050
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AUXILIARY SERVICES

5,206,433

OPERATIONS AND MAINTENANCE

Maintenance	2,133,721
Custodial Services	1,795,751
Grounds Maintenance	732,353
Campus Security	1,447,512
Transportation	345,018
Administration	1,762,459
Other (Including SURS On-Behalf)	<u>3,576,052</u>
Total Operations and Maintenance	11,792,866

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
UNIFORM FINANCIAL STATEMENT NO. 5 (CONTINUED)
CURRENT FUNDS – EXPENDITURES BY ACTIVITY
YEAR ENDED JUNE 30, 2021**

INSTITUTIONAL SUPPORT

Executive Management	\$ 1,339,278
Fiscal Operations	791,855
Community Relations	1,515,386
Administrative Support Services	1,399,829
Board Of Trustees	72,710
General Institutional	4,224,382
Institutional Research	305,118
Administrative Data Processing	4,737,128
Other (Including SURS On-Behalf)	9,098,155
Total Institutional Support	<u>23,483,841</u>

SCHOLARSHIPS, STUDENT GRANTS, AND WAIVERS

12,008,887

Total Current Funds Expenditures

\$ 111,463,479

Note: Current funds include the Educational; Operations and Maintenance;
Ancillary; Audit; Current Restricted, and Auxiliary Funds.

**ILLINOIS COMMUNITY COLLEGE BOARD (ICCB)
STATE GRANTS SECTION**



INDEPENDENT AUDITORS' REPORT ON THE ADULT EDUCATION AND FAMILY LITERACY GRANTS PROGRAM

Board of Trustees
Illinois Central College District 514
East Peoria, Illinois

We have audited the accompanying financial statements of the Adult Education and Family Literacy Grants Program of Illinois Central College District 514 (the District), which comprise the combining statement of net position as of June 30, 2021, and the related combining statement of revenues, expenditures and changes in net position for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Adult Education and Family Literacy Grants Program of Illinois Central College District 514 as of June 30, 2021, and the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Emphasis of Matter

The financial statements of the Adult Education and Family Literacy Grants Program are intended to present the net position and changes in net position of only that portion of the business-type activities of Illinois Central College District 514 that is attributable to the Adult Education and Family Literacy Grants Program. These financial statements do not purport to, and do not, present fairly the statement of net position of Illinois Central College District 514 as of June 30, 2021, or the revenues, expenditures, and changes in net position, 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.

Other Information

Our audit was conducted for the purpose of forming an opinion on the Adult Education and Family Literacy Grants Program's financial statements as a whole. The supplementary schedule on page 78 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.



CliftonLarsonAllen LLP

Peoria, Illinois
November 11, 2021



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE

Board of Trustees
Illinois Central College District 514
East Peoria, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the Adult Education and Family Literacy Grants Program of Illinois Central College District 514 (the District), which comprise the combining statement of net position as of June 30, 2021, and the related combining statement of revenues, expenditures, and changes in net position for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 11, 2021.

In connection with our audit, nothing came to our attention that caused us to believe that the District failed to comply with the terms or conditions of the grant policy guidelines of the Illinois Community College Board's Fiscal Management Manual, insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the District's noncompliance with the above-referenced terms or conditions of the grant policy guidelines of the Illinois Community College Board's Fiscal Management Manual, insofar as they relate to accounting matters.

The purpose of this report is solely to describe the scope of our testing of compliance relating to the Illinois Community College Board's Fiscal Management Manual and the results of that testing, and not to provide an opinion on compliance. Accordingly, this communication is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Peoria, Illinois
November 11, 2021

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
ILLINOIS COMMUNITY COLLEGE BOARD
ADULT EDUCATION AND FAMILY LITERACY GRANTS PROGRAM
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2021**

	<u>State Basic</u>	<u>Performance</u>	<u>Total</u>
ASSETS			
Cash	\$ 8,180	\$ 767	\$ 8,947
LIABILITIES AND NET POSITION			
Liabilities:			
Accounts Payable	<u>8,180</u>	<u>767</u>	<u>8,947</u>
Net Position	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
ILLINOIS COMMUNITY COLLEGE BOARD
ADULT EDUCATION AND FAMILY LITERACY GRANTS PROGRAM
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN NET POSITION
YEAR ENDED JUNE 30, 2021**

	State Basic	Performance	Total
REVENUES			
Illinois Community College Board Grant	\$ 239,515	\$ 102,018	\$ 341,533
EXPENDITURES BY PROGRAM			
Instructional and Student Services:			
Instruction	141,145	67,448	208,593
Guidance Services	37,497	-	37,497
Assessment and Testing	16,677	10,454	27,131
Subtotal Instructional and Student Services	195,319	77,902	273,221
Program Support:			
General Administration	22,269	5,309	27,578
Operations and Maintenance of Plant Services	5,028	4,043	9,071
Data and Information Services	16,899	14,764	31,663
Subtotal Program Support	44,196	24,116	68,312
Total Expenditures	239,515	102,018	341,533
EXCESS OF REVENUE OVER EXPENDITURES	-	-	-
Net Position - Beginning of Year	-	-	-
NET POSITION - END OF YEAR	\$ -	\$ -	\$ -

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
ILLINOIS COMMUNITY COLLEGE BOARD
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

NOTE 1 BACKGROUND INFORMATION ON STATE GRANT ACTIVITY

Adult Education and Family Literacy Grant Programs

State Basic Grant

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

Performance Grant

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

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

The accompanying statements include only those transactions resulting from the ICCB Adult Education and Family Literacy Grants of the District. These transactions have been accounted for in the Restricted Purposes Fund.

Basis of Accounting

The statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

ILLINOIS CENTRAL COLLEGE DISTRICT 514
ILLINOIS COMMUNITY COLLEGE BOARD
SUPPLEMENTARY SCHEDULE
ADULT EDUCATION AND FAMILY LITERACY GRANTS PROGRAM
YEAR ENDED JUNE 30, 2021

	Audited Expenditure Amount	Actual Expenditure Percentage
STATE BASIC		
Instruction (45% Minimum Required)	\$ 141,145	58.93 %
General Administration (15% Maximum Allowed)	22,269	9.30

**ILLINOIS CENTRAL COLLEGE DISTRICT 514
DOCUMENTATION OF RESIDENCY VERIFICATION STEPS
JUNE 30, 2021
(UNAUDITED)**

THE DISTRICT'S RESIDENCY REQUIREMENTS AND PROCEDURES

Illinois Community College Board rules specify that each district shall adopt a process for verifying the residency status of its students. Following is a brief outline of Illinois Central College's (ICC) processes and procedures for verifying residency:

- 1) New enrollments are not allowed until the new student completes the ICC application for enrollment.
 - At this time, the identification of the new student is checked against the information disclosed on the application.
- 2) Residency status is first determined by the high school from which the student graduated as stated on the student application.
 - If stated high school is outside the district and the student would like to appeal for the in-district tuition rate, the student must complete an internal residency questionnaire and submit any of the following documents for evaluation (items in 3 thru 6 below).
 - If the student declares the sole purpose of relocation is to attend ICC, the out-of-district rate will apply and the appeal for the in-district tuition rate will be denied.
- 3) Copy of student's driver's license to prove residency greater than thirty (30) days.
 - Issue date inspected by ICC staff member to determine if license was issued prior to 30-day requirement.
 - If issue date of license is less than 30 days, student must provide a copy of property tax statement, copy of lease, or a letter from employer to prove residency of greater than 30 days.
- 4) Copy of tax returns.
 - For students under the age of 24 claiming independence, ICC requires copies of the student's most recent tax return and that of his/her parents.
- 5) Copy of property tax statement.
 - If the student resides within close proximity to ICC and another community college, ICC must determine to which community college the property taxes are paid by requiring a copy of the property tax statement from the student.
- 6) Copy of Social Security card or Permanent Residency card.
 - Applicable for those students that attended high school outside the United States.
- 7) Returned Mail Procedures.
 - If the piece of returned mail includes a forwarding address from the U.S. Postal Service, ICC will forward the piece of mail on to the student.
 - A note will be placed on the student accounts for which mail was returned with no forwarding address.

ANNUAL FINANCIAL COMPLIANCE SECTION



**INDEPENDENT AUDITORS' 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***

Board of Trustees
Illinois Central College District 514
East Peoria, 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 and discretely presented component unit of Illinois Central College District 514 (the District) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 11, 2021. The financial statements of the District's discretely presented component unit were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the Illinois Central College Educational Foundation.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing 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 District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District'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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District'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 attention by those charged with governance.

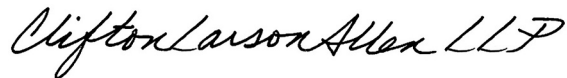
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not 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 District's financial statements are free from 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 financial statements. 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 or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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



CliftonLarsonAllen LLP

Peoria, Illinois
November 11, 2021

ILLINOIS CENTRAL COLLEGE DISTRICT 514
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED JUNE 30, 2021

Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Governmental Auditing Standards*.