

Annual Comprehensive Financial Report



For the Fiscal Years Ended June 30, 2024 and 2023

State of Illinois

Community College District 516

Counties of Kane, Kendall, DeKalb, LaSalle and Will



ROUTE 47 AT
WAUBONSEE DRIVE
SUGAR GROVE, ILLINOIS
60554-9454

The
Community
Colleges
of Illinois

FOR EVERY
STUDENT
FOR EVERY
COMMUNITY



**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

For the Years Ended
June 30, 2024 and 2023

Prepared by
Finance Department

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DISTRICT 516
SUGAR GROVE, ILLINOIS
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DISTRICT 516
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INTRODUCTORY SECTION

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

PRINCIPAL OFFICIALS

June 30, 2024

<u>Board Members</u>	<u>Position</u>	<u>Term Expires</u>
Rebecca D. Oliver	Chair	2027
Patrick Kelsey	Vice Chair	2027
Greg Thomas	Secretary	2029
Rick Guzman	Trustee	2025
Daniel Jaquez	Trustee	2025
Stacy Ries	Trustee	2029
Tina Willson	Trustee	2025
Ashley Hatcher	Student Trustee	2025

OFFICERS OF THE COLLEGE

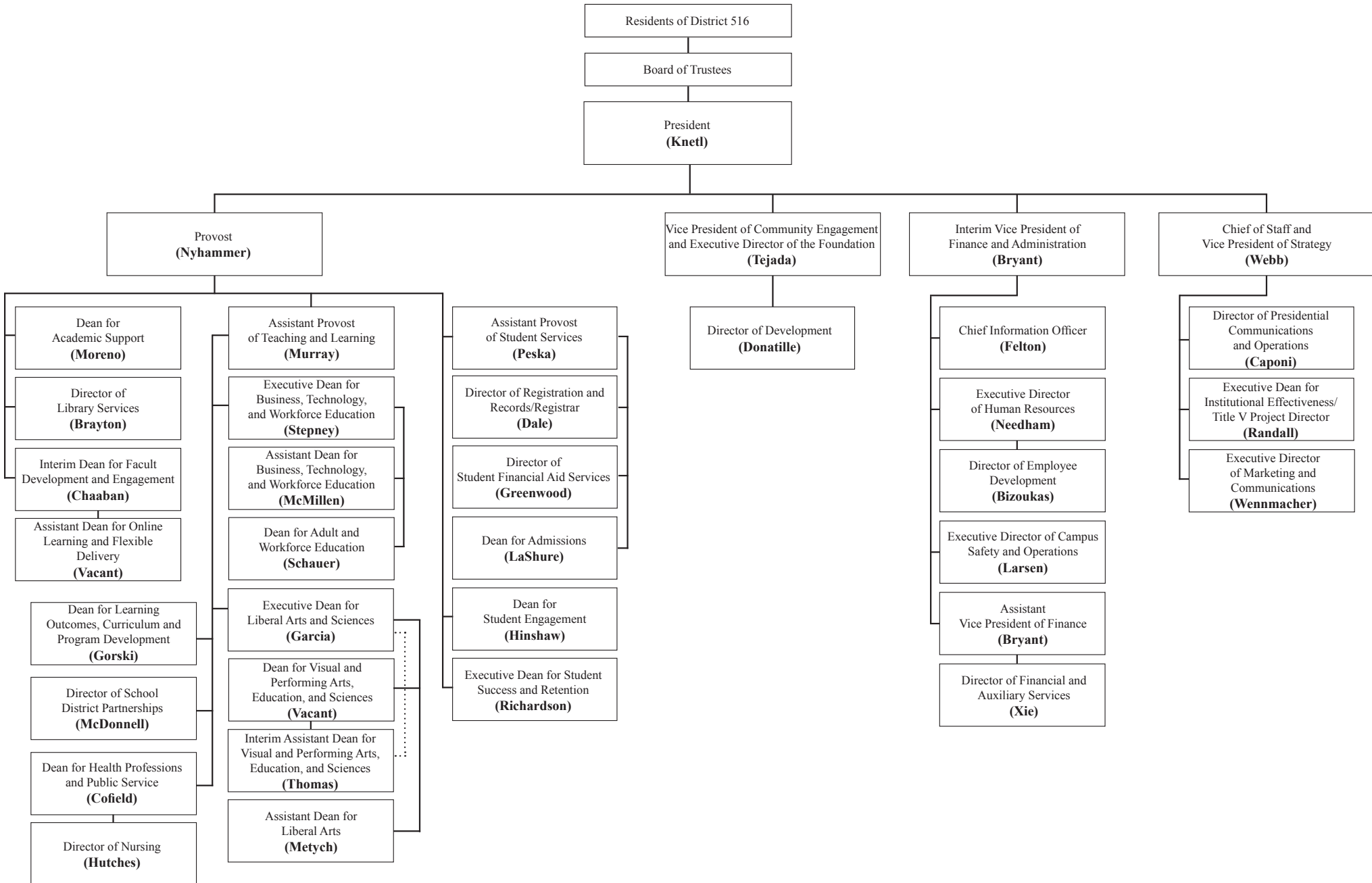
Dr. Brian Knetl	President
John Bryant	Interim Vice President of Finance and Administration/ Chief Financial Officer
Dr. Diane Nyhammer	Provost
Dr. Anthony Ramos	Vice President of Talent and Culture and Chief Diversity Officer
Dr. Melinda Tejada	Vice President of Community Engagement and Executive Director of the Foundation
Dr. Toya Webb	Chief of Staff and Vice President of Strategy

OFFICIALS ISSUING REPORT

John Bryant	Interim Vice President of Finance and Administration/ Chief Financial Officer
Lei Xie	Director of Financial and Auxiliary Services

DIVISION ISSUING REPORT

Finance Department





October 11, 2024

Members of the Board of Trustees and
Residents of Waubonsee Community College District 516:

The Annual Comprehensive Financial Report (ACFR) of Waubonsee Community College District 516 (the College), for the fiscal year ended June 30, 2024, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the College. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and changes in financial position of the College. All disclosures necessary have been included to enable the reader to gain an understanding of the College's financial activities in relation to its mission.

FINANCIAL STATEMENTS

This letter of transmittal should be read in conjunction with the Management's Discussion and Analysis, which provides an analytical overview of the College's financial activity.

The College is a separate legal entity established under Illinois Compiled Statutes (ILCS) and governed by a locally elected board of trustees. The College is fiscally independent and is considered a primary unit of local government pursuant to GASB Statement No. 14 as amended by GASB Statement No. 61. The College has determined that the Waubonsee Community College Foundation meets the requirements of GASB Statement No. 39, Determining Whether Certain Organizations Are Component Units, an amendment of GASB Statement No. 14, which has resulted in the Waubonsee Community College Foundation (the Foundation) being reported as a discretely presented component unit of the College as it is legally separate from the College. Separate financial statements of the Foundation are available from the Foundation's Executive Treasurer, John Bryant, at Route 47 at Waubonsee Drive, Sugar Grove, Illinois 60554, (630) 466-7900.

BACKGROUND INFORMATION

Waubonsee Community College is a public, comprehensive community college, which was organized in 1966 as mandated by the Illinois Community College Act to provide education and training services for individuals in portions of Kane, Kendall, DeKalb, LaSalle, and Will counties of District 516.

Our Mission

Waubonsee Community College provides exceptional learning through accessible, equitable, and innovative education. We are committed to enriching the lives of our students, employees, and community by working together to create opportunities to discover new passions, share knowledge, and embrace diversity.

Our Vision

Waubonsee Community College opens the door of knowledge, sparks imaginations, and enlightens lives through learning. We welcome the diverse abilities, goals and experiences of individuals standing on the threshold of discovery. Our success is defined by the dreams we help shape, the opportunities we help design, and the futures we help create.

Our Core Values

Quality: We constantly redefine what it means to be “the best,” seeking to improve in every area and exceed the expectations of those we serve.

Value: We focus every resource directly on the search for learning, creating tangible benefits in everything we do.

Innovation: We are actively engaged on the frontiers of education, continuously improving the learning environment for our students and communities.

Service: We view the world from the perspective of those we serve, anticipating needs and striving to exceed expectations while demonstrating a caring, knowledgeable, consistent connection with each individual every time they meet us.

Accessibility: We remove barriers to learning formed by time, geography, education, culture, finances, experience or beliefs to provide a full range of quality educational opportunities for all who can benefit.

Our Programs and Services

Transfer Programs: Associate degree education consisting of communications, social and behavioral sciences, physical and life sciences, mathematics, humanities and arts, education, engineering and other pre-professional fields designed to prepare students for transfer to baccalaureate degree-granting institutions.

Workforce Education: Business, health care, technical and professional education programming designed for entry-level employment, transitioning, retraining and/or upgrading skills to meet current and emerging employment needs and trends. Education and training opportunities include courses, programs, and contract training designed to meet the workplace needs of both individuals and organizations with an emphasis on skill building and improved productivity.



Pre-College Programs: Courses, programs, and services designed to assist academically underprepared students to be successful in the next level of education, including reading, mathematics, writing, college success, literacy, high school equivalency exam preparation (HSE), General Education Diploma (GED), Adult Basic Education (ABE), and English Language Acquisition (ELA)/English as a Second Language (ESL).

Student Services: Services designed to meet the holistic development of all students including counseling, advising, transfer planning, admissions, registration and records, assessment, financial aid, scholarships, career development, student life programming, intercollegiate athletics, and assistance for students with disabilities.

Our Program Support

Instructional and Academic Support: Services designed to facilitate and provide support to the instructional process, including new programs; alternative delivery systems such as online courses; tutoring; the use of instructional technology; the libraries; and learning laboratories.

Administrative Support: Organizational support that provides services for employee selection and development, financial services, facilities, operational management, technology advancements, research, planning, marketing and communications, and campus safety.

Community Support: Service to communities and organizations may be provided by the college to meet local needs. These combined efforts may include collaborations and partnership activities which will improve the quality of life.

PROFILE OF THE COLLEGE



Waubonsee Community College draws its students from a vast community of learners that includes more than 450,000 residents across a 624-square-mile geographic area. Those residents live in or near 22 municipalities and may attend one of 12 public or several private school districts that draw the outline of the community college district. Since its founding in 1966, the college has provided programs and services to more than 335,000 people.

Waubonsee's network of four campuses increases access to face-to-face learning and services across the district. At our Sugar Grove Campus, students access classrooms, labs and services via peaceful walkways that wind through a lush canopy of oaks and around beautiful Huntoon Lake. Located in the heart of Illinois' second largest city, our Aurora Downtown Campus offers one-stop student services, transferable general education courses, and signature Associate in Applied Science (AAS) Degree and Certificate Programs. Our Aurora Fox Valley Campus is focused on health care programs, and features state-of-the-art labs that give students hands-on, realistic experience with current equipment and procedures. Located in the southwest portion of Waubonsee's district, our Plano Campus serves as the College's Innovation and Design Center. As such, it houses a variety of programs including welding, computer aided design and drafting, cybersecurity, and more.

The College offers transfer-oriented courses and associate degrees, associate in applied science degrees and certificates in today's most desirable career fields, and a general-studies associate degree and certificate designed primarily for students who have chosen to pursue a broad general program. District residents are able to complete their degrees or certificates conveniently, thanks to a multitude of flexible learning options. Asynchronous and synchronous online courses, blended or hybrid courses with online and select classroom meetings, the flex modality, and accelerated courses all provide flexibility for students. The College offers dual credit programs where enrolled students earn both high school and college credit.

The College also offers noncredit programs that provide individual development and learning, and workforce training services to local organizations and to individuals. Adult Basic Education and English Language Acquisition (ELA) curriculum opens doors to personal achievement for those who need to strengthen their educational foundation.

The percentage of minority students enrolled in credit courses has steadily increased in recent years, currently standing at more than 40%. The change is reflective both of the changing demographics of the college district and of Waubensee's commitment to accessible and equitable higher education.

MAJOR INITIATIVES – FY2024 HIGHLIGHTS

The FY2024 Statement of Work (SOW) carries forward the pillars that are essential to our success: Student Equity and Success, Community Connections, and Employee and Organizational Excellence. This framework was first developed in 2020 through a comprehensive research and data gathering process and continues to appropriately outline the stakeholder groups that make up our present and future direction.

Within the FY2024 SOW, three initiatives were identified: food, family and fitness. Through these initiatives, food service was expanded to include a café in the downtown campus, a partnership to support student childcare needs is near completion and the fitness center was reopened to students, faculty and staff.

Construction began on the new Technical Education Center in Spring 2024. The new facility will be home to the automotive technology, auto body and welding programs. The 100,000 square foot facility is prominently located on the Sugar Grove campus along Route 47. This project is being funded through a combination of reserves and a new bond issue. In July 2023, the college issued \$27.82 million of Alternate Revenue General Obligation bonds.

In January 2024, the college began work on its next strategic plan with a final report expected by the end of this calendar year. In addition to the strategic plan document, three supporting operational plans will also be developed – continuous process improvement, technology, and strategic enrollment management. More detail on the plan can be found at <http://www.waubensee.edu/strategicplan>.

The college joined the Achieving the Dream (ATD) network of over 300 community colleges. Partnering with ATD will support the college in utilizing data to be a more data driven institution while leveraging data to enhance college priorities such as improved student outcomes, equity, and innovation.

Waubonsee is continuing to help students make space for education in their lives, thanks to the flexibility of classes and availability of increased financial resources. The five MyChoice modalities have continued, with a particular increase in flex courses. Essentially, this option allows students to choose from among face-to-face, sync online, or online delivery methods throughout the course, depending on what works best for them on any given day. In FY24, the Waubonsee Success Scholarship was continued to assist in removing financial barriers for students. Over \$1.1 million was awarded in scholarships. Funding was made possible through the Budget Stabilization Fund.

As part of our ongoing commitment to quality and continuous improvement, Waubonsee has also identified institutional metrics on our College Scorecard. The College Scorecard was created to provide our community with a snapshot of how we, as a college, are performing in the key areas of finance, enrollment, and student satisfaction. We selected metrics that emanate from public reports to ensure that we are transparent and accountable for our performance. All metrics are updated yearly, but are on different cycles, so we have committed to producing a new version every six months (January and July) so that our community can see our progress or opportunities in these key areas.

The College Scorecard is a quantitative measurement of our ability to execute against the goals in our Strategic Plan and we continue to look for new, public facing measurements that can help us to further measure our progress. Waubonsee's scorecard can be found on the Institutional Reports webpage at <https://www.waubonsee.edu/about-waubonsee/why-waubonsee/glance/institutional-reports>.

Aligning Budgeting and Strategy

For the FY2025 budget and planning process, Waubonsee's Finance and Institutional Effectiveness teams have continued to focus on developing intentional connections between budgeting and planning and ensuring that both processes are aligned with the SOW. During the budget and planning process, each college department was asked to review budgets and adjust based on historical spending. This is aimed at improving the accuracy of the budgeting process. New initiatives were also considered that align with the SOW.

ACCOUNTABILITY

Planning and Accreditation

In 2017, Waubonsee Community College was recommended for continued accreditation by the Higher Learning Commission (Commission). Waubonsee's accreditation is completed through the Commission's Open Pathway, which follows a ten-year cycle and focuses on quality assurance and institutional improvement. In July 2021, Waubonsee successfully completed the fourth year of the ten-year cycle known as the Assurance Review, a 125-page self-study that is externally reviewed by a team of Commission peer reviewers. The College met all five Commission criteria with no concerns. A summary of the College's accreditation work can be found on the college's website at <https://www.waubonsee.edu/about-waubonsee/accreditation>. In addition, Waubonsee successfully met all criteria to maintain a status of "recognized" by the Illinois Community College Board (ICCB), which means that the college meets all ICCB standards and is eligible to receive state grants appropriated through the ICCB.

FISCAL RESPONSIBILITY

The Government Finance Officers Association of the United States and Canada (GFOA), a non-profit professional organization, awards a *Certificate of Achievement for Excellence in Financial Reporting* to government entities that meet the certificate criteria. This Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report, whose contents conform to program standards. Each ACFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Waubensee Community College District 516 received the Certificate of Achievement for 24 consecutive years from 1999 through 2022. At the time this report was issued, the FY2023 submission was pending, however the FY2023 ACFR was produced consistent with the GFOA criteria.

The College received the GFOA *Award for Best Practice in Community College Budgeting* for fiscal years 2018 and 2019. This award is presented to community colleges demonstrating a budget process aligned with GFOA's best practice recommendations. The College previously received the *Distinguished Budget Presentation Award* for each of the four years for fiscal years 2014 through 2017. The College has not applied for the GFOA budget award for the last few years. However, the College continues to subscribe to and implement procedures and practices to maximize transparency and organizational collaboration in the budget development process.

The College's bond rating was upgraded by Moody's Investor Service, Inc. (Moody's) in 2023 to "Aaa," the highest possible rating. Moody's conducted a financial review of outstanding bonds in April 2023 that resulted in the upgrade. The "Aaa" rating was also assigned to the July 2023 bond issuance in support of the Career and Technical Education building. In 2010, S&P Global Ratings (S&P) upgraded the College's bond rating from "AA-" to "AA+" and in 2016 reaffirmed the College's bond rating. S&P's rating is just below the top rating of "AAA."

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

Budgetary Controls. The College maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the College's board of trustees. The legal level of budgetary control, the level at which expenses cannot exceed the budget amount, is established at the sub-fund level. Transfers are allowed between various accounts

within a fund but may not exceed in aggregate 10 percent of the total budget for that fund. If a transfer is needed in excess of the 10 percent aggregate for that fund, the board of trustees is required to amend the original budget. The College has a board guideline to adopt a balanced operating budget. A balanced budget has funding resources exceeding or equivalent to budgeted expenses and may include the allocation of prior year excess or fund balance to offset current year anticipated expenses. The College maintains an encumbrance accounting system as one technique to accomplish budgetary control. Encumbered amounts lapse at year-end.

The State passed a FY2025 budget that includes a 7.0% increase in funding for community colleges. State funding represents only 9.6% of total revenues in the operating budget for the College. Due to recurring uncertainties at the State level, it continues to be prudent for the College to not rely on state funding to support operating expenses. This budgeting practice was instituted by the College in 2011 after inconsistent messages from the State regarding its ability to pay resulted in the College implementing FY2010 mid-year budget cuts. While State funding is budgeted as revenue, a similar amount is budgeted as a transfer to the Operations and Maintenance, Restricted Fund to support future capital, deferred maintenance projects or equipment needs of the College; to the Bond and Interest Fund to support the debt service on the 2023 Alternate Revenue General Obligation bonds; or budgeted to support one-time capital purchases.

Many of the State FY2025 higher education capital funding allocations are still on hold as of the date of this letter. In FY2025, the College is allocated \$12.7 million in State capital funding toward a new Technical Education Center (TEC) building and \$2.9 million to replace Building A. However, these funds have been allocated but not appropriated in recent years and it is unknown if or when that funding will be released. Due to the urgency to address the needs of district employers and support high-demand enrollment areas, the College has shifted the TEC project to local funding and is working with legislators to move state funding to different projects or have the funds released directly to the College for support of the TEC project. A portion of State funding has been pledged to the repayment of \$27.82 million in Alternate Revenue General Obligation bonds for the TEC project.

The College continues to monitor the general financial condition of the State, all related activity, and possible effects on the College.

The College's largest source of revenue is local property taxes representing 64.0% of operating revenues. At the time the FY2025 budget was prepared, the 2023 tax extension was known, however, the 2024 tax extension will not be known until spring 2025. The FY2025 budget reflects an overall increase of approximately 5.0% in property taxes due to inflationary pressures resulting in higher Estimated Assessed Values of property. An increase of approximately 3.5% in property taxes is reflected in the operating funds for the 2024 tax extension.

Current property tax cap law allows for an increase in property taxes equal to the lesser of the CPI or 5%. The 2021 CPI applied to the 2022 tax levy was 7.0% and the 2022 CPI to be applied to the 2023 tax levy is 5.0%. A portion of the College's tax levy subject to the property tax cap is also subject to statutory limiting rates which apply to the education, operations and maintenance, and audit levies. The College monitors these rates and is currently under the maximum rate for these levies. Expiring Tax Increment Financing (TIF) districts are treated like new construction and

provide additional funds to the College in the year after expiration. The College has the capacity to meet a portion of the revenue limitation as a result of this cap through increased tuition rates.

The FY2025 college budget was built upon conservative principles, incorporates college priorities and initiatives identified in the College's FY2024 Statement of Work, and reflects a balanced budget for the College's operating funds.

Independent Audit. The Illinois statute requires an annual audit of the College's financial statements by independent certified public accountants. The College's board of trustees selected Sikich CPA LLC to perform this function. The auditors' report, which contains an unmodified opinion on the College's financial statements for the year ended June 30, 2024, is included in the financial section of this report.

Acknowledgments. The timely preparation of the annual comprehensive financial report was made possible by the dedicated service of the entire staff of the Finance Department as well as other administrative staff of the College.

In closing, without the leadership and support of the board of trustees of the College, preparation of this report would not have been possible.

Respectfully submitted,



Brian Knetl, Ed.D.
President



John Bryant
Interim Vice President of Finance and Administration

FINANCIAL SECTION

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

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Waubonsee Community College
District 516
Sugar Grove, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities of the Waubonsee Community College District No. 516 (the College) and the College's discretely presented component unit, Waubonsee Community College Foundation (the Foundation), as of and for the years ended June 30, 2024, and the related notes to financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of Waubonsee Community College District 516 and the College's discretely presented component unit, Waubonsee Community College Foundation, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Prior Period Financial Statements

The financial statements of the College as of June 30, 2023 were audited by Sikich LLP, whose report dated November 8, 2023, expressed an unmodified opinion of those financial statements. Effective as of April 30, 2024, Sikich LLP reorganized and transferred its attest practice to Sikich CPA LLC, a Virginia limited liability company.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 11, 2024 on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

Sikich CPA LLC

Naperville, Illinois
October 11, 2024

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

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

Board of Trustees
Waubonsee Community College
District 516
Sugar Grove, 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 the discretely presented component unit of Waubonsee Community College, Community College District No. 516 (the College) as of and for the year ended June 30, 2024, and the related notes to financial statements, which collectively comprise of the College’s basic financial statements, and have issued our report thereon dated October 11, 2024. The financial statements of the Foundation 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 Foundation.

Report on Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’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 or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the College'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 results of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sikich CPA LLC

Naperville, Illinois
October 11, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Waubonsee Community College District 516's (the College) Annual Comprehensive Financial Report presents management's discussion and analysis of the College's financial activity during the fiscal years ended June 30, 2024, 2023 and 2022. Since this management's discussion and analysis is designed to focus on current activities, resulting changes and currently known facts, please read it in conjunction with the transmittal letter, the College's basic financial statements and the notes to the financial statements. Responsibility for the completeness and fairness of this information rests with the College.

USING THIS ANNUAL REPORT

The College's basic financial statements are designed to emulate corporate presentation models whereby all of the College's activities are consolidated into one total. The purpose of the Statement of Net Position is to present the bottom line results of the College. This statement combines and consolidates current financial resources with capital assets and long-term liabilities. The Statement of Revenues, Expenses, and Changes in Net Position focuses on both the gross costs and the net costs of the College's activities, which are supported mainly by local property taxes, tuition and state revenues. This approach is intended to summarize and simplify the user's analysis of the cost of the various services which the College provides to its students and community.

In accordance with GASB Statement No. 39 and GASB Statement No. 61, the College has included the Waubonsee Community College Foundation as a discretely presented component unit of the College as it is a separate legal entity. Additionally, the College has presented a comparative analysis of current and prior year College-wide information.

FINANCIAL HIGHLIGHTS

For the years ended June 30, 2024, 2023 and 2022, the College recorded total operating revenues of \$21,633,514, \$20,652,032, and \$19,678,593 and total operating expenses of \$102,688,382, \$94,092,789, and \$110,591,390, respectively. The difference produced an operating loss of \$81,054,868 for fiscal year 2024, \$73,440,757 for fiscal year 2023, and \$90,912,797 for fiscal year 2022. For the year ended June 30, 2024, net non-operating revenue of \$101,171,919 offset the loss and resulted in an overall increase in net position of \$20,117,051. For the year ended June 30, 2023, net non-operating revenue of \$91,186,453 offset the loss and resulted in an overall increase in net position of \$17,745,696. For the year ended June 30, 2022, net non-operating revenue of \$97,594,421 offset the loss and resulted in an overall increase in net position of \$6,681,624.

For the years ended June 30, 2024, 2023 and 2022, non-operating revenues included local property taxes of \$57,103,659, \$53,692,342, and \$49,174,006, state grants and contracts of \$19,351,092, \$18,924,465, and \$27,357,739, federal grants and contracts of \$13,690,837, \$11,469,183, and \$22,496,222, respectively. Non-operating miscellaneous revenue and expense included net revenues (expenses) of \$11,026,331, \$7,100,463, and \$(1,433,606) for 2024, 2023 and 2022, respectively.

Both operating expenses and non-operating revenues include the College's proportionate share of revenues and expenses for pensions and other post-employment benefits from the State of Illinois as described in Note 1 to the financial statements.

For the year ended June 30, 2024, operating revenues accounted for 17.5 percent of the College's total revenue, while non-operating revenues accounted for the remaining 82.5 percent. Operating revenue consisted of tuition and fees totaling \$16,999,030, auxiliary enterprise revenue of \$3,336,512, and other miscellaneous revenue of \$1,297,972. For the year ended June 30, 2023, operating revenue accounted for 18.4 percent of the College's total revenue, while non-operating revenues accounted for the remaining 81.6 percent. Operating revenue consisted of tuition and fees totaling \$16,392,640, auxiliary enterprise revenue of \$3,271,254, and other miscellaneous revenue of \$988,138. For the year ended June 30, 2022, operating revenue accounted for 16.8 percent of the College's total revenue, while non-operating revenues accounted for the remaining 83.2 percent. Operating revenue consisted of tuition and fees totaling \$16,009,119, auxiliary enterprise revenue of \$2,859,255 and other miscellaneous revenue of \$810,219.

The increase in net position of \$20,117,051 for the year ended June 30, 2024 brought the total net position to \$250,275,956. The increase in net position of \$17,745,696 for the year ended June 30, 2023 brought the total net position to \$230,158,905. The increase in net position of \$6,681,624 for the year ended June 30, 2022 brought the total net position to \$212,413,209.

The following schedule is prepared from the College's statement of net position, which is presented on the accrual basis of accounting and the economic resources measurement focus.



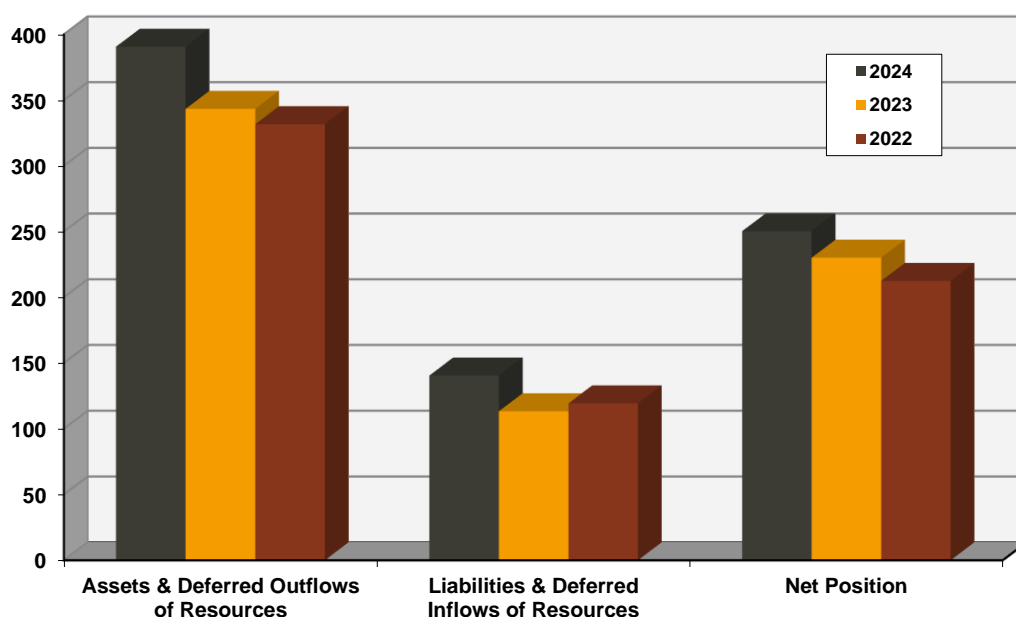
The change in non-current liabilities is primarily due to outstanding bonds with the increase as of June 30, 2024 primarily due to bonds issued in FY2024. The decrease in noncurrent liabilities as of June 30, 2023 and 2022 is primarily due to payments on outstanding bonds.

Financial Analysis of the
College as a Whole

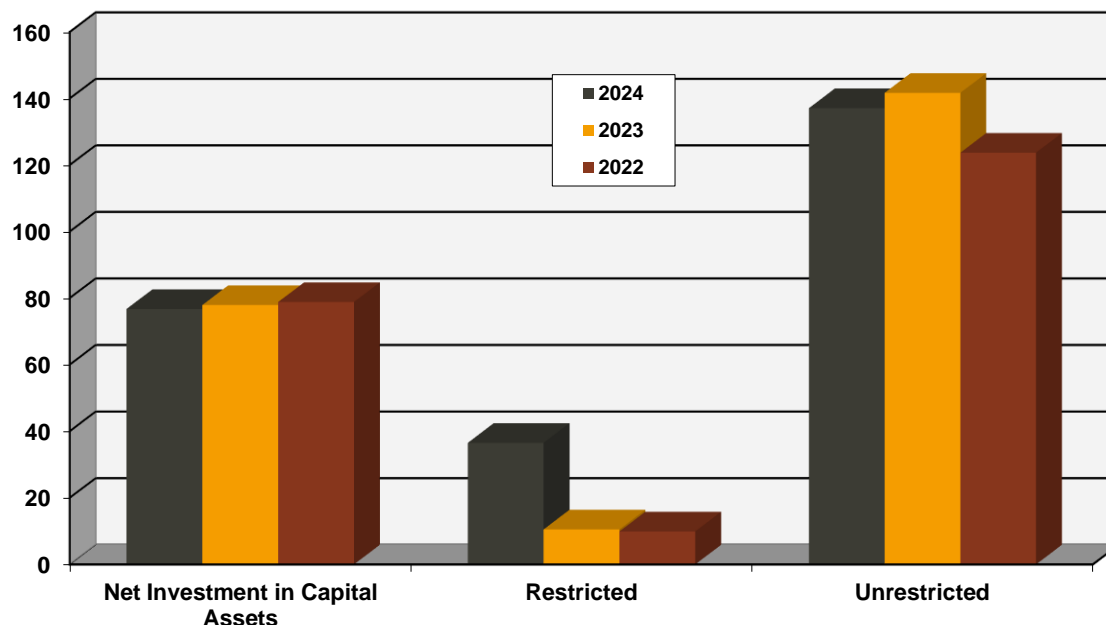
Net Position As of June 30
(in millions)

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Current assets	\$ 282.3	\$ 238.6	\$ 222.7
Capital assets	<u>105.7</u>	<u>102.7</u>	<u>106.8</u>
Total assets	388.0	341.3	329.5
Deferred outflows of resources	<u>2.7</u>	<u>2.1</u>	<u>2.2</u>
Total assets and deferred outflows of resources	<u>390.7</u>	<u>343.4</u>	<u>331.7</u>
Current liabilities	25.0	20.6	18.3
Noncurrent liabilities	<u>69.0</u>	<u>43.4</u>	<u>65.8</u>
Total liabilities	94.0	64.0	84.1
Deferred inflows of resources	<u>46.4</u>	<u>49.3</u>	<u>35.2</u>
Total liabilities and deferred inflows of resources	<u>140.4</u>	<u>113.3</u>	<u>119.3</u>
Net position			
Net investment in capital assets	76.7	77.9	78.8
Restricted	36.5	10.5	9.9
Unrestricted	<u>137.1</u>	<u>141.7</u>	<u>123.7</u>
Total Net Position	<u>\$ 250.3</u>	<u>\$ 230.1</u>	<u>\$ 212.4</u>

Assets, Liabilities, and Net Position - As of June 30, 2024, 2023 and 2022
(in millions of dollars)



Analysis of Net Position - As of June 30, 2023, 2022 and 2021
(in millions of dollars)



Capital Assets, Net
June 30,
(in millions)

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Capital Assets			
Land and Land Improvements	\$ 17.4	\$ 17.4	\$ 17.4
Buildings and Improvements	150.3	150.3	150.3
Equipment	13.4	12.4	12.2
Intangible Assets	5.6	5.5	5.1
Construction in Progress	<u>8.7</u>	<u>1.3</u>	<u>0.6</u>
Total	195.4	186.9	185.6
Less Accumulated Depreciation and Amortization	<u>(89.7)</u>	<u>(84.2)</u>	<u>(78.8)</u>
Net Capital Assets	<u>\$ 105.7</u>	<u>\$ 102.7</u>	<u>\$ 106.8</u>

As of June 30, 2024, 2023 and 2022, respectively, the College had recorded \$195.4, \$186.9, and \$185.6 million in capital assets, \$89.7, \$84.2, and \$78.8 million in accumulated depreciation and amortization and \$105.7, \$102.7, and \$106.8 million in net capital assets. The detail changes in activities for capital assets are provided in Note 4 to the financial statements.

As of June 30, 2024, 2023 and 2022, the College has \$54,315,000, \$30,550,000, and \$34,550,000 in long-term debt outstanding, respectively, excluding accrued compensated absences, Other Postemployment Benefits (OPEB) liability, special termination health insurance benefits payable, unamortized bond premium and subscription-based information technology arrangements. Payment schedules, along with changes in activities of debt, are provided in Note 5 to the financial statements.

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

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Operating revenue			
Tuition and fees	\$ 17.0	\$ 16.4	\$ 16.0
Auxiliary	3.3	3.2	2.9
Other	<u>1.3</u>	<u>1.0</u>	<u>0.8</u>
Total operating revenue	<u>21.6</u>	<u>20.6</u>	<u>19.7</u>
Non-operating revenue			
Property taxes	57.1	53.7	49.2
State grants and contracts	19.4	18.9	27.3
Federal grants and contracts	13.7	11.5	22.5
Investment income	10.6	4.1	(4.0)
Other income	<u>2.2</u>	<u>3.4</u>	<u>2.8</u>
Total non-operating revenue	<u>103.0</u>	<u>91.6</u>	<u>97.8</u>
Total revenues	<u>124.6</u>	<u>112.2</u>	<u>117.5</u>
Operating expenses	102.6	94.1	110.6
Non-operating expenses	<u>1.8</u>	<u>0.4</u>	<u>0.3</u>
Total expenses	<u>104.4</u>	<u>94.5</u>	<u>110.9</u>
Increase in net position	<u>20.2</u>	<u>17.7</u>	<u>6.6</u>
Net position, beginning of year	<u>230.1</u>	<u>212.4</u>	<u>205.6</u>
Change in accounting principle	<u>0.0</u>	<u>0.0</u>	<u>0.2</u>
Net position, beginning of year, restated	<u>230.1</u>	<u>212.4</u>	<u>205.8</u>
Net position, end of year	<u>\$ 250.3</u>	<u>\$ 230.1</u>	<u>\$ 212.4</u>



Operating revenues totaled \$21.6, \$20.6, and \$19.7 million for the years ended June 30, 2024, 2023 and 2022, respectively. The College's main source of operating revenue is derived from tuition and fees, which accounted for 78.6 percent, 79.4 percent, and 81.2 percent of total operating revenues for the years ended June 30, 2024, 2023 and 2022, respectively.

The tuition rate for fiscal year 2024 was \$135 per credit hour and \$132 per credit hour for both fiscal years 2023 and 2022. Total credit hours generated for fiscal years 2024, 2023 and 2022 were 156,976, 147,894, and 134,023, respectively. The increases in total credit hours the College experienced both from 2023 to 2024 and 2022 to 2024 were primarily in baccalaureate, career and technical education, and adult education with other areas remaining steady.

For the year ended June 30, 2024, non-operating revenues totaled \$103.1 million. Property taxes are the largest source comprising 56.0 percent of total non-operating revenues. State grants and contracts are also a significant source of non-operating revenues at \$19.4 million or 18.8 percent of total non-operating revenues. Another significant source is federal grants and contracts at \$13.7 million or 13.3 percent of total non-operating revenues.

For the year ended June 30, 2023, non-operating revenues totaled \$91.6 million. Property taxes are the largest source comprising 58.6 percent of total non-operating revenues. State grants and contracts are also a significant source of non-operating revenues at \$18.9 million or 20.6 percent of total non-operating revenues. Another significant source is federal grants and contracts at \$11.5 million or 12.6 percent of total non-operating revenues.

For the year ended June 30, 2022, non-operating revenues totaled \$97.8 million. Again, property taxes represent 50.3 percent of this total, which is the largest source of non-operating revenues. State grants and contracts are also a significant source of non-operating revenues at \$27.3 million or 28.0 percent of total non-operating revenues. Another significant source is federal grants and contracts at \$22.5 million or 23.0 percent of total non-operating revenues, which primarily reflects financial aid to students.

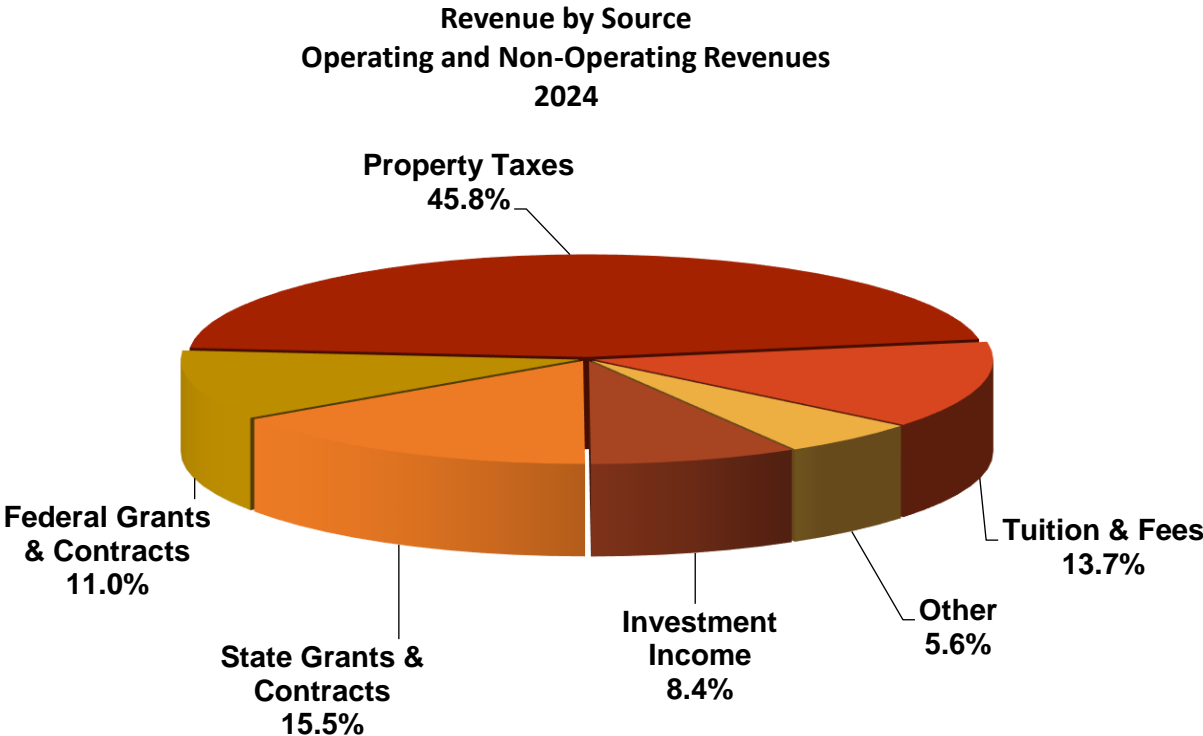
State grants and contracts stabilized in FY24 related to State of Illinois proportionate share of the Community College Health Insurance Program (CIP). State grants and contracts decreased from FY2022 to FY2023 which is a result of recording \$21.7 million less in the State of Illinois proportionate share of revenue and expense for both the CIP, and also the State of Illinois proportionate share revenue and expense for State Universities Retirement Systems (SURS). Amounts reported for the State of Illinois proportionate share revenue and expense are described in Notes 7 and 8. The College's proportionate share of the State of Illinois pension and retiree health insurance costs ranges from \$11,000 to a negative \$4.6 million each of the last three years

and are recognized in both revenues and expenses. The increase reflected in federal grants from fiscal year 2023 to 2024 is primarily due to more Pell grants awarded to students. This reflects more students applying for financial aid as part of outreach included in the Strategic Enrollment Plan. The increase in investment income in fiscal year 2024 and 2023 reflects higher yields on investments and price appreciation as markets anticipated a reduction in the interest rates.

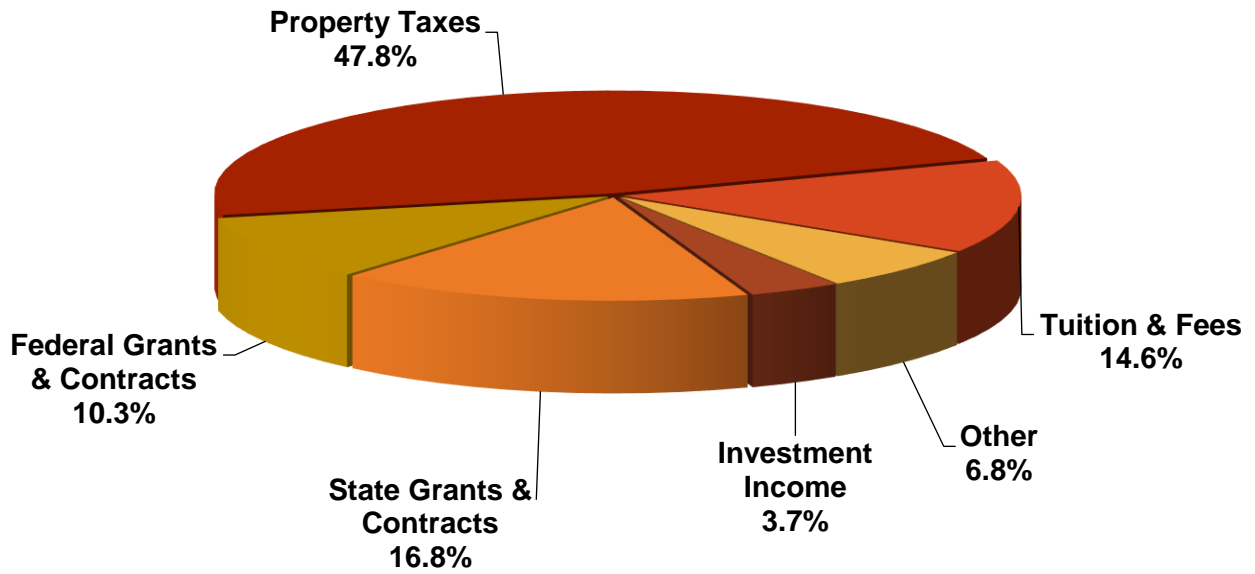
Public Act 89-1 placed limitations on the annual growth of the College’s property tax levies. The College has recognized increased property tax revenues under the current property tax cap law, which allows for an increase in property taxes equal to the lesser of the Consumer Price Index (CPI) or 5 percent without a referendum.

Interest expense and fiscal charges include interest expense and payments on bonds. The College issued General Obligation Bonds (Alternative Revenue Source) in fiscal year 2024 for the purpose of constructing and equipping a new Technical Education Center building. The increase in interest expense in fiscal year 2024 is a result of the new bonds issued. Details of the long-term debt, in addition to payment schedules, are provided in Note 5 to the financial statements.

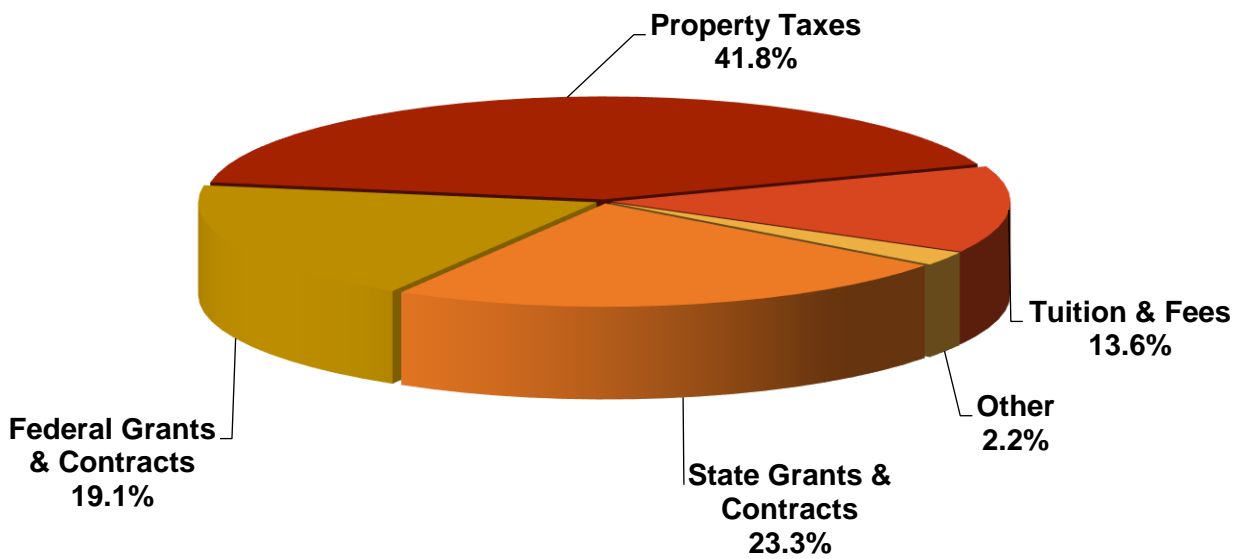
The following are graphic illustrations of revenues by source for the years ended June 30, 2024, 2023 and 2022:



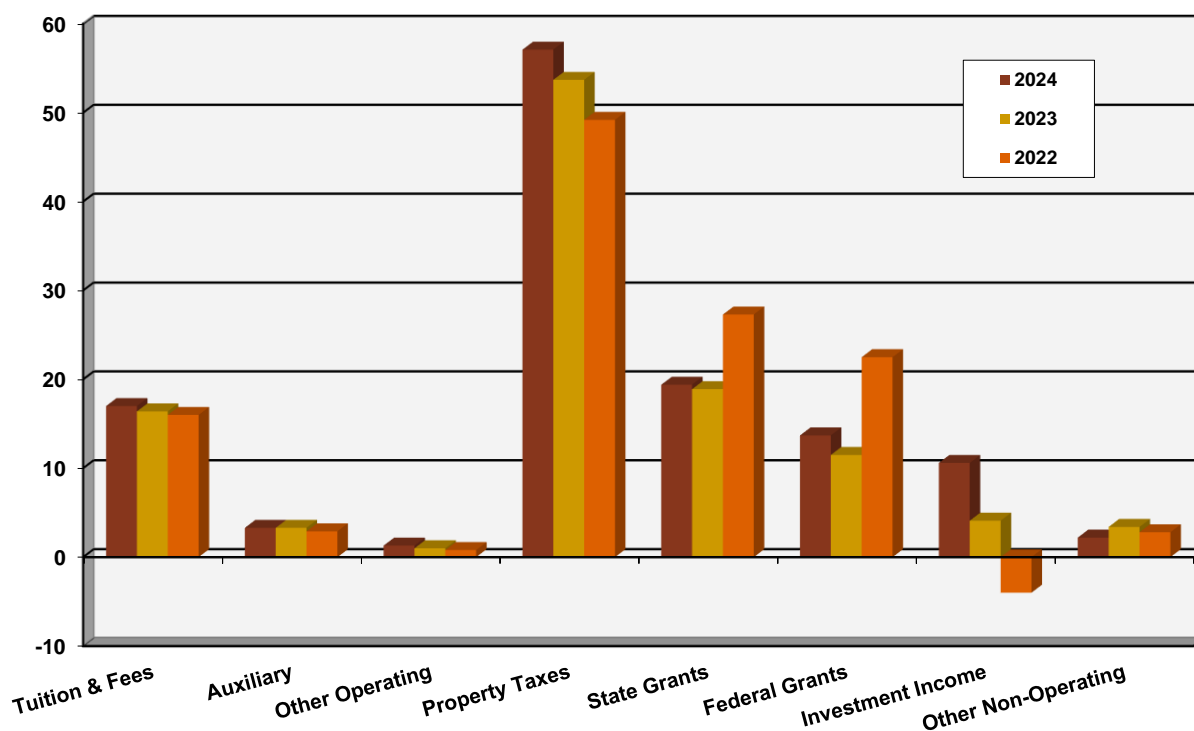
**Revenue by Source
Operating and Non-Operating Revenues
2023**



**Revenue by Source
Operating and Non-Operating Revenues
2022**



Comparison of Operating and Non-Operating Revenues
June 30, 2024, 2023 and 2022
(in millions of dollars)



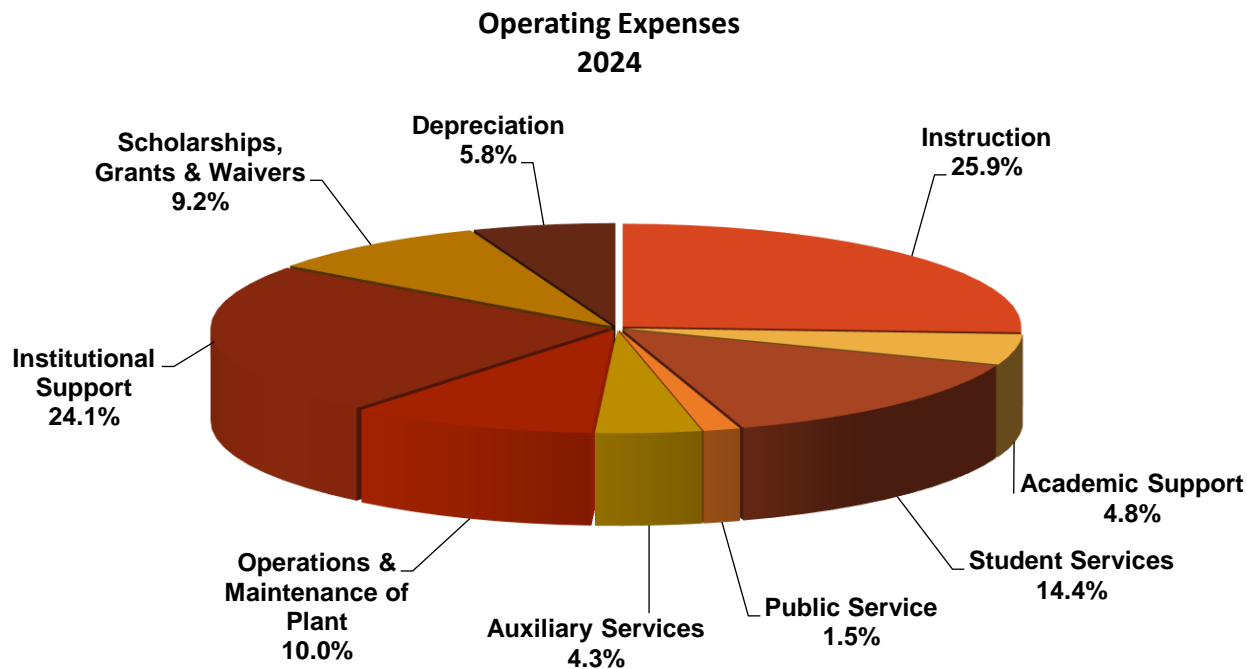
Operating Expenses
For the Years Ended June 30,
(in millions)

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Operating expenses			
Instruction	\$ 26.6	\$ 25.7	\$ 28.8
Academic support	4.9	4.5	6.3
Student services	14.8	14.0	15.9
Public services	1.5	1.4	1.5
Auxiliary services	4.5	4.3	4.1
Operation and maintenance of plant	10.2	8.9	9.4
Institutional support	24.7	21.4	24.6
Scholarships, grants and waivers	9.4	7.7	13.8
Depreciation and amortization	<u>6.0</u>	<u>6.2</u>	<u>6.2</u>
Total	<u>\$ 102.6</u>	<u>\$ 94.1</u>	<u>\$ 110.6</u>

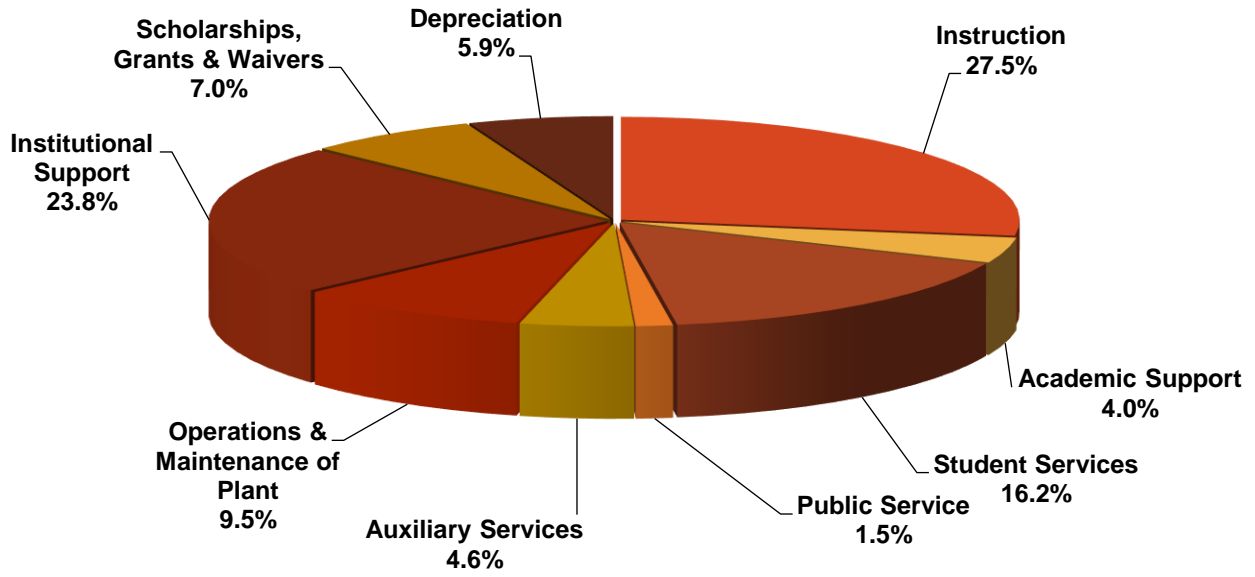
Operating expenses totaled \$102.6, \$94.1, and \$110.6 million with instruction representing the largest percentage of operating expenses at 25.9 percent, 27.5 percent, and 26.1 percent for all three years ended June 30, 2024, 2023 and 2022, respectively. Operating expenses increased in 2024 primarily due to budgeted operational increases, increased federal student aid in Restricted Funds and strategic initiatives. Operating expenses, scholarships, grants and waivers declined in 2023 primarily due to the reduction in Restricted Purposes Fund, specifically HEERF. Expenditures, excluding the Restricted Purposes Fund, reflected increases across all functional areas, however they were below budget expectations.

Instruction consists of those activities dealing directly with the teaching of students. It includes the activities of faculty in the baccalaureate-oriented/transfer, occupational-technical career, general studies, developmental, and adult basic education programs. Student services includes services to students, athletics and student life activities. Institutional support represents 24.1 percent, 22.7 percent, and 22.2 percent of operating expenses for the years ended June 30, 2024, 2023 and 2022, respectively. Institutional support includes expenses for central activities and support services that benefit the entire institution including information technology and fiscal operations. In 2024, the expenditures reflect commitments related to the issuance of debt, strategic planning and reorganization at the executive level. In 2023, the expenditures reflect the return to normal operations without the effects of HEERF and COVID funding that were included in 2022. Functional areas reflect increases in 2024 over 2023 in line with expectations.

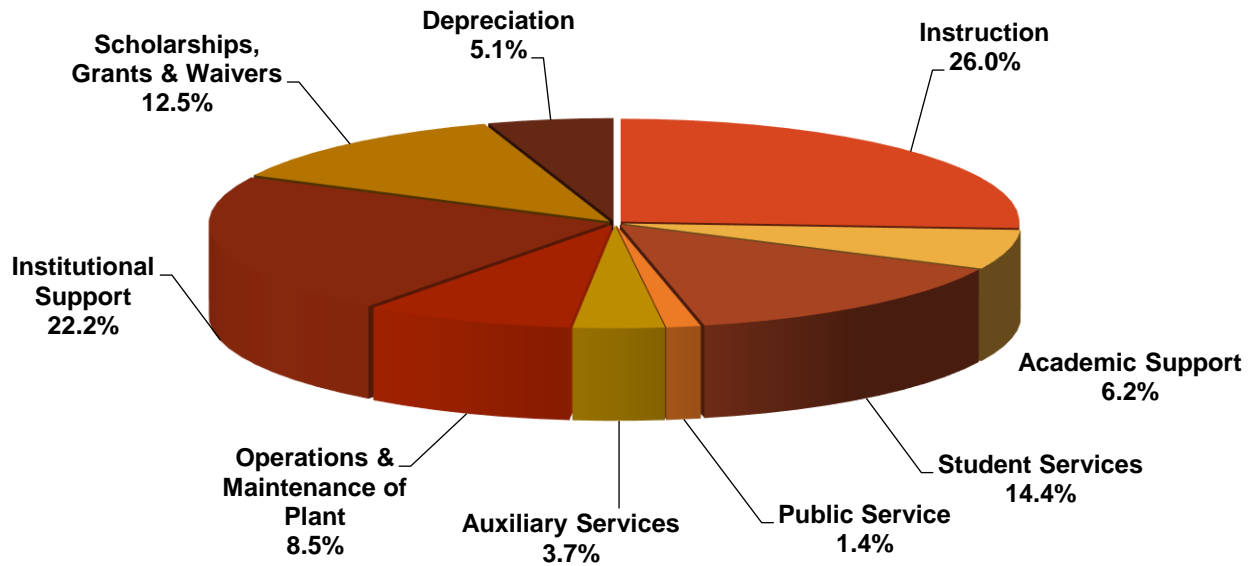
The following are graphic illustrations of operating expenses for the years ended June 30, 2024, 2023 and 2022:



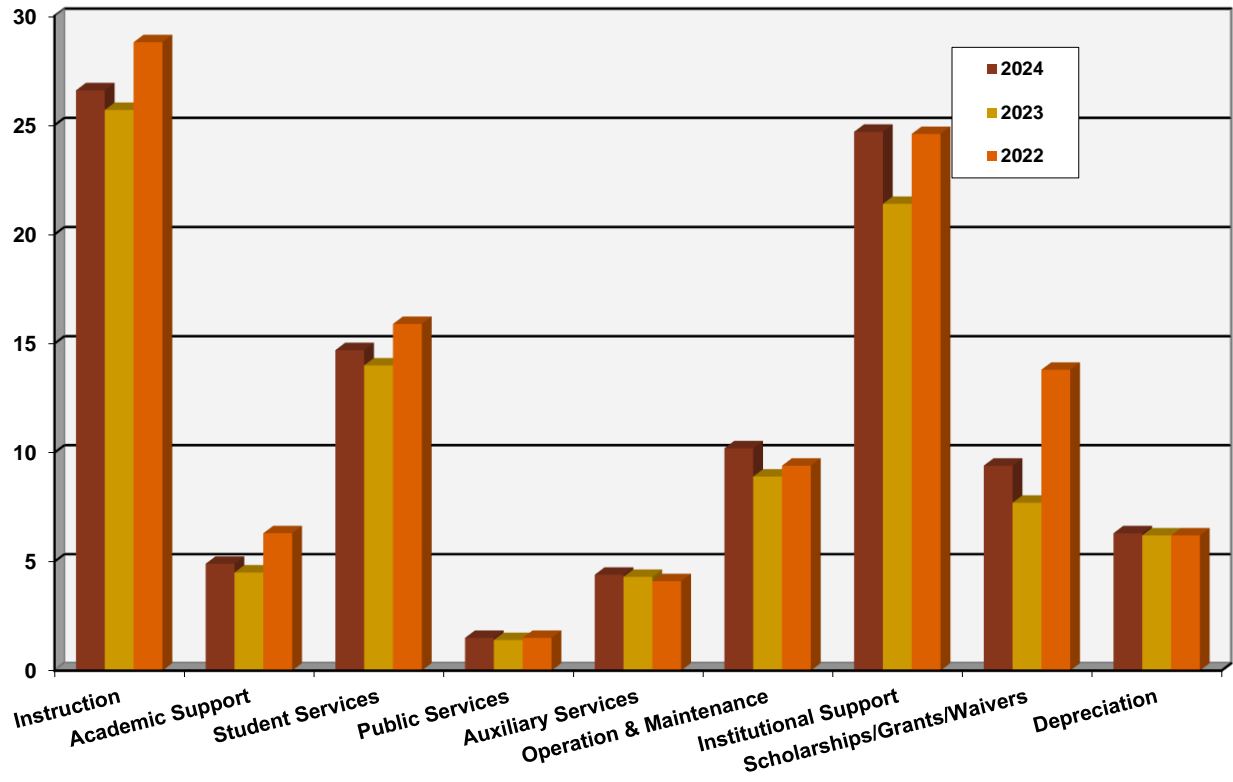
**Operating Expenses
2023**



**Operating Expenses
2022**



Comparison of Operating Expenses
June 30, 2024, 2023 and 2022
(in millions of dollars)



CONTACTING FINANCIAL MANAGEMENT



This financial report is designed to provide our District residents with a general overview of Waubonsee Community College’s finances and to show Waubonsee Community College’s accountability for the revenue it receives.

If you have questions about this report or need additional information, contact John Bryant, Interim Vice President of Finance and Administration, at Route 47 at Waubonsee Drive, Sugar Grove, Illinois 60554, (630) 466-2900, jbryant@waubonsee.edu.

BASIC FINANCIAL STATEMENTS

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

STATEMENTS OF NET POSITION

June 30, 2024 and 2023

	2024	2023
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,151,714	\$ 1,693,289
Investments	240,365,993	196,663,684
Receivables, net of allowances for uncollectibles		
Taxes	29,536,255	28,073,389
Accrued interest	1,258,497	1,317,208
Accounts	1,203,635	1,627,774
Tuition and fees	4,334,486	4,462,029
Rent	2,432,639	2,503,033
Other	388,030	113,649
Prepaid expenses	1,056,697	1,649,798
Inventories	620,806	540,266
	282,348,752	238,644,119
NONCURRENT ASSETS		
Capital assets, tangible and intangible	195,319,641	186,850,573
Less accumulated depreciation and amortization	(89,711,927)	(84,150,831)
	105,607,714	102,699,742
Net capital assets		
	105,607,714	102,699,742
Total noncurrent assets		
	387,956,466	341,343,861
Total assets		
DEFERRED OUTFLOWS OF RESOURCES		
Unamortized loss on refunding	501,825	584,229
CIP other postemployment benefit items	1,993,798	1,315,174
SURS pension contributions	236,608	239,779
	2,732,231	2,139,182
Total deferred outflows of resources		
	390,688,697	343,483,043
Total assets and deferred outflows of resources		

(This statement is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

STATEMENTS OF NET POSITION (Continued)

June 30, 2024 and 2023

	2024	2023
CURRENT LIABILITIES		
Accounts payable	\$ 5,238,212	\$ 1,427,398
Accrued salaries and payroll deductions payable	1,624,333	1,692,289
Health claims payable	1,298,293	1,247,257
Unearned tuition and fees	7,651,690	7,315,931
Unearned revenue	2,398,388	3,030,917
Accrued compensated absences	430,124	356,055
Bonds payable	5,010,000	4,055,000
Lease payable	192,455	191,718
SBITA payable	744,386	741,200
Other postemployment benefit liability	328,900	473,804
Interest payable	65,634	12,576
Other current liabilities	35,381	36,280
Total current liabilities	25,017,796	20,580,425
NONCURRENT LIABILITIES		
Special termination health insurance benefits payable	314,246	362,206
Accrued compensated absences	3,540,494	3,455,449
Other postemployment benefit liability	12,199,431	11,266,013
Lease payable	209,330	401,785
SBITA payable	745,417	1,126,807
Bonds payable	51,946,504	26,813,240
Total noncurrent liabilities	68,955,422	43,425,500
Total liabilities	93,973,218	64,005,925
DEFERRED INFLOWS OF RESOURCES		
Deferred revenue - property taxes	29,404,688	27,598,857
CIP other postemployment benefit items	17,034,835	21,719,356
Total deferred inflows of resources	46,439,523	49,318,213
Total liabilities and deferred inflows of resources	140,412,741	113,324,138
NET POSITION		
Net investment in capital assets	76,688,242	77,793,056
Restricted for		
Audit	45,328	35,810
Liability, protection and settlement	3,621,067	3,235,021
Grant purposes	294,697	-
Capital	25,015,613	-
Debt service	2,614,734	2,486,691
Working cash	4,690,827	4,472,319
Pension contributions	236,608	239,779
Unrestricted	137,068,840	141,896,229
TOTAL NET POSITION	\$ 250,275,956	\$ 230,158,905

See accompanying notes to financial statements.

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

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

For the Years Ended June 30, 2024 and 2023

	2024	2023
OPERATING REVENUES		
Tuition and fees	\$ 16,999,030	\$ 16,392,640
Auxiliary enterprises revenue	3,336,512	3,271,254
Other operating revenue	1,297,972	988,138
	21,633,514	20,652,032
OPERATING EXPENSES		
Instruction	26,591,764	25,724,531
Academic support	4,911,922	4,462,009
Student services	14,767,764	14,019,874
Public services	1,539,714	1,438,587
Auxiliary services	4,454,372	4,306,210
Operation and maintenance of plant	10,203,211	8,855,718
Institutional support	24,726,971	21,365,923
Scholarships, grants and waivers	9,437,765	7,694,895
Amortization	1,165,650	918,859
Depreciation	4,889,249	5,306,183
	102,688,382	94,092,789
OPERATING INCOME (LOSS)	(81,054,868)	(73,440,757)
NON-OPERATING REVENUES (EXPENSES)		
Property taxes	57,103,659	53,692,342
Personal property replacement tax	2,049,360	3,111,339
Local grants and contracts	171,171	259,622
State grants and contracts	19,351,092	18,924,465
Federal grants and contracts	13,690,837	11,469,183
Investment income	10,556,224	4,101,241
Interest expense and fiscal charges	(1,763,979)	(367,025)
Other non-operating revenue	637	2,020
Gain (loss) on disposal of capital assets	12,918	(6,734)
	101,171,919	91,186,453
CHANGE IN NET POSITION	20,117,051	17,745,696
NET POSITION, JULY 1	230,158,905	212,413,209
NET POSITION, JUNE 30	\$ 250,275,956	\$ 230,158,905

See accompanying notes to financial statements.

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2024 and 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Tuition and fees	\$ 17,462,332	\$ 16,487,151
Payments to suppliers	(41,416,186)	(37,825,852)
Payments to employees	(47,291,844)	(43,914,706)
Auxiliary enterprise charges	3,336,512	3,271,254
Other	1,297,972	988,138
	(66,611,214)	(60,994,015)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Local property taxes	57,446,624	52,719,705
State grants and contracts	10,225,663	10,870,696
Federal grants and contracts	13,910,989	13,102,546
Other grants and contracts	171,808	261,642
	81,755,084	76,954,589
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of capital assets	(6,098,433)	(1,422,842)
Proceeds from sale of capital assets	2,100	17,183
Proceeds from bond issuance	30,307,415	-
Principal paid on bonds	(4,055,000)	(4,005,000)
Principal paid on leases	(191,718)	(190,983)
Principal paid on SBITAs	(769,227)	(692,133)
Interest paid on bonds, leases and SBITAs	(1,793,208)	(325,897)
	17,401,929	(6,619,672)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of investments	169,352,653	116,384,779
Interest on investments	10,614,935	3,033,752
Purchase of investments	(213,054,962)	(129,720,429)
	(33,087,374)	(10,301,898)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(541,575)	(960,996)
CASH AND CASH EQUIVALENTS, JULY 1	1,693,289	2,654,285
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 1,151,714	\$ 1,693,289

(This statement is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

STATEMENTS OF CASH FLOWS (Continued)

For the Years Ended June 30, 2024 and 2023

	2024	2023
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES		
Operating income (loss)	\$ (81,054,868)	\$ (73,440,757)
Adjustments to reconcile operating income (loss) to net cash from operating activities		
Depreciation and amortization	6,054,899	6,225,042
State proportionate share for SURS/OPEB	11,178,500	11,131,899
Accounts receivable	127,543	(1,193,197)
Inventories	(80,540)	(10,220)
Prepaid items	593,101	(510,516)
Accounts payable	1,348,217	166,442
Accrued salaries	(67,956)	252,212
Health claims payable	(582,392)	247,852
Accrued compensated absences	159,114	54,657
CIP other postemployment benefit liability	788,514	(17,305,538)
CIP deferred outflows	(678,624)	(19,214)
CIP deferred inflows	(4,684,521)	12,686,645
Other accrued liabilities	335,759	1,287,708
Special termination benefits	(47,960)	(567,030)
NET CASH FROM OPERATING ACTIVITIES	\$ (66,611,214)	\$ (60,994,015)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
State proportionate share for SURS	\$ 15,749,420	\$ 15,803,215
State proportionate share for OPEB	(4,574,631)	(4,638,107)
Unrealized gain (loss) on investments	3,030,934	547,501
Issuance of SBITA	545,569	627,434
Cancellation of SBITA	(154,546)	-
Capital assets purchased in accounts payable	2,615,313	152,716
TOTAL NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES	\$ 17,212,059	\$ 12,492,759

See accompanying notes to financial statements.

DISCRETELY PRESENTED COMPONENT UNIT
WAUBONSEE COMMUNITY COLLEGE FOUNDATION
SUGAR GROVE, ILLINOIS

STATEMENTS OF FINANCIAL POSITION

June 30, 2024 and 2023

	2024	2023
ASSETS		
Cash and cash equivalents	\$ 161,502	\$ 57,484
Investments	2,713,884	2,538,399
Pledges receivable, net	67,800	67,663
Accrued interest receivable	10,874	5,316
Prepaid expenses	1,163	2,344
Cash surrender value - life insurance policy	72,725	90,756
Investments, long-term	4,347,668	3,919,883
	7,375,616	6,681,845
LIABILITIES		
Accounts payable	3,448	2,198
Deferred revenue	7,850	3,000
	11,298	5,198
NET ASSETS		
Without donor restrictions - board designated	2,073,088	1,897,458
With donor restrictions	5,291,230	4,779,189
	7,364,318	6,676,647
TOTAL NET ASSETS	\$ 7,364,318	\$ 6,676,647

See accompanying notes to financial statements.

DISCRETELY PRESENTED COMPONENT UNIT
WAUBONSEE COMMUNITY COLLEGE FOUNDATION
SUGAR GROVE, ILLINOIS

STATEMENTS OF ACTIVITIES

For the Years Ended June 30, 2024 and 2023

	<u>2024</u>			<u>2023</u>		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUES						
Contributions	\$ 26,728	\$ 281,545	\$ 308,273	\$ 4,775	\$ 694,185	\$ 698,960
In-kind donations	17,996	77,252	95,248	28,398	-	28,398
Fundraising events	23,512	-	23,512	25,471	102,302	127,773
Investment return, net	236,243	479,880	716,123	171,104	294,773	465,877
Net assets released from restrictions	326,636	(326,636)	-	419,387	(419,387)	-
Total revenues	631,115	512,041	1,143,156	649,135	671,873	1,321,008
EXPENSES						
Program services	535,006	-	535,006	489,537	-	489,537
Management and general expenses	234,474	-	234,474	247,831	-	247,831
Fundraising	142,026	-	142,026	104,335	-	104,335
Total expenses	911,506	-	911,506	841,703	-	841,703
TRANSFERS FROM AFFILIATE - WAUBONSEE COMMUNITY COLLEGE						
Contributed services	359,197	-	359,197	393,519	-	393,519
Contributed technology, office goods and other	96,824	-	96,824	-	-	-
Total transfers from affiliate	456,021	-	456,021	393,519	-	393,519
CHANGE IN NET ASSETS	175,630	512,041	687,671	200,951	671,873	872,824
NET ASSETS, JULY 1	1,897,458	4,779,189	6,676,647	1,696,507	4,107,316	5,803,823
NET ASSETS, JUNE 30	<u>\$ 2,073,088</u>	<u>\$ 5,291,230</u>	<u>\$ 7,364,318</u>	<u>\$ 1,897,458</u>	<u>\$ 4,779,189</u>	<u>\$ 6,676,647</u>

See accompanying notes to financial statements.

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

June 30, 2024 and 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Waubonsee Community College District 516 (the College) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting principles. In addition, the College presents its financial statements in accordance with accounting practices prescribed or permitted by the Illinois Community College Board. The following is a summary of the more significant policies of the College.

a. Reporting Entity

The College is a separate legal entity established under Illinois Compiled Statutes (ILCS) governed by an elected Board of Trustees. The College is fiscally independent and is considered a primary government pursuant to GASB Statement No. 14 as amended by GASB Statement No. 61. The College has determined that the Waubonsee Community College Foundation (the Foundation), a fund raising organization that supports the College, meets the requirements of GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units, an Amendment of GASB Statement 14*, which has resulted in the Foundation being reported as a discretely presented component unit of the College as it is legally separate from the College. Separate financial statements of the Foundation are available from the Foundation's Treasurer, Route 47 at Waubonsee Drive, Sugar Grove, Illinois 60554.

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

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

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Non-exchange transactions, in which the College 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 College must provide local resources to be used for a specified purpose, and expense requirements, in which the resources are provided to the College on a reimbursement basis.

The College reports unearned/deferred revenue on its statements of net position. Unearned revenues arise when a potential revenue does not meet both the measurable and earned criteria for recognition in the current period. Unearned revenues also arise when resources are received by the College before it has a legal claim to them, as when grant monies are received prior to meeting all eligibility requirements. Deferred revenue results from property taxes being levied and reported as a receivable before the period for which the taxes are levied. In subsequent periods, when both revenue recognition criteria are met or when the College has met all eligibility requirements, the liability for unearned/deferred revenue is removed from the statements of net position and revenue is recognized.

c. Cash

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

d. Investments

The College has recorded all participating investments, regardless of maturity date, at fair value. Fair value is based on published fair values or other sources on June 30, 2024 and 2023. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between participants at the measurement date.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Inventories

Inventories are valued at average cost and consist primarily of items held for resale in the bookstore.

f. Capital Assets

Capital assets include property, plant, equipment, intangibles and infrastructure assets, such as roads and sidewalks. Capital assets are defined by the College as assets with an initial unit cost of \$5,000 or more, except for intangible assets and buildings and improvements for which the initial unit cost is greater than \$25,000 and \$200,000, respectively, and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets of the College are depreciated using the straight-line method over the following useful lives:

Assets	Years
Intangibles	3
Equipment	3-10
Land improvements	15
Buildings and improvements	40

In addition to the intangible assets reported above, the College reports intangible right-to-use assets as defined by GASB Statement No. 87, *Leases* and GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)*. Right-to-use intangible assets are amortized over the shorter of the lease/subscription term or useful life of the underlying asset.

g. Accrued Compensated Absences

Accumulated vacation leave is recorded as an expense and liability as the benefits accrue to employees. The liability for accumulated unpaid vacation leave is based upon accumulated days times the current pay rate for each employee. A maximum of 56 days may be accumulated for administrative and full-time support services staff. A liability has also been recorded for accumulated paid time off that may be paid to part-time support staff. The liability is based on accumulated hours times the current pay rate for each employee. A maximum of 192 hours may be accumulated.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Accrued Compensated Absences (Continued)

When a full-time staff member retires after 15 years of service with the College he/she shall be reimbursed for 25% of his/her accrued sick leave up to 31.25 paid sick days unless the employee applies the sick days toward service credit for retirement with the State Universities Retirement System (SURS or the System). A liability has been recorded for the portion of sick pay that may be paid to employees.

h. Long-Term Obligations

Long-term obligations are reported as liabilities in the applicable financial statements. Bond premiums and discounts, as well as the unamortized loss on refunding are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses.

i. Unearned Tuition and Fee Revenue

Tuition and fee revenues related to the periods after June 30, 2024 and 2023 have been classified as unearned.

j. Net Position

Net Investment in Capital Assets

This represents the College's total investment in capital assets, net of accumulated depreciation and amortization and net of the unmaturing portion of long-term liabilities issued to construct or purchase the capital assets.

Restricted Net Position

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

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Net Position (Continued)

Unrestricted Net Position

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

k. Federal Financial Assistance

The College participates in federally funded Pell Grants, SEOG Grants, Federal Work-Study and the Stafford Direct Loan Program that are audited in accordance with the Uniform Guidance (Single Audit Act Amendments of 1996), the United States Office of Management and Budget Uniform Guidance and the Compliance Supplement.

l. Pension and Other Postemployment Benefit Revenue and Expense

The College applies the requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, whereby the State of Illinois is responsible for the employer contribution and the total pension liability resulting from a special funding situation. Therefore, for the fiscal years ended June 30, 2024 and 2023, the College has reported its proportionate share of the collective pension expense and revenue for the state's contribution. In addition, the College applies the requirements of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, whereby the State of Illinois is responsible for 50% of both employer contribution and the total other postemployment benefit (OPEB) liability resulting from a special funding situation. Therefore, for the fiscal years ended June 30, 2024 and 2023, the College has reported its proportionate share of the collective OPEB expense and revenue for the state's contribution in addition to reporting the College's proportionate share of the OPEB liability and related expense.

m. Use of Estimates

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

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n. Deferred Outflows/Inflows of Resources

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

2. CASH AND INVESTMENTS

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

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than market value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704. The credit rating provided by Standard & Poor's of The Illinois Funds was AAAM at June 30, 2024 and 2023.

The Illinois School District Liquid Asset Fund Plus (ISDLAF), operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at net asset value (NAV) rather than market value. The Multi-Class Series invests in high-quality short-term debt instruments (money market instruments), and shares may be redeemed on any Illinois banking day. The Term Series invest in high-quality debt instruments, which are generally money market instruments but may include instruments with a maturity over one year, and shares may be redeemed with seven day's advance notice. The credit rating provided by Standard & Poor's of the Illinois School District Liquid Asset Fund Plus - Liquid and Max Class was AAAM at June 30, 2024 and 2023.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH AND INVESTMENTS (Continued)

It is the policy of the College to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the College and conforming to all state and local statutes governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio. The primary objective of the policy is safety of principal, liquidity, yield and maintaining the public trust.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the College’s deposits may not be returned to it.

The College’s investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance.

Investments

The following table presents the debt investments of the College as of June 30, 2024 and 2023, by type of investment:

June 30, 2024

Investment	Total Fair Value	Maturity (0-3 years)	Maturity (4-6 years)	Maturity (7-9 years)	Maturity (9+ years)
U.S. agency obligations	\$ 63,538,499	\$ 29,538,170	\$ 29,793,960	\$ 456,132	\$ 3,750,237
U.S. Treasury obligations	26,095,169	20,880,514	5,214,655	-	-
Municipal bonds	19,471,242	17,001,313	2,469,929	-	-
Corporate bonds	20,000,000	20,000,000	-	-	-
TOTAL	\$ 129,104,910	\$ 87,419,997	\$ 37,478,544	\$ 456,132	\$ 3,750,237

June 30, 2023

Investment	Total Fair Value	Maturity (0-3 years)	Maturity (4-6 years)	Maturity (7-9 years)	Maturity (9+ years)
U.S. agency obligations	\$ 55,539,183	\$ 28,618,828	\$ 23,248,138	\$ 742,470	\$ 2,929,747
U.S. Treasury obligations	63,772,232	62,600,168	1,172,064	-	-
Municipal bonds	22,773,053	14,871,650	7,901,403	-	-
Corporate bonds	4,205,280	2,805,965	469,695	-	929,620
TOTAL	\$ 146,289,748	\$ 108,896,611	\$ 32,791,300	\$ 742,470	\$ 3,859,367

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH AND INVESTMENTS (Continued)

Investments (Continued)

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

The College has the following recurring fair value measurements as of June 30, 2024 and June 30, 2023: U.S. agency securities of \$63,538,499 and \$55,539,183, respectively, U.S. Treasury securities of \$26,095,169 and \$63,772,232, respectively, negotiable CDs of \$0 and \$0, respectively, municipal bonds of \$19,471,242 and \$22,773,053, respectively, and corporate bonds of \$20,000,000 and \$4,205,280, respectively, are valued using quoted matrix pricing models (Level 2 inputs).

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the College limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a two-year period. The investment policy does not strictly limit the maximum maturity lengths of investments.

The College limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly guaranteed by the United States Government and municipal and corporate bonds rated in the highest four rating categories by a national rating agency.

The municipal bonds are rated between AAA and AA- by Standards and Poor's. The corporate bonds are rated AA+ by Standards and Poor's. The negotiable CDs are not rated.

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

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH AND INVESTMENTS (Continued)

Investments (Continued)

Concentration of credit risk - At June 30, 2024 and 2023, the College did not have any one investment that was greater than 5% of its overall portfolio (other than United States Government guaranteed obligations). The College's investment policy contains specific restrictions related to the diversification of the investment portfolio.

Derivatives - The College's investment policy specifically prohibits the use of or the investment in derivatives.

3. PROPERTY TAX CALENDAR

The following information gives significant dates on the property tax calendar of the College:

- The property tax lien date is January 1;
- The annual tax levy ordinance of 2023 was passed on December 13, 2023 and the annual tax levy ordinance of 2022 was passed on December 14, 2022;
- Property taxes are due to the County Collectors in two installments, June 1 and September 1; and
- The College receives the majority of its distributions in May through October 2024 and 2023.

Property taxes are recognized as revenue in the year intended to finance, regardless of when collected. The second half of the 2022 levy and the first half of the 2023 levy are recognized as revenue in the 2024 fiscal year. The second half of the 2023 levy is intended to finance the 2025 fiscal year and, accordingly, is reported as deferred revenue. The 2024 tax levy, which attached as an enforceable lien on property as of January 1, 2024, has not been recorded as a receivable as of June 30, 2024 as the tax has not yet been levied and will not be levied until December 2024 and, therefore, the levy is not measurable at June 30, 2024.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 is as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Tangible capital assets not being depreciated				
Land	\$ 4,555,311	\$ -	\$ -	\$ 4,555,311
Construction in progress	1,262,222	7,484,042	62,549	8,683,715
Total tangible capital assets not being depreciated	5,817,533	7,484,042	62,549	13,239,026
Tangible capital assets being depreciated				
Land improvements	12,862,757	-	-	12,862,757
Buildings and improvements	150,270,371	-	-	150,270,371
Equipment	12,449,188	1,139,537	232,720	13,356,005
Total tangible capital assets being depreciated	175,582,316	1,139,537	232,720	176,489,133
Intangible capital assets being amortized				
Intangible assets	1,397,877	-	-	1,397,877
Software	3,093,629	545,569	404,811	3,234,387
Equipment	959,218	-	-	959,218
Total intangible capital assets being amortized	5,450,724	545,569	404,811	5,591,482
Less accumulated depreciation for				
Land improvements	11,150,955	546,265	-	11,697,220
Buildings and improvements	60,452,795	3,449,052	-	63,901,847
Equipment	9,965,096	893,932	232,720	10,626,308
Total accumulated depreciation	81,568,846	4,889,249	232,720	86,225,375
Less accumulated amortization for				
Intangible assets	1,209,776	168,973	-	1,378,749
Software	1,005,633	804,833	261,083	1,549,383
Equipment	366,576	191,844	-	558,420
Total accumulated amortization	2,581,985	1,165,650	261,083	3,486,552
Total capital assets being depreciated and amortized, net	96,882,209	(4,369,793)	143,728	92,368,688
CAPITAL ASSETS, NET	\$ 102,699,742	\$ 3,114,249	\$ 206,277	\$ 105,607,714

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

Capital asset activity for the year ended June 30, 2023 is as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Tangible capital assets not being depreciated				
Land	\$ 4,555,311	\$ -	\$ -	\$ 4,555,311
Construction in progress	615,417	1,132,742	485,937	1,262,222
Total tangible capital assets not being depreciated	5,170,728	1,132,742	485,937	5,817,533
Tangible capital assets being depreciated				
Land improvements	12,862,757	-	-	12,862,757
Buildings and improvements	150,270,371	-	-	150,270,371
Equipment	12,217,691	846,679	615,182	12,449,188
Total tangible capital assets being depreciated	175,350,819	846,679	615,182	175,582,316
Intangible capital assets being amortized				
Intangible assets	1,359,627	38,250	-	1,397,877
Software	2,711,734	627,434	245,539	3,093,629
Equipment	959,218	-	-	959,218
Total intangible capital assets being amortized	5,030,579	665,684	245,539	5,450,724
Less accumulated depreciation for				
Land improvements	10,529,436	621,519	-	11,150,955
Buildings and improvements	56,969,922	3,482,873	-	60,452,795
Equipment	9,673,392	882,969	591,265	9,965,096
Total accumulated depreciation	77,172,750	4,987,361	591,265	81,568,846
Less accumulated amortization for				
Intangible assets	890,954	318,822	-	1,209,776
Software	524,157	727,015	245,539	1,005,633
Equipment	174,732	191,844	-	366,576
Total accumulated amortization	1,589,843	1,237,681	245,539	2,581,985
Total capital assets being depreciated and amortized, net	101,618,805	(4,712,679)	23,917	96,882,209
CAPITAL ASSETS, NET	\$ 106,789,533	\$ (3,579,937)	\$ 509,854	\$ 102,699,742

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT

Changes in long-term debt for the years ended June 30, 2024 and 2023 are as follows:

	Balance July 1, 2023	Issuance	Repayment/ Refunding	Balance June 30, 2024	Current Portion
Accrued compensated absences	\$ 3,811,504	\$ 515,369	\$ 356,255	\$ 3,970,618	\$ 430,124
Other postemployment benefit liability	11,739,817	788,514	-	12,528,331	328,900
General Obligation Limited Tax Bonds, Series 2021A	1,390,000	-	535,000	855,000	540,000
General Obligation Limited Tax Bonds, Series 2021B	29,160,000	-	3,520,000	25,640,000	3,555,000
General Obligation Alternate Revenue Source Bonds, Series 2023	-	27,820,000	-	27,820,000	915,000
Unamortized bond premium	318,240	2,487,415	164,151	2,641,504	-
Lease payable	593,503	-	191,718	401,785	192,455
SBITA payable	1,868,007	545,569	923,773	1,489,803	744,386
TOTAL	\$ 48,881,071	\$ 32,156,867	\$ 5,690,897	\$ 75,347,041	\$ 6,705,865

	Balance July 1, 2022	Issuance	Repayment/ Refunding	Balance June 30, 2023	Current Portion
Accrued compensated absences	\$ 3,756,847	\$ 426,885	\$ 372,228	\$ 3,811,504	\$ 356,255
Other postemployment benefit liability	29,045,355	-	17,305,538	11,739,817	473,804
General Obligation Limited Tax Bonds, Series 2021A	1,910,000	-	520,000	1,390,000	535,000
General Obligation Limited Tax Bonds, Series 2021B	32,645,000	-	3,485,000	29,160,000	3,520,000
Unamortized bond premium	358,020	-	39,780	318,240	-
Lease payable	784,486	-	190,983	593,503	191,718
SBITA payable	1,932,706	627,434	692,133	1,868,007	741,200
TOTAL	\$ 70,432,414	\$ 1,054,319	\$ 22,605,662	\$ 48,881,071	\$ 5,817,977

Accrued Compensated Absences

As described in Note 1, accrued compensated absences not due within one year are reported as long-term debt.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

2021A General Obligation Limited Tax Refunding Bonds

The College issued \$1,955,000 General Obligation Limited Tax Refunding Bonds, Series 2021A. The bonds, dated February 16, 2021, are due in annual installments of \$45,000 to \$540,000 through December 15, 2025, with interest ranging from 0.20% to 0.55% payable each June 15 and December 15. Debt service to maturity on this issue is as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 540,000	\$ 2,813	\$ 542,813
2026	315,000	866	315,866
TOTAL	\$ 855,000	\$ 3,679	\$ 858,679

2021B General Obligation Refunding Bonds

The College issued \$32,645,000 General Obligation Refunding Bonds, Series 2021B. The bonds, dated February 16, 2021, are due in annual installments of \$3,485,000 to \$3,775,000 through December 15, 2030, with interest ranging from 1.00% to 1.13% payable each June 15 and December 15. Debt service to maturity on this issue is as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 3,555,000	\$ 243,344	\$ 3,798,344
2026	3,590,000	207,619	3,797,619
2027	3,625,000	171,544	3,796,544
2028	3,660,000	135,119	3,795,119
2029	3,700,000	98,319	3,798,319
2030	3,735,000	61,144	3,796,144
2031	3,775,000	21,234	3,796,234
TOTAL	\$ 25,640,000	\$ 938,323	\$ 26,578,323

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

2021A and 2021B Refunding

During fiscal year 2021, the College issued \$1,955,000 General Obligation Refunding Limited Tax Bonds, Series 2021A and \$32,645,000 General Obligation Refunding Bonds, Series 2021B bonds, both dated February 16, 2021. The bonds were issued to refund \$1,135,000 of the 2011C General Obligation Limited Tax Bonds, \$31,180,000 of the 2012A General Obligation Bonds and \$720,000 of the 2012B General Obligation Limited Tax Bonds. Through the refunding transaction, the College achieved cash flow savings of \$112,323 and an economic gain of \$110,157 on the Series 2021A Bonds, and cash flow savings of \$2,154,380 and an economic gain of \$2,914,896 on the Series 2021B Bonds.

2023 General Obligation Alternate Revenue Source Bonds

The College issued \$27,820,000 General Obligation Alternate Revenue Source, Series 2023. The bonds, dated July 17, 2023, are due in annual installments of \$915,000 to \$2,140,000 through June 15, 2043, with interest ranging from 4.00% to 5.00% payable each June 15 and December 15. Debt service to maturity on this issue is as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 915,000	\$ 1,310,200	\$ 2,225,200
2026	960,000	1,264,450	2,224,450
2027	1,010,000	1,216,450	2,226,450
2028	1,060,000	1,165,950	2,225,950
2029	1,110,000	1,112,950	2,222,950
2030	1,170,000	1,057,450	2,227,450
2031	1,225,000	998,950	2,223,950
2032	1,285,000	937,700	2,222,700
2033	1,350,000	873,450	2,223,450
2034	1,420,000	805,950	2,225,950
2035	1,490,000	734,950	2,224,950
2036	1,565,000	660,450	2,225,450
2037	1,645,000	582,200	2,227,200
2038	1,725,000	499,950	2,224,950
2039	1,810,000	413,700	2,223,700
2040	1,900,000	323,200	2,223,200
2041	1,980,000	247,200	2,227,200
2042	2,060,000	168,000	2,228,000
2043	2,140,000	85,600	2,225,600
TOTAL	\$ 27,820,000	\$ 14,458,750	\$ 42,278,750

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

2023 General Obligation Alternate Revenue Source Bonds (Continued)

In fiscal year 2024, the College issued the Series 2023 General Obligation Alternate Revenue Source Bonds for certain capital projects and are payable from revenue generated from the Illinois Community College Board Base Operating Grant. The remaining total pledge is \$42,278,750 and the bonds mature on June 15, 2043. During the current fiscal year, the pledge of revenue in the College's Education Fund for the 2023 bonds of \$1,193,738 was approximately 19.61% of total revenues pledged.

Leases

The College entered into a lease arrangement on August 1, 2021, for the right-to-use equipment. Payments of \$16,138 are due monthly over a 60 month term. Total intangible right-to-use assets acquired under this agreement are \$959,218.

Obligations of the College under this lease payable, typically paid from the Education Fund, including future interest payments at June 30, 2024, are as follows:

Fiscal Year Ending June 30,	Leases	
	Principal	Interest
2025	\$ 192,455	\$ 1,204
2026	193,196	464
2027	16,134	5
TOTAL	\$ 401,785	\$ 1,673

Subscription-Based Information Technology Arrangements (SBITA)

In accordance with GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)*, the College's SBITA activity is as follows:

The College has entered into various SBITAs for the right to use another party's information technology software. These agreements range, in term, from fiscal year 2023 through fiscal year 2028. Additionally, payment terms on these agreements vary in frequency with payments due in either monthly or annual installments, depending on the agreement.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

Subscription-Based Information Technology Arrangements (SBITA) (Continued)

The following schedule reflects the College's future obligations under the SBITA payable:

Fiscal Year Ending June 30,	SBITA	
	Principal	Interest
2025	\$ 744,386	\$ 6,850
2026	497,208	4,555
2027	184,888	1,869
2028	63,321	367
TOTAL	\$ 1,489,803	\$ 13,641

6. RETIREMENT COMMITMENTS

Plan Description

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

Benefits Provided

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

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Contributions

The state is primarily responsible for funding SURS on behalf of the individual employers at an actuarially determined amount. Public Act 88-0593 provides a Statutory Funding Plan consisting of two parts: (i) a ramp-up period from 1996 to 2010 and (ii) a period of contributions equal to a level percentage of the payroll of active members of the System to reach 90% of the total actuarial accrued liability by the end of fiscal year 2045. Employer contributions from trust, federal and other funds are provided under Section 15-155(b) of the Illinois Pension Code and require employers to pay contributions which are sufficient to cover the accruing normal costs on behalf of applicable employees. The employer normal cost for fiscal year 2023 and 2024 was 12.83% and 12.53%, respectively, of employee payroll.

Funding Policy

The normal cost is equal to the value of current year's pension benefit and does not include any allocation for the past unfunded liability or interest on the unfunded liability. Plan members are required to contribute 8% of their annual covered salary. The contribution requirements of plan members and employers are established and may be amended by the Illinois General Assembly.

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

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

Net Pension Liability

At June 30, 2023 and 2022, SURS reported a net pension liability of \$29,444,538,098 and \$29,078,053,857, respectively. The net pension liability was measured as of June 30, 2023 and 2022.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

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

Employer Proportionate Share of Net Pension Liability

For the year ended June 30, 2024, the amount of the proportionate share of the net pension liability to be recognized for the College is \$0. The proportionate share of the state's net pension liability associated with the College is \$235,337,826 or 0.7993%. This amount is not recognized in the financial statement due to the special funding situation. The net pension liability was measured as of June 30, 2023 and the total pension used to calculate the net pension liability was determined based on the June 30, 2022 actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable earnings made to SURS during fiscal year 2023.

For the year ended June 30, 2023, the amount of the proportionate share of the net pension liability to be recognized for the College is \$0. The proportionate share of the state's net pension liability associated with the College is \$231,435,720 or 0.7959%. This amount is not recognized in the financial statement due to the special funding situation.

The net pension liability was measured as of June 30, 2022 and the total pension used to calculate the net pension liability was determined based on the June 30, 2021 actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable earnings made to SURS during fiscal year 2022.

Pension Expense

At June 30, 2023 and 2022, SURS reported a collective net pension expense of \$1,884,388,521 and \$1,903,314,699, respectively.

Employer Proportionate Share of Pension Expense

The College's proportionate share of collective net pension expense is recognized as both revenue and matching expense in the 2024 financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable earnings made to SURS during fiscal year 2023. As a result, the College recognized revenue and pension expense of \$15,061,126 for the fiscal year ended June 30, 2024.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

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

Employer Proportionate Share of Pension Expense (Continued)

The College's proportionate share of collective net pension expense is recognized as both revenue and matching expense in the 2023 financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable earnings made to SURS during fiscal year 2022. As a result, the college recognized revenue and pension expense of \$15,803,215 for the fiscal year ended June 30, 2023.

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

Deferred outflows of resources are the consumption of net assets by the College that is applicable to future reporting periods. The College paid \$236,608 in federal, trust or grant contributions for the fiscal year ended June 30, 2024. These contributions were made subsequent to the pension liability measurement date of June 30, 2023 and are recognized as deferred outflows of resources as of June 30, 2024.

Deferred outflows of resources are the consumption of net assets by the College that is applicable to future reporting periods. The College paid \$239,779 in federal, trust or grant contributions for the fiscal year ended June 30, 2023. These contributions were made subsequent to the pension liability measurement date of June 30, 2022 and are recognized as deferred outflows of resources as of June 30, 2023.

- b. Assumptions and Other Inputs

Actuarial Assumptions

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period June 30, 2017 to 2020. The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	3.00% to 12.75%, including inflation
Investment rate of return	6.50%

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Continued)

Mortality rates were based on the Pub-2010 employee and retiree gender distinct tables with projected generational mortality and a separate mortality assumption for disabled participants.

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period June 30, 2017 to 2020. The total pension liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	3.00% to 12.75%, including inflation
Investment rate of return	6.50%

Mortality rates were based on the Pub-2020 employee and retiree gender distinct tables with projected generational mortality and a separate mortality assumption for disabled participants.

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

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Continued)

For each major asset class that is included in the pension plan's target asset allocation as of June 30, 2023 and 2022, these best estimates are summarized in the following table:

	2023	
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Public Equity	36.00%	7.97%
Core Real Assets	8.00%	4.68%
Public Credit Fixed Income	6.50%	4.52%
Private Credit	2.50%	7.36%
Private Equity	11.00%	11.32%
Non-Core Real Assets	4.00%	8.67%
U.S. TIPS	5.00%	2.09%
Core Fixed Income	10.00%	1.13%
Systematic Trend Following	10.00%	3.18%
Alternative Risk Premia	3.00%	3.27%
Long Duration	2.00%	3.02%
Long Volatility/Tail Risk	2.00%	(1.14%)
Total	100.00%	5.98%
Inflation		2.60%
EXPECTED ARITHMETIC RETURN		8.58%

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Continued)

	2022	
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Public Equity	38.00%	7.62%
Public Credit Fixed Income	9.00%	4.20%
Credit Real Assets	4.50%	4.98%
Options Strategies	2.50%	4.91%
Private Credit	1.00%	7.45%
Private Equity	10.50%	11.91%
Non-Core Real Assets	2.50%	9.43%
U.S. TIPS	5.00%	1.23%
Core Fixed Income	8.00%	1.79%
Systematic Trend Following	10.00%	4.33%
Alternative Risk Premia	5.00%	3.59%
Long Duration	4.00%	2.16%
Total	100.00%	6.08%
Inflation		2.25%
EXPECTED ARITHMETIC RETURN		8.33%

Discount Rate

2024

A single discount rate of 6.37% was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 6.50% and a municipal bond rate of 3.86% (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

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

Discount Rate (Continued)

2024 (Continued)

members and assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the statutory contribution rates under SURS funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2077. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2077, and the municipal bond rate was applied to all benefit payments after that date.

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

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 6.37%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1 percentage point lower or 1 percentage point higher:

	1% Decrease (5.37%)	Current Single Discount Rate Assumption (6.37%)	1% Increase (7.37%)
Net pension liability	\$ 35,695,434,682	\$ 29,444,538,098	\$ 24,236,489,318

2023

A single discount rate of 6.39% was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 6.50% and a municipal bond rate of 3.69% (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

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

Discount Rate (Continued)

2023 (Continued)

contribution rate and that employer contributions will be made at rates equal to the statutory contribution rates under SURS funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2076. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2076, and the municipal bond rate was applied to all benefit payments after that date.

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

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 6.39%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1 percentage point lower or 1 percentage point higher:

	1% Decrease (5.39%)	Current Single Discount Rate Assumption (6.39%)	1% Increase (7.39%)
Net pension liability	\$ 35,261,802,968	\$ 29,078,053,857	\$ 23,928,731,076

Defined Contribution Pension Plan

a. Plan Description

The College contributes to the Retirement Savings Plan (RSP) administered by the State Universities Retirement System (SURS), a cost-sharing multiple-employer defined contribution pension plan with a special funding situation whereby the State of Illinois (State) makes substantially all required contributions on behalf of the participating employers. SURS was established July 21, 1941, to provide retirement annuities and other benefits for staff members and employees of state universities,

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Defined Contribution Pension Plan (Continued)

a. Plan Description (Continued)

certain affiliated organizations, and certain other state educational and scientific agencies and for survivors, dependents, and other beneficiaries of such employees. SURS is governed by Chapter 40, Act 5, Article 15 of the Illinois Compiled Statutes. SURS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by accessing the website at www.SURS.org. The RSP and its benefit terms were established and may be amended by the State's General Assembly.

b. Benefits Provided

A defined contribution pension plan, originally called the Self-Managed Plan, was added to SURS benefit offerings as a result of Public Act 90-0448 enacted effective January 1, 1998. The plan was renamed the RSP effective September 1, 2020, after an extensive plan redesign. New employees are allowed six months after their date of hire to make an irrevocable election whether to participate in either the traditional or portable defined benefit pension plans or the RSP. A summary of the benefit provisions as of June 30, 2023, can be found in SURS Annual Comprehensive Financial Report - Notes to the Financial Statements.

c. Contributions

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

d. Forfeitures

Employees are not vested in employer contributions to the RSP until they have attained five years of service credit. Should an employee leave SURS-covered employment with less than five years of service credit, the portion of the employee's RSP account designated as employer contributions is forfeited. Employees who later return to SURS-covered employment will have these forfeited employer contributions

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Defined Contribution Pension Plan (Continued)

d. Forfeitures (Continued)

reinstated to their account, so long as the employee's own contributions remain in the account. Forfeited employer contributions are managed by SURS and are used both to reinstate previously forfeited contributions and to fund a portion of the State's contributions on behalf of the individual employers. The vesting and forfeiture provisions of the RSP were established and may be amended by the State's General Assembly.

e. Pension Expense Related to Defined Contribution Pensions

Defined Contribution Pension Expense

For the year ended June 30, 2024, the State's contributions to the RSP on behalf of individual employers totaled \$90,330,044. Of this amount, \$81,991,471 was funded via an appropriation from the State and \$8,338,573 was funded from previously forfeited contributions. For the year ended June 30, 2023, The State's contributions to the RSP on behalf of individual employers totaled \$89,770,940. Of this amount, \$80,902,699 was funded via an appropriation from the State and \$8,868,241 was funded from previously forfeited contributions.

Employer Proportionate Share of Defined Contribution Pension Expense

The employer proportionate share of collective defined contribution pension expense is recognized as nonoperating revenue with matching operating expense (compensation and benefits) in the financial statements. The basis of allocation used in the proportionate share of collective defined contribution pension expense is the actual reported pensionable contributions made to the RSP during fiscal year 2023. The College's share of pensionable contributions was 0.7620%. As a result, the College recognized revenue and defined contribution pension expense of \$688,294 from this special funding situation during the year ended June 30, 2024, of which \$63,538 constituted forfeitures. During fiscal year 2022, the College's share of pensionable contributions was 0.7291%. As a result, the College recognized revenue and defined contribution pension expense of \$654,505 from this special funding situation during the year ended June 30, 2023, of which \$64,657 constituted forfeitures.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN

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

The Act requires every active contributor (employee) of SURS to contribute 0.75% of covered payroll and every community college district to contribute 0.75% of covered payroll. Retirees pay a premium for coverage that is also determined by ILCS. The State Pension Funds Continuing Appropriation Act (40/ILCS 15/1.4) requires the state to make an annual appropriation to 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.

Plan Description

The following disclosures are for the year ended June 30, 2023 and 2022, in accordance with GASB Statement No, 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. For purposes of measuring the net other postemployment benefit liability, deferred outflows of resources and deferred inflows of resources related to other postemployment benefit, and other postemployment benefit expense, information about the fiduciary net position of CIP and additions to/deductions from CIP's fiduciary net position have been determined on the same basis as they are reported by CIP. For this purpose, CIP recognizes benefit payments when due and payable in accordance with the benefit terms. Investments, if any, are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

At June 30, 2024, the College reported a liability of \$12,528,331 for its proportionate share of the total other postemployment benefit liability that reflected a reduction for state other postemployment benefit support of \$12,528,331 resulting in a total other postemployment benefit liability associated with the College of \$25,056,662. The other postemployment benefit liability was measured as of June 30, 2023, and the total other postemployment benefit liability used to calculate the net other postemployment benefit liability was determined by an actuarial valuation performed as of June 30, 2022 rolled forward to June 30, 2023. The College's proportion of the net other postemployment benefit liability was based on the College's actual contributions to the other postemployment benefit plan relative to the projected contributions of all participating Colleges and the State of Illinois, statutorily determined. At June 30, 2024, the College's proportionate share was 1.773714%.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

At June 30, 2023, the College reported a liability of \$11,739,817 for its proportionate share of the total other postemployment benefit liability that reflected a reduction for state other postemployment benefit support of \$11,739,817 resulting in a total other postemployment benefit liability associated with the College of \$23,479,634. The other postemployment benefit liability was measured as of June 30, 2022, and the total other postemployment benefit liability used to calculate the net other postemployment benefit liability was determined by an actuarial valuation performed as of June 30, 2021 rolled forward to June 30, 2022. The College's proportion of the net other postemployment benefit liability was based on the College's actual contributions to the other postemployment benefit plan relative to the projected contributions of all participating Colleges and the State of Illinois, statutorily determined. At June 30, 2023, the College's proportionate share was 1.714943%.

2024

For the year ended June 30, 2024, the College recognized other postemployment benefit expense of \$(4,574,631) and revenue of \$(4,574,631) for support provided by the state. At June 30, 2024, the College reported deferred outflows of resources and deferred inflows of resources related to other postemployment benefit from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 188,529	\$ 3,771,739
Changes in assumption	-	12,247,562
Changes in proportionate share and differences between college contributions and proportionate share of contributions	1,526,430	1,012,856
Contributions made after the measurement date	278,839	-
Net difference between projected and actual earnings on other postemployment benefit plan investments	-	2,678
TOTAL	\$ 1,993,798	\$ 17,034,835

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2024 (Continued)

\$278,839 reported as deferred outflows or resources related to other postemployment benefit resulting from college contributions subsequent to the measurement date will be recognized as a reduction of the other postemployment benefit liability for the measurement period ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to CIP will be recognized in other postemployment benefit expense as follows:

Fiscal Year Ending June 30,	
2025	\$ (4,729,876)
2026	(4,232,572)
2027	(3,624,466)
2028	(2,760,873)
2029	<u>27,911</u>
TOTAL	\$ (15,319,876)

2023

For the year ended June 30, 2023, the College recognized other postemployment benefit expense of \$(4,638,107) and revenue of \$(4,638,107) for support provided by the state. At June 30, 2023, the College reported deferred outflows of resources and deferred inflows of resources related to other postemployment benefit from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 92,743	\$ 4,889,997
Changes in assumption	-	15,824,907
Changes in proportionate share and differences between college contributions and proportionate share of contributions	1,046,999	1,003,845
Contributions made after the measurement date	175,432	-
Net difference between projected and actual earnings on other postemployment benefit plan investments	<u>-</u>	<u>607</u>
TOTAL	\$ 1,315,174	\$ 21,719,356

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2023 (Continued)

\$175,432 reported as deferred outflows or resources related to other postemployment benefit resulting from college contributions subsequent to the measurement date will be recognized as a reduction of the other postemployment benefit liability for the measurement period ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to CIP will be recognized in other postemployment benefit expense as follows:

Fiscal Year Ending June 30,	
2024	\$ (5,144,903)
2025	(4,749,775)
2026	(4,253,806)
2027	(3,646,708)
2028	<u>(2,784,422)</u>
TOTAL	<u>\$ (20,579,614)</u>

Actuarial Assumptions

2024

The total other postemployment benefit liability was determined by an actuarial valuation as of June 30, 2022, rolled forward to June 30, 2023, the measurement date, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

Assumptions	
Inflation	2.25%
Salary increases	3.50% to 12.75%
Investment rate of return	0.00%
Healthcare cost trend rates	8.00% trending to 4.25%
Asset valuation method	Fair value

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

Actuarial Assumptions (Continued)

2023

The total other postemployment benefit liability was determined by an actuarial valuation as of June 30, 2021, rolled forward to June 30, 2022, the measurement date, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

Assumptions	
Inflation	2.25%
Salary increases	3.50% to 12.75%
Investment rate of return	0.00%
Healthcare cost trend rates	8.00% trending to 4.25%
Asset valuation method	Fair value

2024

Mortality rates for retirement and beneficiary annuitants were based on the Pub-2010 Healthy Retiree Mortality Table and PubT-2010 Healthy Retiree Mortality Table. For disabled annuitants, mortality rates were based on the Pub-2010 Disabled Retiree Mortality Table. Mortality rates for pre-retirement were based on the Pub-2010 Employee Mortality Table and PubT-2010 Employee Mortality Table were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2020. The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period June 30, 2017 to June 30, 2020.

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since CIP is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rate was 3.86% as of June 30, 2024.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

Actuarial Assumptions (Continued)

2023

Mortality rates for retirement and beneficiary annuitants were based on the Pub-2010 Healthy Retiree Mortality Table and PubT-2010 Healthy Retiree Mortality Table. For disabled annuitants, mortality rates were based on the Pub-2010 Disabled Retiree Mortality Table. Mortality rates for pre-retirement were based on the Pub-2010 Employee Mortality Table and PubT-2010 Employee Mortality Table were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2020. The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period June 30, 2017 to June 30, 2020.

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 other postemployment benefit plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since CIP is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rate was 3.69% as of June 30, 2023.

Rate Sensitivity

2024

The following is a sensitivity analysis of the other postemployment benefit liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the other postemployment benefit liability of the College calculated using the discount rate of 3.86% as well as what the College's other postemployment benefit liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.86%) or 1 percentage point higher (4.86%) than the current rate:

	1% Decrease (2.86%)	Current Discount Rate (3.86%)	1% Increase (4.86%)
Other postemployment benefit liability	\$ 13,668,537	\$ 12,528,331	\$ 11,546,515

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

Rate Sensitivity (Continued)

2024 (Continued)

The table below presents the College’s other postemployment benefit liability, calculated using the healthcare cost trend rates as well as what the College’s other postemployment benefit liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower, than the current healthcare cost trend rates. The key trend rates are 9.14% in 2024 decreasing to an ultimate trend rate of 4.25% in 2040.

	1% Decrease	Current Healthcare Rate	1% Increase
Other postemployment benefit liability	\$ 11,253,461	\$ 12,528,331	\$ 14,065,663

2023

The following is a sensitivity analysis of the other postemployment benefit liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the other postemployment benefit liability of the College calculated using the discount rate of 3.69% as well as what the College’s other postemployment benefit liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.69%) or 1 percentage point higher (4.69%) than the current rate:

	1% Decrease (2.69%)	Current Discount Rate (3.69%)	1% Increase (4.69%)
Other postemployment benefit liability	\$ 12,851,320	\$ 11,739,817	\$ 10,789,322

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

Rate Sensitivity (Continued)

2023 (Continued)

The table below presents the College’s other postemployment benefit liability, calculated using the healthcare cost trend rates as well as what the College’s other postemployment benefit liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower, than the current healthcare cost trend rates. The key trend rates are 9.18% in 2023 decreasing to an ultimate trend rate of 4.25% in 2038.

	1% Decrease	Current Healthcare Rate	1% Increase
Other postemployment benefit liability	\$ 10,491,324	\$ 11,739,817	\$ 13,265,367

Other Postemployment Benefit Plan Fiduciary Net Position

Detailed information about the other postemployment benefit plan’s fiduciary net position is available in the separately issued CIP financial report.

8. SPECIAL TERMINATION HEALTH INSURANCE

In addition to the retirement benefits provided by the College described in Note 7, the College previously provided voluntary retirement benefits, considered early retirement incentives. These included employer paid voluntary retirement incentives (deferred compensation) as well as employer paid health care coverage to retirees and spouses for life. At age 65, generally Medicare becomes the primary insurance provider for retirees. The voluntary retirement benefits were available to employees who attained age 55 with at least eight years of continuous employment and who retired prior to June 30, 2000.

The benefits provided were a percentage of their final year’s salary, up to 100% payable over one to five years, depending upon the age at retirement and health insurance coverage for life. There were 54 and 55 members (including spouses) receiving benefits as of June 30, 2024 and 2023, respectively.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. SPECIAL TERMINATION HEALTH INSURANCE (Continued)

The College engaged an actuary to perform an actuarial valuation of the benefits as of June 30, 2024 and 2023. Actual retirees were 29 and 29 as of June 30, 2024 and 2023, respectively. The actuarial assumptions used in the valuations were a discount rate of 4.36% and 2.89% at June 30, 2024 and 2023, respectively, the health care trend rate of 7% (non-Medicare) and 4.5% (Medicare) and 7% (non-Medicare) and 5% (Medicare), respectively. The actuarial valuation calculated a liability of \$314,246 and \$362,206 at June 30, 2024 and 2023, respectively. This is recorded as a liability in the College's financial statements.

The College accounts for this plan in the Retiree Medical Insurance and Retirement subfund and has set aside sufficient assets in the account to fully fund this obligation at June 30, 2024 and 2023.

9. RISK MANAGEMENT

The College is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; error and omissions; injuries to employees; employee health and dental insurance; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties except for employee health and dental. Settled claims from these risks have not exceeded commercial insurance coverage in the past three fiscal years. Since February 2005, the College has participated in the Illinois Community College Risk Management Consortium (the Consortium), which was established in 1981 by several Chicago area community colleges as a means of reducing the cost of general liability insurance. The Consortium is a public entity risk pool currently operating as a common risk management and insurance program for the member colleges. The main purpose of the Consortium is to jointly self-insure certain risks up to an agreed-upon retention limit and to obtain excess catastrophic coverage and aggregate stop-loss reinsurance over the selected retention limits.

The College is self-insured for health and dental insurance. The College's third party administrator (TPA) processes all claims for the College and is reimbursed monthly for the claims paid in the previous month.

The College has purchased specific and aggregate excess insurance to limit its exposure. The specific coverage is \$150,000 per covered person and the aggregate attachment is \$8,663,188 on a calendar year basis. A liability of \$1,298,293 and \$1,247,257 for claims incurred but not paid as of June 30, 2024 and 2023, respectively, includes an estimate of incurred but not reported claims as of June 30, 2024 and 2023.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RISK MANAGEMENT (Continued)

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

	2022	2023	2024
CLAIMS PAYABLE, JULY 1	\$ 1,152,748	\$ 1,243,618	\$ 1,247,257
Claims paid	(7,293,039)	(7,185,015)	(7,395,083)
Claims incurred	7,383,909	7,188,654	7,446,119
CLAIMS PAYABLE, JUNE 30	<u>\$ 1,243,618</u>	<u>\$ 1,247,257</u>	<u>\$ 1,298,293</u>

10. TAX ABATEMENTS

The College has entered into two property tax abatement agreements with corporations located within the College’s boundaries. The agreements provide for abatements ranging from 25% to 75% of the property taxes on the agreed upon facilities for periods ranging from three to ten years. Property development and job creation criteria are specified in the respective agreements and must be met for the abatement to go into effect. The College retains the right to require the corporation(s) to repay the total sum of all previously abated taxes if certain provisions of the agreement(s) are not met. As of June 30, 2024, no taxes have been abated under these tax abatement agreements.

11. DISCRETELY PRESENTED COMPONENT UNIT

The Waubonsee Community College Foundation (the Foundation) was incorporated in 1978 under the laws of the State of Illinois. The Foundation is a not-for-profit organization which was formed to promote the educational development and general educational welfare of the Waubonsee Community College, Community College District 516 (the College). The Foundation is operated in conjunction with, and in support of the educational mission of the College. The Foundation supports the College through solicitation and administration of scholarships, gifts, grants or bequests of money or property or certain educational and cultural activities of the College as approved by the Board of Directors of the Foundation. The following is a summary of the significant accounting policies of the Foundation.

a. Basis of Presentation

The Foundation maintains its accounts in accordance with the principles and practices of fund accounting. Fund accounting is the procedure by which resources for various purposes are classified for accounting purposes in accordance with activities or objectives specific by donors.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DISCRETELY PRESENTED COMPONENT UNIT (Continued)

a. Basis of Presentation (Continued)

These financial statements, which are presented on the accrual basis of accounting, have been prepared to focus on the Foundation as a whole and to present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by classification of fund balances and transactions into two classes of net assets: without donor restrictions and with donor restrictions. Accordingly, net assets and changes therein are classified as follows:

Net Assets Without Donor Restrictions

Net assets available for use in general operations and not subject to donor-imposed restrictions. The Board may impose stipulations on these assets for a specific purpose or future use.

Net Assets With Donor Restrictions

Net assets subject to donor-imposed restrictions that either expire by passage of time, can be fulfilled and removed by actions of the Foundation pursuant to those restrictions or maintained in perpetuity by the Foundation.

Contributions and other revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor restriction.

b. Revenue Recognition

Contributions

The Foundation recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of beneficial interest is received. Conditional promises to give - that is, those with a measurable performance or other barrier and a right to return - are not recognized until the conditions on which they depend have been met. There are no conditional contributions as of June 30, 2024 and 2023.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DISCRETELY PRESENTED COMPONENT UNIT (Continued)

b. Revenue Recognition (Continued)

Contributions (Continued)

Contributions, including unconditional promises to give, are recognized as revenue in the period received. Conditional promises to give are not recognized as revenue until the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions from unconditional promises to give that are to be received after one year are discounted at an appropriate risk adjusted rate at the date the promise is made. Amortization of discounts is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions. An allowance for uncollectible contributions is provided based upon management's judgement including such factors as prior collection history, type of contribution and nature of fundraising activity. No allowance was deemed necessary as of June 30, 2024 or 2023.

Sponsorship and Fundraising Event Revenue

The portion of sponsorship revenue and ticket sales that relates to the commensurate value the sponsor and attendee receives in return is recognized when the related events are held and performance obligations are met. Ticket sales received in advance of the event are recorded as deferred revenue on the statements of financial position. For events held during the year ending June 30, 2024, commensurate value of \$17,996 was recognized as fundraising revenue in the statements of activities. For events held during the year ending June 30, 2023, commensurate value of \$25,471 was recognized as fundraising revenue in the statements of activities.

Contributions In-Kind

The Foundation recognizes the fair value of contributed services received if such services create or enhance nonfinancial assets or require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not contributed. Donated assets are recorded in the financial statements as assets and revenue at their estimated fair market value on the dates the assets are contributed. Donated supplies are expensed in the year received.

c. Cash and Cash Equivalents

All highly liquid investments with an original maturity of three months or less when purchased are deemed cash equivalents.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DISCRETELY PRESENTED COMPONENT UNIT (Continued)

c. Cash and Cash Equivalents (Continued)

The Foundation maintains its cash balance in financial institutions, which at times may exceed federally insured limits. At June 30, 2024 and 2023, the Foundation's cash accounts do not exceed federally insured limits. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

d. Investments

Investments are measured at fair value. The realized and unrealized gain or loss on investments is reflected in investment return on the statement of activities. Investment return is reported net of external and direct internal investment expenses.

e. Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Costs are directly charged when feasible. Costs that cannot be directly charged, such as salaries and wages, are allocated based on time and effort.

f. Income Taxes

The Foundation is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Foundation is not classified as a private foundation. The Foundation evaluates its uncertain tax positions on an annual basis, and there have been no recorded uncertain tax positions recorded in fiscal year 2024, 2023 or 2022. Therefore, no provision or liability for income taxes has been included in the financial statements. The Foundation files various federal or state non-profit tax returns. The Foundation is no longer subject to U.S. Federal or state examinations by tax authorities for tax years prior to 2021.

g. Use of Estimates

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

REQUIRED SUPPLEMENTARY INFORMATION

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

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

Last Ten Years

MEASUREMENT DATE JUNE 30,	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
(a) Proportion percentage of the collective net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
(b) Proportion amount of the collective net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(c) Portion of non-employer contributing entities' total proportion of net pension liability associated with employer	190,918,931	221,092,313	224,615,949	246,158,766	251,989,904	259,739,781	241,396,847	231,435,720	235,337,826	
Total (b) + (c)	<u>\$ 190,918,931</u>	<u>\$ 221,092,313</u>	<u>\$ 224,615,949</u>	<u>\$ 246,158,766</u>	<u>\$ 251,989,904</u>	<u>\$ 259,739,781</u>	<u>\$ 241,396,847</u>	<u>\$ 231,435,720</u>	<u>\$ 235,337,826</u>	
Covered payroll	\$ 36,108,287	\$ 37,931,009	\$ 38,779,937	\$ 40,024,842	\$ 39,687,030	\$ 40,261,318	\$ 38,111,793	\$ 39,583,468	\$ 42,808,371	
Proportion of collective net pension liability associated with employer as a percentage of covered payroll	528.74%	582.88%	579.21%	615.01%	634.94%	645.13%	633.39%	584.68%	549.75%	
SURS plan net position as a percentage of total pension liability	42.37%	39.57%	42.04%	41.27%	40.71%	39.05%	45.45%	43.65%	44.06%	

FISCAL YEAR ENDED JUNE 30,	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
WAUBONSEE COMMUNITY COLLEGE										
Federal, trust, grant and other contributions	\$ 157,195	\$ 148,188	\$ 129,704	\$ 108,983	\$ 132,377	\$ 151,497	\$ 137,643	\$ 206,570	\$ 239,779	\$ 236,608
Contribution in relation to required contribution	157,195	148,188	129,704	108,983	132,377	151,497	137,643	206,570	239,779	236,608
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 36,108,287	\$ 37,931,009	\$ 38,779,937	\$ 40,024,842	\$ 39,687,030	\$ 40,261,318	\$ 38,111,793	\$ 39,583,468	\$ 42,808,371	\$ 46,526,716
Contributions as a percentage of covered payroll	0.44%	0.39%	0.33%	0.27%	0.33%	0.38%	0.36%	0.52%	0.56%	0.51%

Note: The College implemented GASB No. 68 in fiscal year 2015.

Notes to Required Supplementary Information

Changes of Benefit Terms

There were no benefit changes recognized in the total pension liability as of June 30, 2023 and 2022.

Changes in 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, 2017, to June 30, 2020, was performed in Spring 2021, resulting in the adoption of new assumptions as of June 30, 2023.

- Salary increase - Change in the overall assumed salary increase rates, ranging from 3.00% to 12.75% based on years of service, while maintaining the underlying wage inflation rate of 2.25%.
- Investment return - Decrease the investment return assumption to 6.50%. This reflects decreasing the assumed real rate of return to 4.25% and maintaining the underlying assumed price inflation of 2.25%.
- Effective rate of interest - Decrease the long-term assumption for the effective rate of interest for crediting the money purchase accounts to 6.50%.
- Normal retirement rates - Establish separate rates for members in academic positions and nonacademic positions to reflect that retirement rates for academic positions are lower than for nonacademic positions.
- Early retirement rates - Establish separate rates for members in academic positions and nonacademic positions to reflect that retirement rates for academic positions are lower than for nonacademic positions.
- Turnover rates - Change rates to produce slightly lower expected turnover for most members, while maintaining pattern of decreasing termination rates as years of service increase.
- Mortality rates - Change from the RP-2014 to the Pub-2010 mortality tables to reflect the latter's higher applicability to public pensions. Update the projection scale from the MP-2017 to the MP-2020 scale.
- Disability rates - Establish separate rates for members in academic positions and non-academic positions and maintain separate rates for males and females. New for the June 30, 2023 valuation, 50% of police officer disability incidence is assumed to be line-of-duty related.
- Plan election - Change plan election assumptions to 75% Tier 2 and 25% Retirement Savings Plan (RSP) for non-academic members. Change plan election assumptions to 55% Tier 2 and 45% Retirement Savings Plan (RSP) for academic members.

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE
OF THE TOTAL OPEB LIABILITY AND SCHEDULE OF CONTRIBUTIONS
CIP PLAN

Last Seven Years

MEASUREMENT DATE JUNE 30,	2017	2018	2019	2020	2021	2022	2023
College's proportion of the total OPEB liability	1.675759%	1.764152%	1.739747%	1.705040%	1.673570%	1.714943%	1.773714%
College's proportionate share of the total OPEB liability	\$ 30,559,765	\$ 33,258,707	\$ 32,855,835	\$ 31,078,847	\$ 29,045,355	\$ 11,739,817	\$ 12,528,331
Portion of State's total proportion of total OPEB liability associated with the College	30,157,270	33,258,707	32,855,835	31,078,847	29,045,355	11,739,817	12,528,331
TOTAL	\$ 60,717,035	\$ 66,517,414	\$ 65,711,670	\$ 62,157,694	\$ 58,090,710	\$ 23,479,634	\$ 25,056,662
Covered payroll	\$ 31,729,696	\$ 34,713,453	\$ 33,547,619	\$ 33,681,095	\$ 33,929,308	\$ 35,007,849	\$ 36,701,703
Proportion of collective net pension liability associated with the College as a percentage of covered payroll	191.36%	191.62%	195.88%	184.55%	171.21%	67.07%	68.27%
CIP plan net position as a percentage of total OPEB liability	(2.87%)	(3.54%)	(4.13%)	(5.07%)	(6.38%)	(22.03%)	(17.87%)
FISCAL YEAR ENDED JUNE 30,	2018	2019	2020	2021	2022	2023	2024
Statutorily required contribution	\$ 154,058	\$ 156,169	\$ 156,807	\$ 155,607	\$ 161,727	\$ 176,892	\$ 279,190
Contribution in relation to the statutorily required contribution	154,058	156,169	156,807	155,607	161,727	176,892	278,839
CONTRIBUTION EXCESS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (351)
Covered payroll	\$ 34,713,453	\$ 33,547,619	\$ 33,681,095	\$ 33,929,308	\$ 35,007,849	\$ 36,701,703	\$ 35,993,901
Contributions as a percentage of covered payroll	0.44%	0.47%	0.47%	0.46%	0.46%	0.48%	0.77%
Discount rate	3.56%	3.62%	3.13%	2.45%	1.92%	3.69%	3.86%

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

Notes to Required Supplementary Information

Changes of Benefit Terms

There were no benefit changes recognized in the total OPEB liability as of June 30, 2023 and 2022.

Changes in Assumptions

The discount rate changed from 3.69% at June 30, 2022 to 3.86% at June 30, 2023. Additionally, there were changes in the healthcare trend assumption and per capital claim costs.

(See independent auditor's report.)

SUPPLEMENTARY INFORMATION

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

COMBINING SCHEDULE OF NET POSITION ACCOUNTS -
BY SUBGROUP

June 30, 2024

	Governmental Subgroup	Auxiliary Subgroup	Eliminations	Total
CURRENT ASSETS				
Cash	\$ 584,752	\$ 566,962	\$ -	\$ 1,151,714
Investments	236,174,062	4,191,931	-	240,365,993
Receivables, net of allowance for uncollectibles				
Taxes	29,536,255	-	-	29,536,255
Accrued interest	1,226,478	32,019	-	1,258,497
Accounts	1,186,639	16,996	-	1,203,635
Other	364,598	23,432	-	388,030
Tuition and fees	4,314,521	19,965	-	4,334,486
Rent	2,432,639	-	-	2,432,639
Prepaid expenses	1,019,410	37,287	-	1,056,697
Inventories	-	620,806	-	620,806
Total current assets	276,839,354	5,509,398	-	282,348,752
NONCURRENT ASSETS				
Capital assets and intangible capital assets	195,272,380	47,261	-	195,319,641
Less accumulated depreciation and accumulated amortization	(89,671,049)	(40,878)	-	(89,711,927)
Net capital assets	105,601,331	6,383	-	105,607,714
Total noncurrent assets	105,601,331	6,383	-	105,607,714
Total assets	382,440,685	5,515,781	-	387,956,466
DEFERRED OUTFLOWS OF RESOURCES				
Unamortized loss on refunding	501,825	-	-	501,825
CIP other postemployment benefit items	1,993,798	-	-	1,993,798
SURS pension contributions	236,608	-	-	236,608
Total deferred outflows of resources	2,732,231	-	-	2,732,231
Total assets and deferred outflows of resources	385,172,916	5,515,781	-	390,688,697

(This schedule is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

COMBINING SCHEDULE OF NET POSITION ACCOUNTS -
BY SUBGROUP (Continued)

June 30, 2024

	Governmental Subgroup	Auxiliary Subgroup	Eliminations	Total
CURRENT LIABILITIES				
Accounts payable	\$ 4,973,280	\$ 264,932	\$ -	\$ 5,238,212
Accrued salaries and payroll deductions payable	1,606,458	17,875	-	1,624,333
Health claims payable	1,298,293	-	-	1,298,293
Unearned tuition and fees	7,651,690	-	-	7,651,690
Unearned revenue	2,398,388	-	-	2,398,388
Accrued compensated absences	354,337	75,787	-	430,124
Bonds payable	5,010,000	-	-	5,010,000
Lease payable	192,455	-	-	192,455
SBITA payable	744,386	-	-	744,386
Other postemployment benefit liability	328,900	-	-	328,900
Interest payable	65,634	-	-	65,634
Other current liabilities	-	35,381	-	35,381
Total current liabilities	24,623,821	393,975	-	25,017,796
NONCURRENT LIABILITIES				
Special termination health insurance benefits payable	314,246	-	-	314,246
Accrued compensated absences	3,540,494	-	-	3,540,494
Other postemployment benefit liability	12,199,431	-	-	12,199,431
Lease payable	209,330	-	-	209,330
SBITA payable	745,417	-	-	745,417
Bonds payable	51,946,504	-	-	51,946,504
Total noncurrent liabilities	68,955,422	-	-	68,955,422
Total liabilities	93,579,243	393,975	-	93,973,218
DEFERRED INFLOWS OF RESOURCES				
Deferred revenue - property taxes	29,404,688	-	-	29,404,688
CIP other postemployment benefit items	17,034,835	-	-	17,034,835
Total deferred inflows of resources	46,439,523	-	-	46,439,523
Total liabilities and deferred inflows of resources	140,018,766	393,975	-	140,412,741
NET POSITION				
Net investment in capital assets	76,681,859	6,383	-	76,688,242
Restricted for				
Audit	45,328	-	-	45,328
Liability, protection and settlement	3,621,067	-	-	3,621,067
Grant purposes	294,697	-	-	294,697
Capital	25,015,613	-	-	25,015,613
Debt service	2,614,734	-	-	2,614,734
Working cash	4,690,827	-	-	4,690,827
Pension contributions	236,608	-	-	236,608
Unrestricted	131,953,417	5,115,423	-	137,068,840
TOTAL NET POSITION	\$ 245,154,150	\$ 5,121,806	\$ -	\$ 250,275,956

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

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

For the Year Ended June 30, 2024

	Governmental Subgroup	Auxiliary Subgroup	Eliminations	Total
OPERATING REVENUES				
Tuition and fees	\$ 16,999,030	\$ -	\$ -	\$ 16,999,030
Auxiliary enterprises revenue	-	3,695,395	(358,883)	3,336,512
Other operating revenue	1,297,972	-	-	1,297,972
Total operating revenues	18,297,002	3,695,395	(358,883)	21,633,514
OPERATING EXPENSES				
Instruction	26,591,764	-	-	26,591,764
Academic support	4,911,922	-	-	4,911,922
Student services	14,767,764	-	-	14,767,764
Public services	1,539,714	-	-	1,539,714
Auxiliary services	101,744	4,352,628	-	4,454,372
Operation and maintenance of plant	10,203,211	-	-	10,203,211
Institutional support	24,726,971	-	-	24,726,971
Scholarships, grants and waivers	9,796,648	-	(358,883)	9,437,765
Amortization	1,165,650	-	-	1,165,650
Depreciation	4,888,540	709	-	4,889,249
Total operating expenses	98,693,928	4,353,337	(358,883)	102,688,382
OPERATING INCOME (LOSS)	(80,396,926)	(657,942)	-	(81,054,868)
NON-OPERATING REVENUES (EXPENSES)				
Property taxes	57,103,659	-	-	57,103,659
Personal property replacement tax	2,049,360	-	-	2,049,360
Local grants and contracts	171,171	-	-	171,171
State grants and contracts	19,351,092	-	-	19,351,092
Federal grants and contracts	13,690,837	-	-	13,690,837
Investment income	10,366,274	189,950	-	10,556,224
Interest expense	(1,763,979)	-	-	(1,763,979)
Other non-operating revenue	637	-	-	637
Gain (loss) on disposal of capital assets	12,918	-	-	12,918
Total non-operating revenues (expenses)	100,981,969	189,950	-	101,171,919
CHANGE IN NET POSITION	20,585,043	(467,992)	-	20,117,051
NET POSITION, JULY 1, AS RESTATED	224,569,107	5,589,798	-	230,158,905
NET POSITION, JUNE 30	\$ 245,154,150	\$ 5,121,806	\$ -	\$ 250,275,956

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

COMBINING SCHEDULE OF NET POSITION ACCOUNTS - BY GOVERNMENTAL GROUP

June 30, 2024

	Education Account	Budget Stabilization Account	Operations and Maintenance Account	Restricted Purposes Account	Audit Account	Liability, Protection and Settlement Account	Bond and Interest Account	Operations and Maintenance Restricted Account
CURRENT ASSETS								
Cash	\$ 525,147	\$ (225,353)	\$ 148,229	\$ (824,587)	\$ 8,652	\$ 261,046	\$ 1,048	\$ 641,827
Investments	27,308,814	23,738,760	8,664,072	292,696	55,309	3,840,665	2,171,272	114,179,228
Receivables								
Taxes	22,375,503	-	4,163,314	-	53,547	324,042	2,619,849	-
Accrued interest	222,978	213,631	59,370	-	917	21,835	21,088	435,813
Accounts	10,059	-	-	1,154,442	-	-	-	-
Other	289,686	-	74,912	-	-	-	-	-
Tuition and fees	4,314,521	-	-	-	-	-	-	-
Rent	2,432,639	-	-	-	-	-	-	-
Prepaid expenses	942,867	-	54,750	-	-	21,793	-	-
Total current assets	58,422,214	23,727,038	13,164,647	622,551	118,425	4,469,381	4,813,257	115,256,868
NONCURRENT ASSETS								
Capital assets and intangible capital assets	-	-	-	-	-	-	-	-
Less accumulated depreciation and accumulated amortization	-	-	-	-	-	-	-	-
Net capital assets	-	-	-	-	-	-	-	-
Total noncurrent assets	-	-	-	-	-	-	-	-
Total assets	58,422,214	23,727,038	13,164,647	622,551	118,425	4,469,381	4,813,257	115,256,868
DEFERRED OUTFLOWS OF RESOURCES								
Unamortized loss on refunding	-	-	-	-	-	-	-	-
CIP other postemployment benefit items	-	-	-	-	-	-	-	-
SURS pension contributions	-	-	-	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	58,422,214	23,727,038	13,164,647	622,551	118,425	4,469,381	4,813,257	115,256,868

	Education Account	Budget Stabilization Account	Operations and Maintenance Account	Restricted Purposes Account	Audit Account	Liability, Protection and Settlement Account	Bond and Interest Account	Operations and Maintenance Restricted Account
CURRENT LIABILITIES								
Accounts payable	\$ 1,081,376	\$ 427,703	\$ 687,791	\$ 55,912	\$ 20,000	\$ 83,139	\$ -	\$ 2,615,313
Accrued salaries and payroll deductions payable	1,449,185	915	80,089	43,301	-	32,968	-	-
Health claims payable	-	-	-	-	-	-	-	-
Unearned tuition	7,651,690	-	-	-	-	-	-	-
Unearned revenue	2,292,747	-	-	105,641	-	-	-	-
Accrued compensated absences	206,410	-	24,927	123,000	-	-	-	-
Bonds payable	-	-	-	-	-	-	-	-
Lease payable	-	-	-	-	-	-	-	-
SBITA payable	-	-	-	-	-	-	-	-
CIP other postemployment benefit liability	-	-	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-	-	-
Total current liabilities	12,681,408	428,618	792,807	327,854	20,000	116,107	-	2,615,313
NONCURRENT LIABILITIES								
Special termination health insurance benefits payable	-	-	-	-	-	-	-	-
Accrued compensated absences	-	-	-	-	-	-	-	-
CIP other postemployment benefit liability	-	-	-	-	-	-	-	-
Lease payable	-	-	-	-	-	-	-	-
SBITA payable	-	-	-	-	-	-	-	-
Bonds payable	-	-	-	-	-	-	-	-
Total noncurrent liabilities	-	-	-	-	-	-	-	-
Total liabilities	12,681,408	428,618	792,807	327,854	20,000	116,107	-	2,615,313
DEFERRED INFLOWS OF RESOURCES								
Deferred revenue - property taxes	22,276,496	-	4,144,365	-	53,097	732,207	2,198,523	-
CIP other postemployment benefit items	-	-	-	-	-	-	-	-
Total deferred inflows of resources	22,276,496	-	4,144,365	-	53,097	732,207	2,198,523	-
Total liabilities and deferred inflows of resources	34,957,904	428,618	4,937,172	327,854	73,097	848,314	2,198,523	2,615,313
NET POSITION								
Net investment in capital assets	-	-	-	-	-	-	-	-
Restricted for								
Audit	-	-	-	-	45,328	-	-	-
Liability, protection and settlement	-	-	-	-	-	3,621,067	-	-
Grant purposes	-	-	-	294,697	-	-	-	-
Capital	-	-	-	-	-	-	-	25,015,613
Debt service	-	-	-	-	-	-	2,614,734	-
Working cash	-	-	-	-	-	-	-	-
Pension contributions	-	-	-	-	-	-	-	-
Unrestricted (deficit)	23,464,310	23,298,420	8,227,475	-	-	-	-	87,625,942
TOTAL NET POSITION (DEFICIT)	\$ 23,464,310	\$ 23,298,420	\$ 8,227,475	\$ 294,697	\$ 45,328	\$ 3,621,067	\$ 2,614,734	\$ 112,641,555

(This schedule is continued on the following pages.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

COMBINING SCHEDULE OF NET POSITION ACCOUNTS - BY GOVERNMENTAL GROUP (Continued)

June 30, 2024

	Medical Insurance Account	Retiree Medical Insurance and Retirement Account	Working Cash Account	Long- Term Obligations	Capital Assets	Eliminations	Total
CURRENT ASSETS							
Cash	\$ 37,141	\$ 11,547	\$ 55	\$ -	\$ -	\$ -	\$ 584,752
Investments	6,204,718	45,057,092	4,661,436	-	-	-	236,174,062
Receivables							
Taxes	-	-	-	-	-	-	29,536,255
Accrued interest	43,785	177,725	29,336	-	-	-	1,226,478
Accounts	22,138	-	-	-	-	-	1,186,639
Other	-	-	-	-	-	-	364,598
Tuition and fees	-	-	-	-	-	-	4,314,521
Rent	-	-	-	-	-	-	2,432,639
Prepaid expenses	-	-	-	-	-	-	1,019,410
Total current assets	<u>6,307,782</u>	<u>45,246,364</u>	<u>4,690,827</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>276,839,354</u>
NONCURRENT ASSETS							
Capital assets and intangible capital assets	-	-	-	-	195,272,380	-	195,272,380
Less accumulated depreciation and accumulated amortization	-	-	-	-	(89,671,049)	-	(89,671,049)
Net capital assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>105,601,331</u>	<u>-</u>	<u>105,601,331</u>
Total noncurrent assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>105,601,331</u>	<u>-</u>	<u>105,601,331</u>
Total assets	<u>6,307,782</u>	<u>45,246,364</u>	<u>4,690,827</u>	<u>-</u>	<u>105,601,331</u>	<u>-</u>	<u>382,440,685</u>
DEFERRED OUTFLOWS OF RESOURCES							
Unamortized loss on refunding	-	-	-	501,825	-	-	501,825
CIP other postemployment benefit items	-	1,993,798	-	-	-	-	1,993,798
SURS pension contributions	-	-	-	236,608	-	-	236,608
Total deferred outflows of resources	<u>-</u>	<u>1,993,798</u>	<u>-</u>	<u>738,433</u>	<u>-</u>	<u>-</u>	<u>2,732,231</u>
Total assets and deferred outflows of resources	<u>6,307,782</u>	<u>47,240,162</u>	<u>4,690,827</u>	<u>738,433</u>	<u>105,601,331</u>	<u>-</u>	<u>385,172,916</u>

	Medical Insurance Account	Retiree Medical Insurance and Retirement Account	Working Cash Account	Long- Term Obligations	Capital Assets	Eliminations	Total
CURRENT LIABILITIES							
Accounts payable	\$ -	\$ 2,046	\$ -	\$ -	\$ -	\$ -	\$ 4,973,280
Accrued salaries and payroll deductions payable	-	-	-	-	-	-	1,606,458
Health claims payable	1,298,293	-	-	-	-	-	1,298,293
Unearned tuition	-	-	-	-	-	-	7,651,690
Unearned revenue	-	-	-	-	-	-	2,398,388
Accrued compensated absences	-	-	-	-	-	-	354,337
Bonds payable	-	-	-	5,010,000	-	-	5,010,000
Lease payable	-	-	-	192,455	-	-	192,455
SBITA payable	-	-	-	744,386	-	-	744,386
CIP other postemployment benefit liability	-	328,900	-	-	-	-	328,900
Interest payable	-	-	-	65,634	-	-	65,634
Total current liabilities	1,298,293	330,946	-	6,012,475	-	-	24,623,821
NONCURRENT LIABILITIES							
Special termination health insurance benefits payable	-	314,246	-	-	-	-	314,246
Accrued compensated absences	-	-	-	3,540,494	-	-	3,540,494
CIP other postemployment benefit liability	-	12,199,431	-	-	-	-	12,199,431
Lease payable	-	-	-	209,330	-	-	209,330
SBITA payable	-	-	-	745,417	-	-	745,417
Bonds payable	-	-	-	51,946,504	-	-	51,946,504
Total noncurrent liabilities	-	12,513,677	-	56,441,745	-	-	68,955,422
Total liabilities	1,298,293	12,844,623	-	62,454,220	-	-	93,579,243
DEFERRED INFLOWS OF RESOURCES							
Deferred revenue - property taxes	-	-	-	-	-	-	29,404,688
CIP other postemployment benefit items	-	17,034,835	-	-	-	-	17,034,835
Total deferred inflows of resources	-	17,034,835	-	-	-	-	46,439,523
Total liabilities and deferred inflows of resources	1,298,293	29,879,458	-	62,454,220	-	-	140,018,766
NET POSITION							
Net investment in capital assets	-	-	-	(28,919,472)	105,601,331	-	76,681,859
Restricted for							
Audit	-	-	-	-	-	-	45,328
Liability, protection and settlement	-	-	-	-	-	-	3,621,067
Grant purposes	-	-	-	-	-	-	294,697
Capital	-	-	-	-	-	-	25,015,613
Debt service	-	-	-	-	-	-	2,614,734
Working cash	-	-	4,690,827	-	-	-	4,690,827
Pension contributions	-	-	-	236,608	-	-	236,608
Unrestricted (deficit)	5,009,489	17,360,704	-	(33,032,923)	-	-	131,953,417
TOTAL NET POSITION (DEFICIT)	\$ 5,009,489	\$ 17,360,704	\$ 4,690,827	\$ (61,715,787)	\$ 105,601,331	\$ -	\$ 245,154,150

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION - BY GOVERNMENTAL GROUP

For the Year Ended June 30, 2024

	Education Account	Budget Stabilization Account	Operations and Maintenance Account	Restricted Purposes Account	Audit Account	Liability, Protection and Settlement Account	Bond and Interest Account	Operations and Maintenance Restricted Account
OPERATING REVENUES								
Tuition and fees	\$ 19,580,481	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other operating revenue	888,620	-	409,352	-	-	-	-	-
Total operating revenues	20,469,101	-	409,352	-	-	-	-	-
OPERATING EXPENSES								
Instruction	22,787,594	237,896	-	1,770,069	-	-	-	-
Academic support	4,668,625	-	-	-	-	-	-	-
Student services	11,174,291	20,950	-	2,556,750	-	-	-	-
Public services	761,236	53,389	-	623,639	-	-	-	-
Auxiliary services	2,152	-	-	-	-	-	-	-
Operation and maintenance of plant	147,189	-	8,584,247	-	-	-	-	8,888,513
Institutional support	20,292,091	742,475	-	755	93,500	2,631,074	-	9,793
Scholarships, grants and waivers	565,700	1,183,099	-	10,629,300	-	-	-	-
Amortization	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-
Total operating expenses	60,398,878	2,237,809	8,584,247	15,580,513	93,500	2,631,074	-	8,898,306
OPERATING INCOME (LOSS)	(39,929,777)	(2,237,809)	(8,174,895)	(15,580,513)	(93,500)	(2,631,074)	-	(8,898,306)
NON-OPERATING REVENUES (EXPENSES)								
Property taxes	43,193,804	-	8,013,351	-	101,928	1,415,055	4,379,521	-
Personal property replacement tax	2,049,360	-	-	-	-	-	-	-
Local grants and contracts	-	-	-	171,171	-	-	-	-
State grants and contracts	6,549,347	-	-	1,626,956	-	-	-	-
Federal grants and contracts	223,011	-	-	13,692,016	-	-	-	-
Investment income	1,746,988	1,021,129	341,249	-	1,090	102,065	82,787	4,725,039
Interest expense	(11,012)	-	-	-	-	-	(1,478,952)	(302,704)

	Education Account	Budget Stabilization Account	Operations and Maintenance Account	Restricted Purposes Account	Audit Account	Liability, Protection and Settlement Account	Bond and Interest Account	Operations and Maintenance Restricted Account
NON-OPERATING REVENUES (EXPENSES)								
(Continued)								
Principal retirement	\$ (960,945)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (4,055,000)	\$ -
Bond proceeds	-	-	-	-	-	-	-	27,820,000
Premium on bonds issued	-	-	-	-	-	-	-	2,487,415
SBITA issuance	545,569	-	-	-	-	-	-	-
Other non-operating revenue	-	-	-	-	-	-	-	637
Gain (loss) on disposal of capital assets	2,100	-	-	-	-	-	-	-
Total non-operating revenues (expenses)	53,338,222	1,021,129	8,354,600	15,490,143	103,018	1,517,120	(1,071,644)	34,730,387
NET INCOME (LOSS) BEFORE TRANSFERS	13,408,445	(1,216,680)	179,705	(90,370)	9,518	(1,113,954)	(1,071,644)	25,832,081
TRANSFERS								
Transfers in	9,245	2,000,000	541,000	246,216	-	1,500,000	1,200,000	9,842,506
Transfers (out)	(13,743,497)	-	(500,000)	(24,963)	-	-	(313)	(1,070,194)
Total transfers	(13,734,252)	2,000,000	41,000	221,253	-	1,500,000	1,199,687	8,772,312
CHANGE IN NET POSITION	(325,807)	783,320	220,705	130,883	9,518	386,046	128,043	34,604,393
NET POSITION (DEFICIT), JULY 1	23,790,117	22,515,100	8,006,770	163,814	35,810	3,235,021	2,486,691	78,037,162
NET POSITION (DEFICIT), JUNE 30	\$ 23,464,310	\$ 23,298,420	\$ 8,227,475	\$ 294,697	\$ 45,328	\$ 3,621,067	\$ 2,614,734	\$ 112,641,555

(This schedule is continued on the following pages.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION - BY GOVERNMENTAL GROUP (Continued)

For the Year Ended June 30, 2024

	Medical Insurance Account	Retiree Medical Insurance and Retirement Account	Working Cash Account	Long- Term Obligations	Capital Assets	Eliminations	Total
OPERATING REVENUES							
Tuition and fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (2,581,451)	\$ 16,999,030
Other operating revenue	-	-	-	-	-	-	1,297,972
Total operating revenues	-	-	-	-	-	(2,581,451)	18,297,002
OPERATING EXPENSES							
Instruction	(275,487)	2,776,956	-	(518)	(480,556)	(224,190)	26,591,764
Academic support	(32,054)	323,114	-	(47,763)	-	-	4,911,922
Student services	(125,756)	1,267,642	-	(45,164)	(80,949)	-	14,767,764
Public services	(11,572)	116,648	-	(3,626)	-	-	1,539,714
Auxiliary services	(10,968)	110,560	-	-	-	-	101,744
Operation and maintenance of plant	(59,510)	599,875	-	27	(7,957,130)	-	10,203,211
Institutional support	(139,419)	1,491,807	507	185,260	(580,872)	-	24,726,971
Scholarships, grants and waivers	-	-	-	-	-	(2,581,451)	9,796,648
Amortization	-	-	-	-	1,165,650	-	1,165,650
Depreciation	-	-	-	-	4,888,540	-	4,888,540
Total operating expenses	(654,766)	6,686,602	507	88,216	(3,045,317)	(2,805,641)	98,693,928
OPERATING INCOME (LOSS)	654,766	(6,686,602)	(507)	(88,216)	3,045,317	224,190	(80,396,926)
NON-OPERATING REVENUES (EXPENSES)							
Property taxes	-	-	-	-	-	-	57,103,659
Personal property replacement tax	-	-	-	-	-	-	2,049,360
Local grants and contracts	-	-	-	-	-	-	171,171
State grants and contracts	-	11,174,789	-	-	-	-	19,351,092
Federal grants and contracts	-	-	-	-	-	(224,190)	13,690,837
Investment income	-	2,126,912	219,015	-	-	-	10,366,274
Interest expense	-	-	-	28,689	-	-	(1,763,979)

	Medical Insurance Account	Retiree Medical Insurance and Retirement Account	Working Cash Account	Long- Term Obligations	Capital Assets	Eliminations	Total
NON-OPERATING REVENUES (EXPENSES)							
(Continued)							
Principal retirement	\$ -	\$ -	\$ -	\$ 5,015,945	\$ -	\$ -	\$ -
Bond proceeds	-	-	-	(27,820,000)	-	-	-
Premium on bonds issued	-	-	-	(2,487,415)	-	-	-
SBITA issuance	-	-	-	(545,569)	-	-	-
Other non-operating revenue	-	-	-	-	-	-	637
Gain (loss) on disposal of capital assets	-	-	-	154,546	(143,728)	-	12,918
Total non-operating revenues (expenses)	-	13,301,701	219,015	(25,653,804)	(143,728)	(224,190)	100,981,969
NET INCOME (LOSS) BEFORE TRANSFERS	654,766	6,615,099	218,508	(25,742,020)	2,901,589	-	20,585,043
TRANSFERS							
Transfers in	-	-	-	-	-	(15,338,967)	-
Transfers (out)	-	-	-	-	-	15,338,967	-
Total transfers	-	-	-	-	-	-	-
CHANGE IN NET POSITION	654,766	6,615,099	218,508	(25,742,020)	2,901,589	-	20,585,043
NET POSITION (DEFICIT), JULY 1	4,354,723	10,745,605	4,472,319	(35,973,767)	102,699,742	-	224,569,107
NET POSITION (DEFICIT), JUNE 30	\$ 5,009,489	\$ 17,360,704	\$ 4,690,827	\$ (61,715,787)	\$ 105,601,331	\$ -	\$ 245,154,150

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

COMBINING SCHEDULE OF NET POSITION ACCOUNTS -
BY AUXILIARY ENTERPRISE GROUP

June 30, 2024

	Bookstore Account	Auto Parts Account	Student Life and Athletics Account	Total
CURRENT ASSETS				
Cash	\$ 47,606	\$ 79,898	\$ 439,458	\$ 566,962
Investments	4,191,931	-	-	4,191,931
Receivables				
Accrued interest	32,019	-	-	32,019
Accounts	-	16,996	-	16,996
Other	23,432	-	-	23,432
Tuition and fees	19,965	-	-	19,965
Prepaid expenses	37,287	-	-	37,287
Inventories	582,632	38,174	-	620,806
Total current assets	4,934,872	135,068	439,458	5,509,398
NONCURRENT ASSETS				
Capital assets	47,261	-	-	47,261
Less accumulated depreciation	(40,878)	-	-	(40,878)
Net capital assets	6,383	-	-	6,383
Total noncurrent assets	6,383	-	-	6,383
Total assets	4,941,255	135,068	439,458	5,515,781
CURRENT LIABILITIES				
Accounts payable	256,921	24	7,987	264,932
Accrued salaries and payroll deductions payable	17,875	-	-	17,875
Accrued compensated absences	75,787	-	-	75,787
Other current liabilities	35,381	-	-	35,381
Total current liabilities	385,964	24	7,987	393,975
Total liabilities	385,964	24	7,987	393,975
NET POSITION				
Net investment in capital assets	6,383	-	-	6,383
Unrestricted	4,548,908	135,044	431,471	5,115,423
TOTAL NET POSITION	\$ 4,555,291	\$ 135,044	\$ 431,471	\$ 5,121,806

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION - BY AUXILIARY ENTERPRISE GROUP

For the Year Ended June 30, 2024

	Bookstore Account	Auto Parts Account	Student Life and Athletics Account	Total
OPERATING REVENUES				
Auxiliary enterprises revenue	\$ 3,397,685	\$ 65,995	\$ 231,715	\$ 3,695,395
Total operating revenues	3,397,685	65,995	231,715	3,695,395
OPERATING EXPENSES				
Auxiliary services	3,962,664	61,820	328,144	4,352,628
Depreciation	709	-	-	709
Total operating expenses	3,963,373	61,820	328,144	4,353,337
OPERATING INCOME (LOSS)	(565,688)	4,175	(96,429)	(657,942)
NON-OPERATING REVENUES (EXPENSES)				
Investment income	189,950	-	-	189,950
Total non-operating revenues (expenses)	189,950	-	-	189,950
CHANGE IN NET POSITION	(375,738)	4,175	(96,429)	(467,992)
NET POSITION, JULY 1	4,931,029	130,869	527,900	5,589,798
NET POSITION, JUNE 30	\$ 4,555,291	\$ 135,044	\$ 431,471	\$ 5,121,806

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**SCHEDULE OF REVENUES AND EXPENSES
DRIVER SAFETY PROGRAM**

For the Year Ended June 30, 2024

REVENUES	
Program revenue	\$ 471,621
	<u>471,621</u>
Total revenues	<u>471,621</u>
EXPENSES	
Salaries	219,473
Employee benefits	67,130
Materials and supplies	86,906
Conference and staff development	4,075
Facility rental	8,822
Administrative support services	197,067
	<u>583,473</u>
Total expenses	<u>583,473</u>
EXCESS OF REVENUES OVER (UNDER) EXPENSES	<u><u>\$ (111,852)</u></u>

(See independent auditor's report.)

STATISTICAL SECTION

This part of the Waubensee Community College District 516's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information displays about the College's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the College's financial performance and well-being have changed over time.	70-73
Revenue Capacity These schedules contain information to help the reader assess the College's most significant local revenue source, the property tax.	74-77
Debt Capacity These schedules present information to help the reader assess the affordability of the College's current levels of outstanding debt and the College's ability to issue additional debt in the future.	78-82
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the College's financial activities take place.	83-84
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the College's financial report relates to the services the College provides and the activities it performs.	85-87

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

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

NET POSITION BY COMPONENT

Last Ten Fiscal Years

Fiscal Year	2015	2016	2017	2018*
NET POSITION				
Net investment in capital assets	\$ 70,777,060	\$ 73,358,760	\$ 73,656,099	\$ 73,282,369
Restricted	6,109,725	6,640,248	7,084,033	8,139,457
Unrestricted	69,568,746	74,259,236	87,688,193	68,268,807
TOTAL NET POSITION	\$ 146,455,531	\$ 154,258,244	\$ 168,428,325	\$ 149,690,633

*The College implemented GASB Statement No. 75 for the fiscal year ended June 30, 2018.

Data Source

Audited Financial Statements

2019	2020	2021	2022	2023	2024
\$ 72,833,131	\$ 78,903,515	\$ 80,882,958	\$ 78,729,248	\$ 77,793,056	\$ 76,688,242
9,293,796	9,986,615	14,741,441	9,891,051	10,469,620	36,518,874
82,917,721	95,649,181	109,940,401	123,792,910	141,896,229	137,068,840
\$ 165,044,648	\$ 184,539,311	\$ 205,564,800	\$ 212,413,209	\$ 230,158,905	\$ 250,275,956

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

CHANGES IN NET POSITION

For the Last Ten Fiscal Years

Fiscal Year	2015	2016	2017	2018
OPERATING REVENUES				
Tuition and fees	\$ 16,223,294	\$ 16,775,162	\$ 18,430,223	\$ 18,158,240
Auxiliary enterprises revenue	3,644,310	3,807,735	3,927,071	3,639,636
Other operating revenue	2,565,860	2,303,015	1,956,830	2,276,098
Total operating revenues	22,433,464	22,885,912	24,314,124	24,073,974
OPERATING EXPENSES				
Instruction	28,799,208	30,509,632	32,337,005	34,582,294
Academic support	3,388,961	3,698,169	4,982,036	5,483,930
Student services, scholarships, grants and waivers	15,656,600	15,406,299	16,818,130	18,103,893
Public services	3,465,512	3,679,864	3,970,697	4,756,946
Auxiliary services	5,434,458	5,421,335	5,284,486	5,300,236
Operation and maintenance of plant	7,394,954	8,231,829	9,677,961	9,998,635
Institutional support	16,401,336	17,932,356	18,604,942	22,353,685
Amortization	-	-	-	-
Depreciation	4,864,003	4,862,601	5,073,146	5,021,218
Total operating expenses	85,405,032	89,742,085	96,748,403	105,600,837
OPERATING INCOME (LOSS)	(62,971,568)	(66,856,173)	(72,434,279)	(81,526,863)
NON-OPERATING REVENUES (EXPENSES)				
Property taxes	46,235,795	47,268,226	48,424,979	49,910,982
Personal property replacement tax	982,533	789,403	1,119,936	840,763
Local grants and contracts	60,488	98,540	351,301	213,607
State grants and contracts	19,537,788	18,195,652	28,369,587	31,212,793
Federal grants and contracts	11,907,499	11,062,847	10,034,531	10,367,760
Investment income	382,580	524,472	748,638	540,841
Interest expense and fiscal charges	(2,729,908)	(2,606,700)	(2,459,808)	(2,278,543)
Other non-operating revenue (expense)	7,854	4,344	15,000	200,000
Gain (loss) on disposal of capital assets	(171,226)	(677,898)	196	(26,346)
Total non-operating revenues (expenses)	76,213,403	74,658,886	86,604,360	90,981,857
CHANGE IN NET POSITION	\$ 13,241,835	\$ 7,802,713	\$ 14,170,081	\$ 9,454,994

Data Source

Audited Financial Statements

	2019	2020	2021	2022	2023	2024
\$	17,512,204	\$ 17,322,063	\$ 16,361,456	\$ 16,009,119	\$ 16,392,640	\$ 16,999,030
	3,290,671	2,996,837	2,352,651	2,859,255	3,271,254	3,336,512
	1,903,684	1,430,661	897,944	810,219	988,138	1,297,972
	22,706,559	21,749,561	19,612,051	19,678,593	20,652,032	21,633,514
	35,321,005	35,988,815	34,022,261	28,844,428	25,724,531	26,591,764
	4,992,499	5,464,512	5,645,634	6,279,424	4,462,009	4,911,922
	19,027,298	19,679,628	23,320,074	29,653,834	21,714,769	24,205,529
	3,436,633	3,109,381	1,916,783	1,521,453	1,438,587	1,539,714
	4,960,152	4,528,041	3,845,600	4,126,539	4,306,210	4,454,372
	10,258,834	9,315,782	9,975,787	9,439,349	8,855,718	10,203,211
	23,630,722	24,373,008	23,185,657	24,573,522	21,365,923	24,726,971
	-	-	-	1,011,336	918,859	1,165,650
	5,198,526	5,086,990	5,400,494	5,141,505	5,306,183	4,889,249
	106,825,669	107,546,157	107,312,290	110,591,390	94,092,789	102,688,382
	(84,119,110)	(85,796,596)	(87,700,239)	(90,912,797)	(73,440,757)	(81,054,868)
	51,737,359	53,563,496	50,249,331	49,174,066	53,692,342	57,103,659
	909,552	995,625	1,262,849	2,752,682	3,111,339	2,049,360
	163,326	106,052	38,311	118,194	259,622	171,171
	33,301,767	35,862,238	36,366,385	27,357,739	18,924,465	19,351,092
	10,657,188	10,746,840	21,530,807	22,496,222	11,469,183	13,690,837
	4,639,374	5,371,588	639,263	(3,961,260)	4,101,241	10,556,224
	(2,069,448)	(1,852,621)	(1,336,666)	(323,779)	(367,025)	(1,763,979)
	129,050	46,088	251	2,519	2,020	637
	4,957	831	(24,803)	(21,962)	(6,734)	12,918
	99,473,125	104,840,137	108,725,728	97,594,421	91,186,453	101,171,919
\$	15,354,015	\$ 19,043,541	\$ 21,025,489	\$ 6,681,624	\$ 17,745,696	\$ 20,117,051

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Farm Property	Residential Property	Commercial Property	Industrial Property	Mineral Rights	Railroad Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2014	\$ 252,472,246	\$ 5,965,018,874	\$ 1,075,737,217	\$ 545,047,744	\$ -	\$ 21,101,457	\$ 7,859,377,538	0.5768	\$ 23,578,132,614	33.333%
2015	258,324,853	6,245,265,302	1,085,119,000	555,101,893	-	22,980,280	8,166,791,328	0.5477	24,500,373,984	33.333%
2016	269,688,712	6,755,168,133	1,127,143,007	583,325,546	-	25,172,438	8,760,497,836	0.5405	26,281,493,508	33.333%
2017	282,780,108	7,175,849,106	1,154,558,701	576,991,798	-	27,060,484	9,217,240,197	0.5527	27,651,720,591	33.333%
2018	298,605,458	7,583,937,102	1,211,417,505	609,686,927	-	29,687,519	9,733,334,511	0.5419	29,200,003,533	33.333%
2019	310,112,284	8,001,463,407	1,238,350,295	632,167,788	-	33,688,477	10,215,782,251	0.5377	30,647,346,753	33.333%
2020	320,516,496	8,360,171,277	1,266,845,323	670,639,721	-	39,125,308	10,657,298,125	0.4287	31,971,894,375	33.333%
2021	335,709,954	8,731,385,787	1,316,684,507	691,232,473	-	45,321,017	11,120,333,738	0.4710	33,361,001,214	33.333%
2022	353,856,517	9,366,836,003	1,384,035,685	740,961,649	526,275	50,559,128	11,896,775,257	0.4639	35,690,325,771	33.333%
2023	375,823,722	10,194,263,102	1,527,650,094	830,347,587	502,221	53,435,977	12,982,022,703	0.4515	38,946,068,109	33.333%

Note: Property in the College is reassessed every four years. Property is assessed at 33% of actual value.

Data Source

Office of the County Clerk

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Tax Levy Year	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
COLLEGE DIRECT RATES										
Education	0.3910	0.3793	0.3729	0.3787	0.3695	0.3683	0.3491	0.3534	0.3494	0.3417
Operations and maintenance	0.0841	0.0705	0.0693	0.0707	0.0690	0.0687	0.0669	0.0658	0.0653	0.0638
Operations and maintenance, restricted	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Liability, protection and settlement	0.0132	0.0125	0.0123	0.0125	0.0122	0.0121	0.0118	0.0116	0.0115	0.0113
Audit	0.0010	0.0009	0.0009	0.0009	0.0009	0.0009	0.0009	0.0008	0.0008	0.0008
Public Building Commission rental	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0369	0.0340
Bond and interest	0.0875	0.0845	0.0851	0.0899	0.0903	0.0877	0.0000	0.0394	-	0.0018
Total direct rate	0.5768	0.5477	0.5405	0.5527	0.5419	0.5377	0.4287	0.4710	0.4639	0.4534
OVERLAPPING RATES										
School district	6.8578	6.5898	6.1478	5.9882	5.8301	5.6274	5.4393	5.2857	5.1444	5.0026
County	0.7810	0.7423	0.6454	0.5683	0.5484	0.5288	0.5095	0.3319	0.3319	0.4383
Township	0.2602	0.2478	0.2261	0.2163	0.2210	0.2107	0.2002	0.1884	0.1709	0.1604
City	3.5964	3.5050	3.3624	3.3048	3.2150	3.2310	3.1618	3.2599	3.2599	3.0312
Park district	0.6307	0.5999	0.5590	0.5322	0.4903	0.4916	0.4557	0.4337	0.4199	0.4058
TOTAL RATES	12.7029	12.2325	11.4812	11.1625	10.8467	10.6272	10.1952	9.9706	9.7909	9.4917

Data Source

Office of the County Clerk

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

2024				2015			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total College Taxable Assessed Valuation	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total College Taxable Assessed Valuation
Simon/Chelsea Chicago Development LLC	\$ 81,861,533	1	0.63%	Simon/Chelsea Chicago Dev.	\$ 47,144,869	1	0.60%
Prologis LP	33,609,835	2	0.26%	Liberty Property LP	36,321,977	2	0.46%
LPF Geneva Commons LLC	28,516,448	3	0.22%	LPF Geneva Commons, LLC	34,392,190	3	0.44%
USICVI Orchard Gateway Inc	24,330,900	4	0.19%	Toyota Motor Sales, USA, Inc.	27,476,461	4	0.35%
Menards, Inc.	24,228,139	5	0.19%	Menards, Inc.	21,446,106	5	0.27%
Chicago Premium Outlets Expansion LLC	23,426,537	6	0.18%	Aldi Inc	12,656,305	6	0.16%
325 South Route 31 LLC	20,073,460	7	0.15%	Caterpillar Tractor Co	11,593,535	7	0.15%
Montgomery Properties LLC	17,835,938	8	0.14%	United Facilities Inc.	9,768,159	8	0.12%
BA Leasing BSC LLC	16,929,799	9	0.13%	Delnor Community Healthcare Foundation	9,517,268	9	0.12%
Aldi Inc	13,586,271	10	0.10%	Aurora Industrial Holding Company, LLC	9,060,783	10	0.12%
	<u>\$ 284,398,860</u>		<u>2.19%</u>		<u>\$ 219,377,653</u>		<u>2.79%</u>

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels and it is possible that some parcels and their valuations have been overlooked.

Data Source

PMA

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	\$ 46,855,267	\$ 23,273,461	49.67%	\$ 23,411,476	\$ 46,684,937	99.64%
2015	48,007,526	23,419,254	48.78%	24,409,775	47,829,029	99.63%
2016	49,157,648	23,923,841	48.67%	25,048,661	48,972,502	99.62%
2017	50,921,506	25,431,638	49.94%	25,403,955	50,835,593	99.83%
2018	52,700,681	23,404,590	44.41%	29,257,140	52,661,730	99.93%
2019	54,407,874	22,795,000	41.90%	31,700,222	54,495,222	100.16%
2020	46,073,747	23,237,167	50.43%	22,790,026	46,027,193	99.90%
2021	52,364,866	26,680,539	50.95%	25,487,946	52,168,485	99.62%
2022	55,197,715	27,124,325	49.14%	28,176,868	55,301,193	100.19%
2023	58,812,826	29,273,122	49.77%	-	29,273,122	49.77%

Note: Property in the College is reassessed each year. Property is assessed at 33% of actual value.

Data Source

Office of the County Clerk

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

RATIO OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	General Obligation Bonds	Alternate Revenue Bonds	Total Primary Government	Assessed Valuation of District	As a Percentage of Taxable Property	District Population Estimate	Debt Per Capita	As a Percentage of Personal Income
2015	\$ 77,887,844	\$ -	\$ 77,887,844	\$ 7,859,377,538	0.99%	\$ 444,813	\$ 175.10	0.37%
2016	73,203,145	-	73,203,145	8,166,791,328	0.90%	449,304	162.93	0.32%
2017	68,088,447	-	68,088,447	8,760,497,836	0.78%	463,938	146.76	0.28%
2018	62,504,836	-	62,504,836	9,217,240,197	0.68%	453,044	137.97	0.25%
2019	56,232,312	-	56,232,312	9,733,334,511	0.58%	454,246	123.79	0.21%
2020	49,249,787	-	49,249,787	10,215,782,251	0.48%	453,240	108.66	0.18%
2021	42,290,504	-	42,290,504	10,657,298,125	0.40%	454,127	93.12	0.15%
2022	34,913,020	-	34,913,020	11,120,333,738	0.31%	462,770	75.44	0.12%
2023	30,868,240	-	30,868,240	11,896,775,257	0.26%	428,180	72.09	0.10%
2024	26,773,460	30,183,044	56,956,504	12,982,022,703	0.44%	428,684	132.86	0.17%

Note: Details of the College's outstanding debt can be found in the notes to financial statements.

See the schedule of Demographic and Economic Information on page 83 for personal income and population data.

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

RATIO OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available for Debt Service	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2015	\$ 77,887,844	\$ 1,998,204	\$ 75,889,640	0.97%	\$ 170.61
2016	73,203,145	2,196,109	71,007,036	0.87%	158.04
2017	68,088,447	2,457,878	65,630,569	0.75%	141.46
2018	62,504,836	2,860,886	59,643,950	0.65%	131.65
2019	56,232,312	3,314,446	52,917,866	0.54%	116.50
2020	49,249,787	3,579,376	45,670,411	0.45%	100.76
2021	42,290,504	7,594,293	34,696,211	0.33%	76.40
2022	34,913,020	2,353,516	32,559,504	0.29%	70.36
2023	30,868,240	2,486,691	28,381,549	0.24%	66.28
2024	26,773,460	2,614,734	24,158,726	0.19%	56.36

Note: Details of the College's outstanding debt can be found in the notes to financial statements.

See the schedule of Assessed Value and Actual Value of Taxable Property on page 74 for property value data.

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

June 30, 2024

Governmental Unit	Gross Debt	Percentage Debt Applicable to the College (1)	College's Share of Debt
Community College District No. 516	\$ 26,773,460	100.00%	\$ 26,773,460
Schools			
Unit School District Number 1 (Leland)	1,980,000	99.91%	1,978,218
Unit School District Number 2 (Serena)	13,060,000	0.19%	24,814
Unit School District Number 88 (Plano)	35,050,654	100.00%	35,050,654
Unit School District Number 101 (Batavia)	12,605,000	100.00%	12,605,000
Unit School District Number 115 (Yorkville)	42,435,000	97.96%	41,569,326
Unit School District Number 129 (West Aurora)	80,614,000	100.00%	80,614,000
Unit School District Number 131 (East Aurora)	76,035,000	100.00%	76,035,000
Unit School District Number 204 (Indian Prairie)	60,410,000	0.10%	60,410
Unit School District Number 302 (Kaneland)	44,565,635	100.00%	44,565,635
Unit School District Number 304 (Geneva)	85,790,000	100.00%	85,790,000
Unit School District Number 308 (Oswego)	208,051,548	100.00%	208,051,548
Unit School District Number 429 (Hinckley-Big Rock)	4,960,000	97.89%	4,855,344
Unit School District Number 430 (Sandwich)	6,859,273	100.00%	6,859,273
Unit School District Number 432 (Somonauk)	7,439,000	100.00%	7,439,000
Kane County Forest Preserve	79,890,000	41.68%	33,298,152
Kendall County Forest Preserve	18,065,000	84.40%	15,246,860
Will County Forest Preserve	56,320,000	1.71%	963,072
Campton Township	8,179,000	9.47%	774,551
Counties			
DeKalb County	6,265,000	15.47%	969,196
La Salle County	10,930,000	8.99%	982,607
Cities and Villages			
City of Aurora	215,465,000	58.46%	125,960,839
City of Batavia	25,130,000	100.00%	25,130,000
City of St. Charles	95,135,000	0.13%	123,676
City of Yorkville	830,000	100.00%	830,000
Village of Oswego	49,155,000	100.00%	49,155,000
Village of Plainfield	4,170,000	12.02%	501,234

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT (Continued)

June 30, 2024

Governmental Unit	Gross Debt	Percentage Debt Applicable to the College (1)	College's Share of Debt
Library Districts			
Geneva Public Library District	\$ 16,795,000	100.00%	\$ 16,795,000
Oswego Library District	2,330,000	100.00%	2,330,000
Sandwich Library District	1,660,000	100.00%	1,660,000
Park Districts			
Fox Valley Park District	17,620,000	67.60%	11,911,120
Oswegoland Park District	7,100,000	99.22%	7,044,620
Plainfield Township Park District	7,636,535	1.31%	100,039
St. Charles Park District	<u>11,092,060</u>	0.08%	<u>8,874</u>
Total Overlapping Debt	<u>1,313,622,705</u>		<u>899,283,062</u>
Total Primary and Overlapping Debt	<u>\$ 1,340,396,165</u>		<u>\$ 926,056,522</u>

(1) Determined by ratio of assessed valuation of property subject to taxation in the College to valuation of property subject to taxation in overlapping units.

Data Source

PMA

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

Fiscal Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Legal debt limit	\$ 225,957,104	\$ 234,795,251	\$ 251,864,313	\$ 264,995,656	\$ 279,833,367	\$ 293,703,740	\$ 306,397,321	\$ 319,709,595	\$ 342,032,289	\$ 373,233,153
Total net debt applicable to limit	71,050,000	67,145,000	62,810,000	58,005,000	56,232,312	49,249,787	42,290,504	34,913,020	30,868,240	26,773,460
LEGAL DEBT MARGIN	\$ 154,907,104	\$ 167,650,251	\$ 189,054,313	\$ 206,990,656	\$ 223,601,055	\$ 244,453,953	\$ 264,106,817	\$ 284,796,575	\$ 311,164,049	\$ 346,459,693
TOTAL NET DEBT APPLICABLE TO THE LIMIT AS A PERCENTAGE OF DEBT LIMIT	31.44%	28.60%	24.94%	21.89%	20.09%	16.77%	13.80%	10.92%	9.02%	7.17%
Legal debt margin calculation for fiscal 2024										
										\$ 12,982,022,703
										2.875%
										373,233,153
										26,773,460
										\$ 346,459,693

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	District Population	Kane County Population	Kane County Total Personal Income	Kane County Per Capita Personal Income	District Unemployment Rates					State of Illinois Unemployment Rate
					Kane County	Kendall County	DeKalb County	LaSalle County	Will County	
2015	444,813 B/C/L	523,643	\$ 21,021,492,000	\$ 40,145	6.04%	5.77%	5.61%	7.30%	6.88%	6.29%
2016	449,304 B/C/L	527,306	22,604,490,000	42,868	6.87%	5.91%	6.49%	8.45%	6.89%	6.75%
2017	463,938 B/C/L	530,847	23,971,167,000	45,156	5.77%	4.47%	5.70%	6.79%	5.20%	5.28%
2018	453,044 B/C/L	531,715	24,566,385,000	46,202	4.59%	4.32%	3.91%	5.50%	5.07%	4.57%
2019	454,246 B/C/L	534,667	26,185,561,000	48,975	5.23%	3.62%	4.65%	6.28%	4.12%	4.60%
2020	453,240 B/C/L	471,280	27,422,788,000	51,333	7.33%	6.93%	6.55%	8.33%	7.60%	7.13%
2021	454,127 B/C/L	516,522	27,771,665,000	36,370	6.10%	5.50%	5.90%	6.30%	6.60%	7.00%
2022	462,770 B/C/L	478,503	29,723,588,000	55,976	5.60%	3.40%	5.10%	5.90%	4.30%	4.80%
2023	428,180 B/C/L	454,871	32,397,823,000	62,837	5.40%	3.80%	4.60%	6.00%	4.20%	4.30%
2024	428,684 B/C/L	514,182	32,850,823,000	63,889	6.20%	4.40%	5.30%	6.80%	4.90%	4.90%

Personal income figures are not available for the College.

Kane County is the largest county in the College with 62% of the assessed valuation of the College.

Sources of information:

B = Bureau of Economic Analysis, US Department of Commerce, "BearFacts" for Geography Kane County, IL (2023)

<http://www.bea.gov/regional/bearfacts> (for Kane County)

C = 2023 Nielsen demographics purchase, 2024 current population estimate, all in district residential zip codes (including all Aurora)

L = Bureau of Labor Statistics: January to April 2023, average unemployment % by county (and state), not seasonally adjusted

<http://www.bls.gov/lau/#tables>

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

2024				2015			
Employer	Rank	Employees	% of District Population	Employer	Rank	Employees	% of District Population
Aldi	1	3,483	0.81%	Fermi National Accelerator Lab	1	3,000	0.67%
Oswego CUSD #308	2	2,477	0.58%	Cryogenic Engineering Cnfrnc	2	2,000	0.45%
Will County	3	2,300	0.54%	Hollywood Casino	3	1,600	0.36%
Aurora School District #131	4	1,654	0.39%	Caterpillar Inc.	4	1,500	0.34%
Advocate Aurora Health	5	1,600	0.37%	West Aurora High School #129	5	1,500	0.34%
Lederman Science Education Center at Fermi Lab	6	1,532	0.36%	East Aurora High School #131	6	1,320	0.30%
JP Morgan Chase	7	1,270	0.30%	Provena Medical Center	7	1,300	0.29%
AT&T	8	1,255	0.29%	Waubonsee Community College	8	1,165	0.26%
Northwestern Medicine	9	1,213	0.28%	Rush Copley Medical Center	9	1,151	0.26%
Rush Copley Medical Center	10	1,120	0.26%	Dreyer Medical Center	10	1,100	0.25%

Data Sources

IDES Employer Data, Illinois State Board of Education

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Faculty										
Full-time	118	118	116	115	111	109	105	96	100	91
Part-time	509	501	463	344	332	339	379	320	446	478
Full-time administrators	38	38	42	42	38	39	37	35	43	37
Classified staff										
Full-time	268	260	261	276	275	266	266	293	329	348
Part-time	218	215	224	234	200	221	221	254	291	273
Total employees	1,151	1,132	1,106	1,011	956	974	1,008	998	1,209	1,227
Total full-time staff	424	416	419	433	424	414	408	424	472	476

Data Source

College records

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

OPERATING INDICATORS

Last Ten Fiscal Years

Fiscal Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Credit Hours Generated										
Baccalaureate	115,683.0	117,477.0	117,457.5	111,117.0	105,886.0	106,284.0	102,678.0	96,243.0	97,140.0	101,424.0
Business	12,698.0	12,055.0	11,699.0	11,269.0	11,320.0	10,423.0	8,882.0	8,617.0	8,622.0	8,596.0
Technical	10,760.0	11,150.0	10,217.5	9,800.0	9,248.0	8,787.0	7,302.5	7,773.0	9,547.0	11,081.0
Health	8,946.0	8,995.0	9,153.5	8,735.5	9,320.0	8,374.0	7,379.5	6,834.0	6,542.0	7,669.5
Remedial	13,434.0	11,509.0	10,401.0	10,327.0	9,785.0	8,561.0	6,177.0	5,897.0	5,570.0	5,859.0
ABE, ASE, GED	24,161.0	21,937.0	16,501.5	15,933.5	15,383.0	14,525.0	4,738.0	8,659.0	20,473.0	22,302.0
Total	185,682	183,123	175,430	167,182	160,942	156,954	137,157	134,023	147,894	156,932
Student headcount	28,961	28,670	27,164	26,237	25,176	24,349	19,828	18,927	20,099	20,781
Student FTE	13,050	12,712	12,304	11,670	11,324	11,001	9,635	9,207	9,574	9,961
Tuition Rate per Hour	\$ 104.00	\$ 110.00	\$ 118.00	\$ 126.00	\$ 128.00	\$ 130.00	\$ 132.00	\$ 132.00	\$ 132.00	\$ 135.00
Tuition and Fee Revenue	\$ 20,495,799	\$ 21,103,357	\$ 22,486,607	\$ 22,610,250	\$ 21,577,079	\$ 20,949,837	\$ 19,250,298	\$ 18,114,593	\$ 18,367,176	\$ 19,580,481
Degrees and Certificates awarded:										
A.A., A.S., A.E.S.	787	765	823	816	797	733	738	737	730	725
A.G.S.	66	37	46	56	70	72	52	52	55	67
A.A.S.	242	226	253	263	283	215	252	253	209	205
Certificates	1081	730	702	789	742	606	558	560	570	550

Data Source

Various state reports and college records

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Facility Information	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Acres (all campuses)	216	216	216	216	216	216	216	216	216	216
Net utilizable square feet (all campuses)	895,361	895,046	905,308	906,155	906,155	906,155	906,155	906,155	906,155	906,155
Number of buildings (all campuses)	23	22	22	22	22	22	22	22	22	22
Number of classrooms	166	157	170	150	150	150	150	150	150	150
Number of laboratories	121	120	135	140	140	140	140	140	140	140
Number of libraries	4	4	4	4	4	4	4	4	4	4
Number of offices	533	532	552	547	547	547	547	547	547	547
Number of other	851	863	885	886	886	886	886	886	886	886
Square feet - classrooms	147,962	139,117	148,795	139,551	139,551	139,551	139,551	139,551	139,551	139,551
Square feet - labs	99,201	98,253	110,932	117,017	117,017	117,017	117,017	117,017	117,017	117,017
Square feet - libraries	29,093	28,572	30,883	31,634	31,634	31,634	31,634	31,634	31,634	31,634
Square feet - offices	116,302	116,155	116,631	115,483	115,483	115,483	115,483	115,483	115,483	115,483
Square feet - other	502,803	512,949	498,067	502,470	502,470	502,470	502,470	502,470	502,470	502,470
Total square feet	895,361	895,046	905,308	906,155	906,155	906,155	906,155	906,155	906,155	906,155

Data Source

College RAMP reports filed with ICCB

SUPPLEMENTAL FINANCIAL INFORMATION

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**FISCAL YEAR 2025 CERTIFICATION OF PER CAPITA COST
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**ALL FISCAL YEAR 2024 NONCAPITAL AUDITED OPERATING
EXPENDITURES FROM THE FOLLOWING FUNDS:**

1	Education Fund	\$ 62,560,910
2	Operation and Maintenance Fund	8,406,235
3	Public Building Commission Operation and Maintenance Fund	-
4	Bond and Interest Fund	1,800
5	Public Building Commission Rental Fund	-
6	Restricted Purposes Fund	15,469,694
7	Audit Fund	93,500
8	Liability, Protection and Settlement Fund	2,631,074
9	Auxiliary Enterprises Fund (subsidy only)	-
		<hr/>
10	TOTAL NONCAPITAL EXPENDITURES (sum of lines 1-9)	\$ 89,163,213
		<hr/>
11	Depreciation on capital outlay expenditures (equipment, buildings, and fixed equipment paid) from sources other than state and federal funds	4,920,851
		<hr/>
12	TOTAL COSTS INCLUDED (line 10 plus line 11)	\$ 94,084,064
		<hr/>
13	TOTAL SEMESTER CREDIT HOURS FOR FY 2024	156,932
		<hr/>
14	PER CAPITA COST (line 12 divided by line 13)	\$ 599.52
		<hr/> <hr/>

(See independent auditor's report.)

UNIFORM FINANCIAL STATEMENTS

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

ALL FUNDS SUMMARY
UNIFORM FINANCIAL STATEMENT #1
FISCAL YEAR ENDED JUNE 30, 2024

	Education Fund*	Operations and Maintenance Fund	Operations and Maintenance Restricted Fund	Bond and Interest Fund	Auxiliary Enterprises Fund	Restricted Purposes Fund	Working Cash Fund
FUND BALANCES, JULY 1, 2023	\$ 46,305,217	\$ 8,006,770	\$ 78,037,162	\$ 2,486,691	\$ 20,690,126	\$ 163,814	\$ 4,472,319
REVENUES							
Local tax revenue	43,193,804	8,013,351	-	4,379,521	-	-	-
All other local revenue	2,049,360	-	-	-	-	-	-
ICCB grants	6,549,347	-	-	-	-	1,601,956	-
All other state revenue	-	-	-	-	-	11,199,789	-
Federal revenue	223,011	-	-	-	-	13,692,016	-
Student tuition and fees	19,580,481	-	-	-	-	-	-
All other revenue	4,204,406	750,601	35,033,091	82,787	6,012,257	171,171	219,015
Total revenues	75,800,409	8,763,952	35,033,091	4,462,308	6,012,257	26,664,932	219,015
EXPENDITURES							
Instruction	23,025,490	-	-	-	(1,924,734)	6,471,759	-
Academic support	5,640,582	-	-	-	(223,954)	547,068	-
Student services	11,195,241	-	-	-	(878,615)	4,703,007	-
Public service/continuing education	814,625	-	-	-	(80,849)	821,136	-
Organized research	-	-	-	-	-	-	-
Auxiliary services	2,152	-	-	-	3,621,941	187,190	-
Operations and maintenance	147,189	8,584,247	8,888,513	-	(415,779)	1,015,654	-
Institutional support	21,034,566	-	312,497	5,533,952	(887,626)	2,380,188	507
Scholarships, student grants, waivers	1,748,799	-	-	-	-	10,629,300	-
Total expenditures	63,608,644	8,584,247	9,201,010	5,533,952	(789,616)	26,755,302	507
NET TRANSFERS	(11,734,252)	41,000	8,772,312	1,199,687	-	221,253	-
FUND BALANCES, JUNE 30, 2024	\$ 46,762,730	\$ 8,227,475	\$ 112,641,555	\$ 2,614,734	\$ 27,491,999	\$ 294,697	\$ 4,690,827

(This statement is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

ALL FUNDS SUMMARY
UNIFORM FINANCIAL STATEMENT #1 (Continued)
FISCAL YEAR ENDED JUNE 30, 2024

	Audit Fund	Liability, Protection Settlement Fund	Building Bonds Proceeds Fund	PBC** Rental Fund	PBC** Operations and Maintenance Fund	Total
FUND BALANCES, JULY 1, 2023	\$ 35,810	\$ 3,235,021	\$ -	\$ -	\$ -	\$ 163,432,930
REVENUES						
Local tax revenue	101,928	1,415,055	-	-	-	57,103,659
All other local revenue	-	-	-	-	-	2,049,360
ICCB grants	-	-	-	-	-	8,151,303
All other state revenue	-	-	-	-	-	11,199,789
Federal revenue	-	-	-	-	-	13,915,027
Student tuition and fees	-	-	-	-	-	19,580,481
All other revenue	1,090	102,065	-	-	-	46,576,483
Total revenues	103,018	1,517,120	-	-	-	158,576,102
EXPENDITURES						
Instruction	-	-	-	-	-	27,572,515
Academic support	-	-	-	-	-	5,963,696
Student services	-	-	-	-	-	15,019,633
Public service/continuing education	-	-	-	-	-	1,554,912
Organized research	-	-	-	-	-	-
Auxiliary services	-	-	-	-	-	3,811,283
Operations and maintenance	-	-	-	-	-	18,219,824
Institutional support	93,500	2,631,074	-	-	-	31,098,658
Scholarships, student grants, waivers	-	-	-	-	-	12,378,099
Total expenditures	93,500	2,631,074	-	-	-	115,618,620
NET TRANSFERS	-	1,500,000	-	-	-	-
FUND BALANCES, JUNE 30, 2024	\$ 45,328	\$ 3,621,067	\$ -	\$ -	\$ -	\$ 206,390,412

In accordance with the Illinois Community College Board Fiscal Management Manual, Uniform Financial Statement #1 includes the State of Illinois on-behalf revenue and expenditure for the College's in the State University Retirement System (SURS) and the College Health Insurance Program (CIP) within the Restricted Purposes Fund.

In accordance with the Illinois Community College Board Fiscal Management Manual, Uniform Financial Statement #1 includes the Retiree Medical Insurance and Retirement Fund investment income within the participation Auxiliary Enterprises Fund revenues. The College's OPEB expense related to their participation in the College Health Insurance Plan (CIP) is also recorded within the Auxiliary Enterprises Fund expenditures.

*Includes Budget Stabilization sub-fund

**Public Building Commission

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

SUMMARY OF CAPITAL ASSETS AND DEBT
UNIFORM FINANCIAL STATEMENT #2
FISCAL YEAR ENDED JUNE 30, 2024

	Capital Asset/Debt Account Groups July 1, 2023	Additions	Deletions	Capital Asset/Debt Account Groups June 30, 2024
CAPITAL ASSETS AND INTANGIBLE CAPITAL ASSETS				
Sites and improvements	\$ 17,418,068	\$ -	\$ -	\$ 17,418,068
Buildings, additions and improvements	150,270,371	-	-	150,270,371
Equipment	12,449,188	1,202,086	(232,720)	13,418,554
Other capital assets	1,262,222	7,484,042	(62,549)	8,683,715
Intangible assets	5,450,724	545,569	(404,811)	5,591,482
Total capital assets	186,850,573	9,231,697	(700,080)	195,382,190
Less accumulated depreciation and accumulated amortization	(84,150,831)	(6,054,899)	493,803	(89,711,927)
NET CAPITAL ASSETS	\$ 102,699,742	\$ 3,176,798	\$ (206,277)	\$ 105,670,263
FIXED DEBT				
Bonds payable	\$ 30,868,240	\$ 30,307,415	\$ (4,219,151)	\$ 56,956,504
Lease payable	593,503	-	(191,718)	401,785
SBITA payable	1,868,007	545,569	(923,773)	1,489,803
Other post employment benefit liability	11,739,817	788,514	-	12,528,331
TOTAL FIXED DEBT	\$ 45,069,567	\$ 31,641,498	\$ (5,334,642)	\$ 71,376,423
	Outstanding July 1, 2023	Issued	Redeemed	Outstanding June 30, 2024
EDUCATION FUND				
Tax anticipation warrants	\$ -	\$ -	\$ -	\$ -
Tax anticipation notes	-	-	-	-
OPERATIONS AND MAINTENANCE FUND				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
BOND AND INTEREST FUND				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
AUDIT FUND				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
LIABILITY, PROTECTION AND SETTLEMENT FUND				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
PBC RENTAL FUND				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-
PBC OPERATIONS AND MAINTENANCE FUND				
Tax anticipation warrants	-	-	-	-
Tax anticipation notes	-	-	-	-

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3
FISCAL YEAR ENDED JUNE 30, 2024**

OPERATING REVENUES BY SOURCE	Education Fund*	Operations and Maintenance Fund	PBC Operations and Maintenance Fund	Total Operating Funds
Local Government				
Local Taxes	\$ 43,193,804	\$ 8,013,351	\$ -	\$ 51,207,155
Chargeback Revenue	-	-	-	-
CPPRT	2,049,360	-	-	2,049,360
Other	-	-	-	-
Total Local Government	45,243,164	8,013,351	-	53,256,515
State Government				
ICCB Base Operating Grant	6,088,651	-	-	6,088,651
ICCB Equalization Grant	50,000	-	-	50,000
ICCB Career & Technical Education	396,313	-	-	396,313
ICCB Adult Education	-	-	-	-
Other ICCB Grants not listed above	14,383	-	-	14,383
Dept. of Corrections	-	-	-	-
Dept. of Veteran Affairs	-	-	-	-
Illinois Student Assistance Commission	-	-	-	-
Other State not listed above	-	-	-	-
Total State Government	6,549,347	-	-	6,549,347
Federal Government				
Department of Education	143,128	-	-	143,128
Department of Labor	25,562	-	-	25,562
Department of Health and Human Services	20,001	-	-	20,001
Other	34,320	-	-	34,320
Total Federal Government	223,011	-	-	223,011
Student Tuition and Fees				
Tuition	17,687,451	-	-	17,687,451
Fees	1,893,030	-	-	1,893,030
Other Student Assessments	-	-	-	-
Total Student Tuition and Fees	19,580,481	-	-	19,580,481
Other Sources				
Sales and Service fees	690,759	-	-	690,759
Facilities Revenue	117,167	409,352	-	526,519
Investment Revenue	2,768,117	341,249	-	3,109,366
Non-Governmental Grants	-	-	-	-
Other	2,637,608	541,000	-	3,178,608
Total Other Revenue Sources	6,213,651	1,291,601	-	7,505,252
Total Revenue	77,809,654	9,304,952	-	87,114,606
Less Non-Operating Items				
Tuition Chargeback Revenue	-	-	-	-
Instructional Service Contracts	-	-	-	-
Transfers	(2,009,245)	(541,000)	-	(2,550,245)
ADJUSTED REVENUE	\$ 75,800,409	\$ 8,763,952	\$ -	\$ 84,564,361

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

(This statement is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3 (Continued)
FISCAL YEAR ENDED JUNE 30, 2024

	Education Fund*	Operations and Maintenance Fund	PBC Operations and Maintenance Fund	Total Operating Funds
OPERATING EXPENDITURES BY PROGRAM				
Instruction	\$ 23,025,490	\$ -	\$ -	\$ 23,025,490
Academic Support	5,640,582	-	-	5,640,582
Student Services	11,195,241	-	-	11,195,241
Public Service/Continuing Education	814,625	-	-	814,625
Organized Research	-	-	-	-
Auxiliary Services	2,152	-	-	2,152
Operations and Maintenance	147,189	8,584,247	-	8,731,436
Institutional Support	21,034,566	-	-	21,034,566
Scholarships, Grants, Waivers	1,748,799	-	-	1,748,799
Total Expenditures	63,608,644	8,584,247	-	72,192,891
Adjustments				
Tuition Chargeback	-	-	-	-
Instructional Service Contracts	-	-	-	-
Transfers	13,743,497	500,000	-	14,243,497
ADJUSTED EXPENDITURES	\$ 77,352,141	\$ 9,084,247	\$ -	\$ 86,436,388
OPERATING EXPENDITURES BY OBJECT				
Salaries	\$ 39,139,778	\$ 3,039,242	\$ -	\$ 42,179,020
Employee Benefits	7,026,906	624,148	-	7,651,054
Contractual Services	5,584,111	1,648,425	-	7,232,536
General Materials and Supplies	5,837,647	505,314	-	6,342,961
Conference and Meeting Expenses	839,093	6,498	-	845,591
Fixed Charges	1,171,239	1,158	-	1,172,397
Utilities	-	2,580,698	-	2,580,698
Capital Outlay	1,047,734	178,012	-	1,225,746
Other	2,962,136	752	-	2,962,888
Total Expenditures	63,608,644	8,584,247	-	72,192,891
Adjustments				
Tuition Chargeback	-	-	-	-
Instructional Service Contracts	-	-	-	-
Transfers	13,743,497	500,000	-	14,243,497
ADJUSTED EXPENDITURES	\$ 77,352,141	\$ 9,084,247	\$ -	\$ 86,436,388

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

*Includes Budget Stabilization sub-fund

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4
FISCAL YEAR ENDED JUNE 30, 2024**

REVENUES BY SOURCE

Local Government	\$ -
Total Local Government	-
State Government	
ICCB - Workforce Development Grants	-
ICCB - Retirees Health Insurance Grants	-
ICCB - P-16 Initiative Grants	-
ICCB - Special Initiative Grants	909,633
ICCB - Program Improvement Grant	-
ICCB - Adult Education	692,323
ICCB - (Other, Attach Itemization)	-
Department of Corrections	-
Illinois Student Assistance Commission	-
Other	11,199,789
Total State Government	12,801,745
Federal Government	
Department of Education	11,732,516
Department of Labor	349,843
Department of Health and Human Services	1,368,979
Other	240,678
Total Federal Government	13,692,016
Other Sources	
Tuition and Fees	-
Other	171,171
Total Other Sources	171,171
TRANSFERS	221,253
TOTAL RESTRICTED PURPOSES FUND REVENUES	\$ 26,886,185

(This statement is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4 (Continued)
FISCAL YEAR ENDED JUNE 30, 2024**

EXPENDITURES BY PROGRAM

Instruction	\$ 6,471,759
Academic Support	547,068
Student Services	4,703,007
Public Service/Continuing Education	821,136
Organized Research	-
Auxiliary Services	187,190
Operations and Maintenance	1,015,654
Institutional Support	2,380,188
Scholarships, Grants, Waivers	10,629,300

TOTAL RESTRICTED PURPOSES FUND EXPENDITURES \$ 26,755,302

EXPENDITURES BY OBJECT

Salaries	\$ 2,941,017
Employee Benefits	11,850,051
Contractual Services	371,285
Student Financial Aid	10,629,300
General Materials and Supplies	356,615
Travel & Conference/Meeting Expenses	184,021
Fixed Charges	3,923
Utilities	-
Capital Outlay	110,819
Other	308,271

TOTAL RESTRICTED PURPOSES FUND EXPENDITURES \$ 26,755,302

In accordance with the Illinois Community College Board Fiscal Management Manual, Uniform Financial Statement #4 includes the State of Illinois on-behalf revenue and expenditure for the College's participation in the State University Retirement System (SURS) and the College Health Insurance Program (CIP).

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**CURRENT FUNDS* - EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5
FISCAL YEAR ENDED JUNE 30, 2024**

INSTRUCTION

Instructional Programs	\$ 24,488,177
Other	<u>5,009,072</u>
Total Instruction	<u>29,497,249</u>

ACADEMIC SUPPORT

Library Center	1,513,879
Instructional Materials Center	2,168,546
Educational Media Services	630,806
Academic Computing Support	4,973,187
Academic Administration and Planning	(170,122)
Other	<u>1,341,209</u>
Total Academic Support	<u>10,457,505</u>

STUDENT SERVICES SUPPORT

Admissions and Records	3,028,895
Counseling and Career Services	4,728,163
Financial Aid Administration	2,998,762
Other	<u>5,281,801</u>
Total Student Services Support	<u>16,037,621</u>

PUBLIC SERVICE/CONTINUING EDUCATION

Community Education	57,079
Customized Training (Instructional)	1,063,535
Professional Development	115,275
Community Services	204,055
Other	<u>195,817</u>
Total Public Service/Continuing Education	<u>1,635,761</u>

ORGANIZED RESEARCH

-

AUXILIARY SERVICES

189,342

(This statement is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**CURRENT FUNDS* - EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5 (Continued)
FISCAL YEAR ENDED JUNE 30, 2024**

OPERATIONS AND MAINTENANCE OF PLANT

Maintenance	\$ 2,168,821
Custodial Services	1,593,477
Grounds	1,593,476
Campus Security	3,093,633
Transportation	62,320
Utilities	2,122,942
Administration	583,106
Other	<u>1,021,018</u>
 Total Operations and Maintenance of Plant	 <u>12,238,793</u>

INSTITUTIONAL SUPPORT

Executive Management	2,065,111
Fiscal Operations	2,950,383
Community Relations	2,795,972
Administrative Support Services	2,946,170
Board of Trustees	65,691
General Institutional	526,295
Institutional Research	1,211,472
Administrative Data Processing	4,269,856
Other	<u>2,407,447</u>
 Total Institutional Support	 <u>19,238,397</u>

SCHOLARSHIPS, STUDENTS GRANTS, & WAIVERS 12,378,099

TOTAL CURRENT FUNDS EXPENDITURES \$ 101,672,767

*Current Funds include the Education; Operations and Maintenance; Auxiliary Enterprises; Restricted Purposes; Audit; Liability, Protection, and Settlement Funds

(See independent auditor's report.)

**ILLINOIS COMMUNITY COLLEGE BOARD
STATE GRANTS FINANCIAL - COMPLIANCE SECTION**

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

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Waubonsee Community College
District 516
Sugar Grove, Illinois

Opinions

We have audited the accompanying balance sheet of the Waubonsee Community College District 516 (the College) State Adult Education and Family Literacy Grant Programs as of June 30, 2024 and the related statements of revenues, expenditures and changes in fund balance for the year then ended and the notes to financial statements - state grant programs.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Waubonsee Community College District 516's State Adult Education and Family Literacy Grant Programs as of June 30, 2024 and the changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

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

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we

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

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

Other Matters

Our audit was conducted for the purpose of forming opinions on the balance sheet the College's State Adult Education and Family Literacy Grant Programs as of June 30, 2024, and the related statement of revenues, expenditures and changes in program balances for the year then ended. The schedule of expenditure amounts and percentages for ICCB Grant Funds only is presented for purposes of additional analysis and is not a required part of these financial statements. The schedule of expenditure amounts and percentages for ICCB Grant Funds only is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare these financial statements.

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

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

Sibich CPA LLC

Naperville, Illinois
October 11, 2024

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**STATE ADULT EDUCATION AND FAMILY LITERACY RESTRICTED FUNDS
BALANCE SHEET**

June 30, 2024

	<u>State Basic</u>	<u>State Performance</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ -	\$ 20,155	\$ 20,155
Investments	13,044	-	13,044
TOTAL ASSETS	<u>\$ 13,044</u>	<u>\$ 20,155</u>	<u>\$ 33,199</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 302	\$ -	\$ 302
Accrued payroll	4,999	3,163	8,162
Accrued compensated absences	7,743	16,992	24,735
Total liabilities	<u>13,044</u>	<u>20,155</u>	<u>33,199</u>
FUND BALANCES			
None	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 13,044</u>	<u>\$ 20,155</u>	<u>\$ 33,199</u>

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

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

For the Year Ended June 30, 2024

	State Basic	State Performance	Total
REVENUES			
State sources	\$ 506,588	\$ 185,735	\$ 692,323
Total revenues	506,588	185,735	692,323
EXPENDITURES			
Direct instruction			
Direct instruction	307,966	19,897	327,863
Total direct instruction	307,966	19,897	327,863
Student services			
Guidance services	105,981	85,730	191,711
Literacy services	-	-	-
Assessment and testing	13,783	51,903	65,686
Total student services	119,764	137,633	257,397
Direct program support			
Improvement of instructional services	-	-	-
General administration	11,159	17,510	28,669
Workforce coordination	-	1,943	1,943
Data and information systems	43,576	-	43,576
Total program support	54,735	19,453	74,188
Indirect cost	24,123	8,752	32,875
Total expenditures	506,588	185,735	692,323
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES, JULY 1, 2023	-	-	-
FUND BALANCES, JUNE 30, 2024	\$ -	\$ -	\$ -

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

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

For the Year Ended June 30, 2024

	Audited Expenditure Amount	Audited Expenditure Percentage
STATE BASIC		
Instruction (45% minimum required)	\$ 307,966	60.79%
General administration (15% maximum allowed)	35,282	6.96%

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS - STATE GRANT PROGRAMS

June 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Waubonsee Community College District 516 (the College) conform to generally accepted accounting principles as set forth by the Governmental Accounting Standards Board. The following is a summary of the more significant accounting policies:

a. General

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

b. Basis of Accounting

The statements have been prepared on the modified accrual basis of accounting and the current financial resources measurement focus. Expenditures include all accounts payable representing liabilities for goods and services actually received as of June 30, 2024. Funds obligated for goods prior to June 30 for which the goods are received prior to August 31, if any, are recorded as restricted fund balances.

c. Capital Assets

Capital asset purchases are recorded as expenditures - capital outlay.

2. PAYMENTS OF PRIOR YEAR'S ENCUMBRANCES

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

a. Unrestricted Grants

Base Operating Grants

General operating funds provided to colleges based upon credit enrollment.

WAUBONSEE COMMUNITY COLLEGE

DISTRICT 516

SUGAR GROVE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - STATE GRANT PROGRAMS (Continued)

2. BACKGROUND INFORMATION ON STATE GRANT ACTIVITY (Continued)

a. Unrestricted Grants (Continued)

Equalization Grants

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

b. Restricted Adult Education Grants/State

State Basic and State Performance

Grant awarded to Adult Education and Family Literacy providers to assist adults to become literate and obtain the knowledge and skills necessary for employment and self-sufficiency; to assist adults who are parents to obtain the educational skills necessary to become full partners in the educational development of their children, to assist in completion of a secondary school education and to assist immigrants and other individuals who are English language learners in improving their reading, writing, speaking and comprehension skills in English and mathematics.

Instructional activities included in the adult education grants may include adult basic education, adult secondary education, English language acquisition, career exploration/awareness skills, integrated English literacy/civics education, bridge programs, integrated career and academic preparation systems, high school credit, vocational training, family literacy, volunteer literacy coordination, workplace literacy and correction education.

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

SIKICH.COM

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

Members of the Board of Trustees
Waubonsee Community College
District 516
Sugar Grove, Illinois

We have examined management of Waubonsee Community College - Illinois Community College District 516’s (the College) assertion that the College complied with the guidelines of the Illinois Community College Board’s *Fiscal Management Manual* included in the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed and the Reconciliation of Total Semester Credit Hours of Waubonsee Community College during the period July 1, 2023 through June 30, 2024. The College’s management is responsible for its assertion. Our responsibility is to express an opinion on management’s assertion about the College’s compliance with the specified requirements based on our examination.

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

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

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

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

Sikich CPA LLC

Naperville, Illinois
October 11, 2024

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

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

For the Year Ended June 30, 2024

CATEGORIES	Total Semester Credit Hours by Term							
	Summer		Fall		Spring		Total	
	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted
Baccalaureate	-	13,405.0	-	44,315.0	-	43,704.0	-	101,424.0
Business occupational	69.0	756.0	-	3,842.5	-	3,928.5	69.0	8,527.0
Technical occupational	-	401.0	-	5,263.0	-	5,417.0	-	11,081.0
Health occupational	-	902.5	-	3,002.5	-	3,764.5	-	7,669.5
Remedial developmental	-	638.0	-	3,045.0	-	2,176.0	-	5,859.0
Adult basic education/adult secondary education	303.0	645.0	11,031.0	21.0	10,278.0	24.0	21,612.0	690.0
TOTAL CREDIT HOURS VERIFIED	372.0	16,747.5	11,031.0	59,489.0	10,278.0	59,014.0	21,681.0	135,250.5

	In-District	Chargeback/ Contractual Agreement	Total
Reimbursable credit hours (unrestricted)	121,442.5	2,981.0	124,423.5
Reimbursable credit hours (restricted)	19,478.0		19,478.0
Reimbursable credit hours (unrestricted)	22,409.0		412.0
Reimbursable credit hours (restricted)	-		-

A student's legal residence is used to determine the student's residency for both tuition calculation and submission of reports for state funding purposes. According to ICCB guidelines, a student must reside within the district for at least 30 days prior to the start of the semester in order to meet in district residency requirements.

The College uses the U.S. Postal Service to verify a student's permanent residence. If there is a question about a student's residency, the student must submit a combination of three types of documentation:

- (1) rental or property ownership documentation
- (2) governmental recognition of the residential address (employer, state or federal documents)
- (3) institutional recognition of the residential address (utilities, bank, etc.)

Each case is treated individually and documentation tailored to the student's specific situation.

DISTRICT'S 2023 EQUALIZED ASSESSED VALUATION \$ 12,982,022,703

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

RECONCILIATION OF TOTAL SEMESTER CREDIT HOURS

For the Year Ended June 30, 2024

	Total Unrestricted Credit Hours	Total Unrestricted Credit Hours Certified to the ICCB	Difference	Total Restricted Credit Hours	Total Restricted Credit Hours Certified to the ICCB	Difference
Baccalaureate	101,424.0	101,424.0	-	-	-	-
Business occupational	8,527.0	8,527.0	-	69.0	69.0	-
Technical occupational	11,081.0	11,081.0	-	-	-	-
Health occupational	7,669.5	7,669.5	-	-	-	-
Remedial developmental	5,859.0	5,859.0	-	-	-	-
Adult basic education/adult secondary education	690.0	690.0	-	21,612.0	21,612.0	-
TOTAL	135,250.5	135,250.5	-	21,681.0	21,681.0	-