LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

ANNUAL FINANCIAL REPORT
(With Independent Auditor's Report Therein)

FOR THE YEAR ENDED JUNE 30, 2022

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

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KEMPER CPA GROUP LLP
Certified Public Accountants and Consultants

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Lake Land College
Community College District No. 517
Mattoon, Illinois 61938

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities and the discretely presented component unit of Lake Land Community College District No. 517 (the College) as of and for the year ended June 30, 2022, and the related notes to the 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 respective financial position of the business-type activities and the discretely presented component unit of the College as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those 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. The financial statements of the discretely presented component unit were not audited in accordance with *Government Auditing Standards*.

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 twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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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 generally accepted auditing standards 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 generally accepted auditing standards 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the State Universities Retirement System of Illinois Trend Data, and Other Post-employment Benefit System of Illinois Trend Data and Schedule of Contributions, as 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 accompanying supplementary information, as listed in the table of contents, and the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information, except for the portion marked unaudited, 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 and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information, as listed in the table of contents, 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 September 30,2022 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.

Kemper CPA Group LLP

KEMPER CPA GROUP LLP
Certified Public Accountants
and Consultants

Mattoon, Illinois
September 30,2022

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
Lake Land College
Community College District No. 517
Mattoon, Illinois 61938

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and the discretely presented component unit of Lake Land Community College District No. 517 (the College) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated September 30, 2022. The financial statements of the Lake Land College Foundation, a discretely presented component unit, were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the Lake Land College 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 the College's internal control. Accordingly, we do not express an opinion on the effectiveness of the Colleges'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.

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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 deficiences may exist that were not identified.

Report 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.

Kemper CPA Group LLP

KEMPER CPA GROUP LLP
Certified Public Accountants
and Consultants

Mattoon, Illinois
September 30,2022

MANAGEMENT’S DISCUSSION AND ANALYSIS

MANAGEMENT’S DISCUSSION AND ANALYSIS

This section of Lake Land College's Comprehensive Annual Financial Report presents management's discussion and analysis of the College's financial activity during the fiscal year ended June 30, 2022. Since this management's discussion and analysis is designed to focus on current activities, resulting change and currently known facts, please read it in conjunction with the College's basic financial statements (pages 7-12) and the footnotes (beginning on page 13). Included in the basic financial statements is information on the College’s component unit, The Lake Land College Foundation, Inc., which also has a separately issued financial statement that may be obtained by calling the Foundation Office at (217) 234-5354. Responsibility for the completeness and fairness of the College’s report rests with the College.

USING THE ANNUAL REPORT

The financial statements focus on the College as a whole, versus the traditional presentation by fund types. The College's financial statements (see pages 7-12) 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. The Statement of Revenues, Expenses and Changes in Net Position focus on both the gross costs and the net costs of the College's activities, which are supported mainly by local property taxes, tuition, federal 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, the district, and the local community.

FINANCIAL OVERVIEW AND HIGHLIGHTS

For the fiscal year ended June 30, 2022, the College experienced more normal state funding levels. Some significant items during this year are as follows:

- The College experienced a delay in collecting the receivables from the Department of Corrections Program and the Department of Juvenile Justice, with approximately $1,810,000 and $111,000 respectively outstanding at June 30, 2022.

- All Base Operating Grant and Equalization payments from the state were received prior to June 30, 2022.

FINANCIAL ANALYSIS OF THE COLLEGE AS A WHOLE

Net Position As of June 30,	2022	2021	Increase (Decrease)
Current assets	$ 118,163,357	$ 97,456,490	$ 20,706,867
Noncurrent assets			
Capital assets, net depreciation	73,540,284	75,481,083	(1,940,799)
Total assets	191,703,641	172,937,573	18,766,068
Current liabilities	12,892,799	13,799,607	(906,808)
Noncurrent liabilities	45,783,079	37,058,074	8,725,005
Total liabilities	58,675,878	50,857,681	7,818,197
Deferred inflows of resources	29,311,535	27,364,860	1,946,675
Net Position			
Net investment in capital assets	45,910,283	49,907,632	(3,997,349)
Restricted for:			
Capital projects	3,311,311	2,860,309	451,002
Grant purposes	2,757	25,540	(22,783)
Debt service	2,312,097	2,735,187	(423,090)
Custodial funds	281,557	300,022	(18,465)
Working cash	23,606,259	27,083,279	(3,477,020)
Unrestricted	29,973,536	14,121,814	15,851,722
Total net position	$ 105,397,800	$ 97,033,783	$ 8,364,017

Total assets increased $18.8 million or 10.9% from fiscal 2021. Current Assets increased by $20.7 million, $20.0 million increase in investments due to the debt certificate of $16.0 million that was issued during FY2022 and offset by a decrease of $1.9 million in Cash.

Total liabilities increased $7.8 million or 15.4% from fiscal 2021. This increase is a result of a $10.0 million increase in bonds payable, a $.6 million decrease in interest payable, $1.5 million decrease in other post- employment benefits and a decrease of $.9 in Accounts payable. The total net position of the College was increased by $8.3 million due to the above mentioned changes and the operating results for the year ended June 30, 2022 as shown on the following page.

Operating Results for the Years Ended
June 30,

	2022	2021	Increase (Decrease)
Operating revenue:			
Tuition and fees	$ 6,537,394	$ 7,052,657	$ (515,263)
Auxiliary	1,950,615	1,508,535	442,080
Department of Corrections instructional	12,520,978	13,893,349	(1,372,371)
Other	1,370,580	997,691	372,889
Total operating revenue	22,379,567	23,452,232	(1,072,665)
Less operating expenses	61,311,440	57,907,059	3,404,381
Operating income (loss)	(38,931,873)	(34,454,827)	(4,477,046)
Non-operating revenue (expenses):			
Other state revenues	10,966,146	10,259,520	706,626
Federal and local grants and contracts	20,255,371	16,341,416	3,913,955
Property taxes	19,884,365	19,249,982	634,383
Investment income	(3,461,820)	1,339,052	(4,800,872)
Interest expense	(215,096)	(434,393)	219,297
Disposal of fixed assets	(133,076)	-	(133,076)
Non-operating revenue (net)	47,295,890	46,755,577	540,313
Increase (decrease) in net position	8,364,017	12,300,750	(3,936,733)
Net position, beginning of year	97,033,783	84,733,033	12,300,750
Net position, end of year	$ 105,397,800	$ 97,033,783	$ 8,364,017

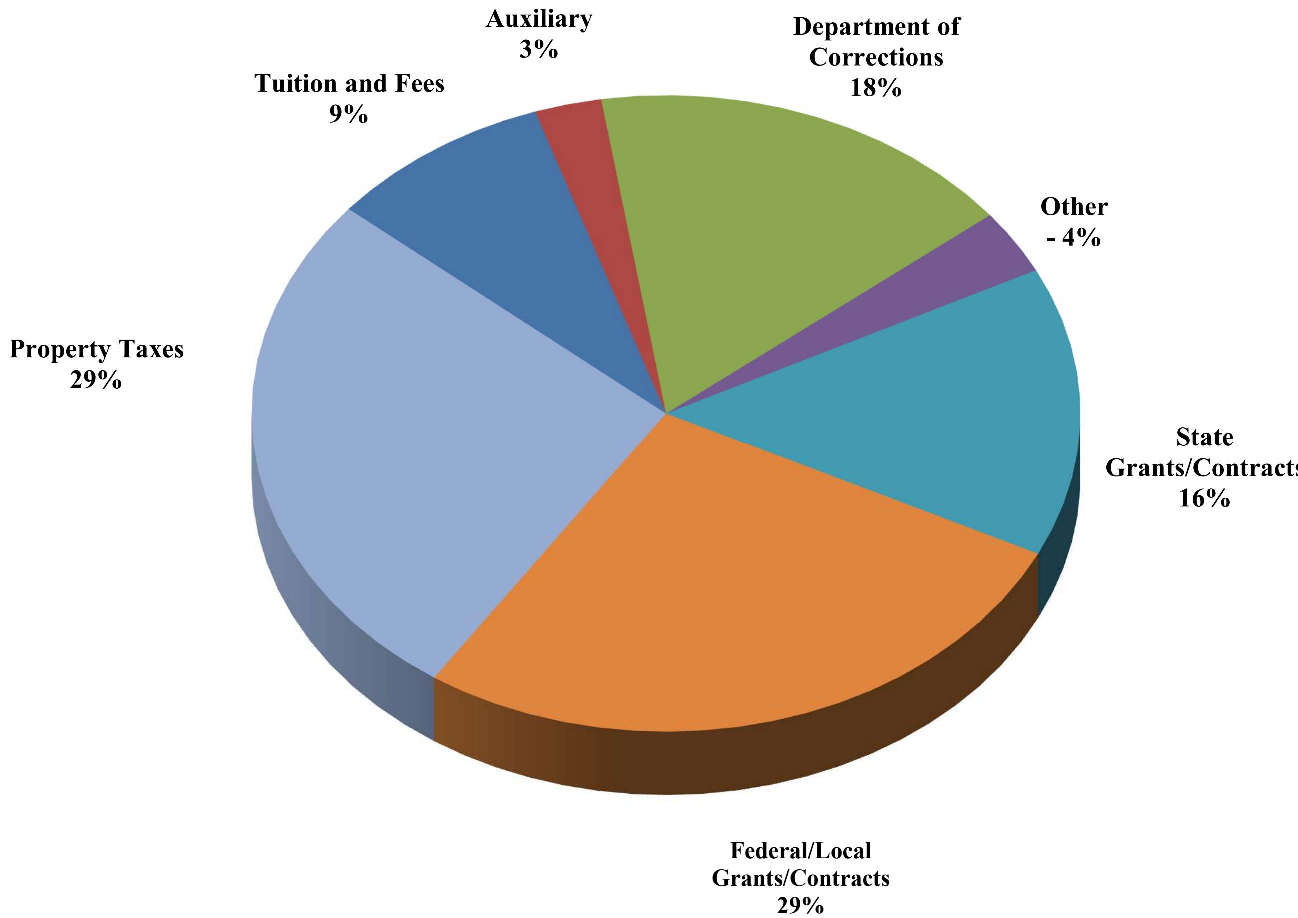
For the year ended June 30, 2022, the College recorded total operating revenues of $22,379,567 and total operating expenses of $61,311,440. The difference produced an operating loss of $38,931,873 which is comparable to the previous year operating loss of $34,454,827. Net non-operating revenue of $47,295,890. This results in an overall increase in net position of $8,364,017 compared to the fiscal 2021 increase in net position of $12,300,750.

Non-operating revenue included local property taxes of $19,884,365, other state revenues of $10,966,146, federal grants and local contracts of $20,255,371 investment expense net of interest earnings of $(3,676.916) and loss on disposal and impairment of capital assets of $(133,076).

Of the College's total revenue, operating revenue accounted for approximately 25%, non-operating revenues accounted for 75%. Operating revenue consisted of tuition and fees, net of scholarships, totaling $6,537,394, auxiliary enterprise revenues totaling $1,950,615, instructional revenues from the Department of Corrections totaling $12,520,978 and other miscellaneous revenue of $1,370,580.

The College had a net position at the beginning of the year totaling $97,033,783. The current year increase in net position of $8,364,017 brought the total of net position at the end of the year to $105,397,800.

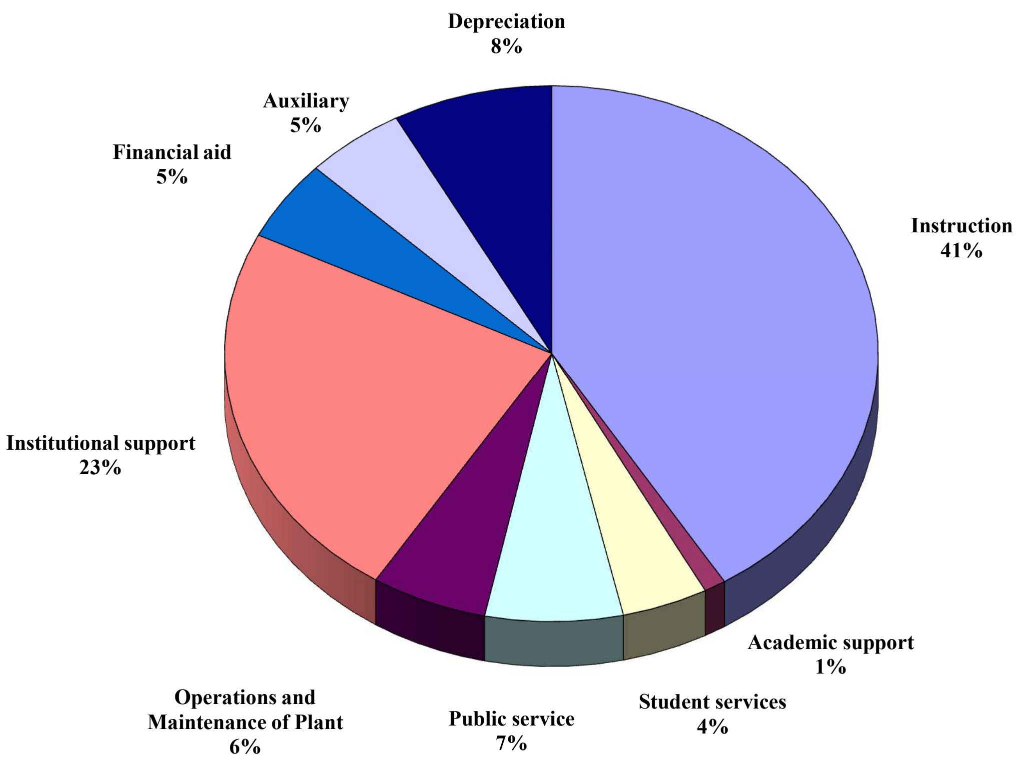
Revenue by Source



Operating Expenses
For the Years Ended June 30,

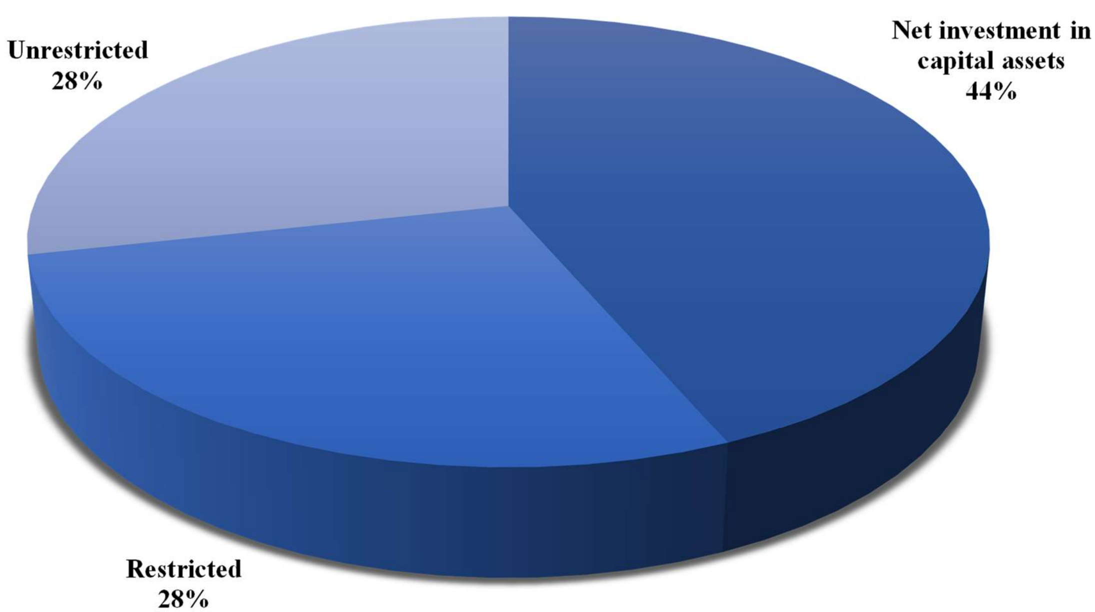
	2022	2021	Increase (Decrease)
Operating expense			
Instruction	$ 25,232,470	$ 25,483,526	$ (251,056)
Academic support	662,083	864,000	(201,917)
Student services	2,607,729	2,484,231	123,498
Public service	4,174,565	3,815,509	359,056
Operations and maintenance of plant	3,519,729	3,634,425	(114,696)
Institutional support	14,259,614	11,623,396	2,636,218
Financial aid	2,992,395	3,058,231	(65,836)
Auxiliary	3,021,443	2,760,827	260,616
Depreciation	4,841,412	4,182,914	658,498
Total	$ 61,311,440	$ 57,907,059	$ 3,404,381

Operating Expenses



Net Position As of June 30,	2022	2021	Increase (Decrease)
Net Position			
Net investment in capital assets	45,910,283	49,907,632	(3,997,349)
Restricted for:			
Capital projects	3,311,311	2,860,309	451,002
Grant purposes	2,757	25,540	(22,783)
Debt service	2,312,097	2,735,187	(423,090)
Custodial funds	281,557	300,022	(18,465)
Working cash	23,606,259	27,083,279	(3,477,020)
Unrestricted	29,973,536	14,121,814	15,851,722
Total net position	$ 105,397,800	$ 97,033,783	$ 8,364,017

Analysis of Net Position



Capital Assets, Net
June 30,

	2022	2021	Increase (Decrease)
Capital Assets			
Land	$ 981,487	$ 981,487	$ -
Building	122,251,030	118,426,675	3,824,355
Equipment	6,909,081	6,426,660	482,421
Construction in progress	1,660,652	3,573,293	(1,912,641)
Total	131,802,250	129,408,115	2,394,135
Less Accumulated Depreciation	(58,511,966)	(54,427,032)	(4,084,934)
Net Capital Assets	$ 73,290,284	$ 74,981,083	$ (1,690,799)

As of June 30, 2022, the College had recorded approximately $131.8 million invested in capital assets, approximately $58.5 million in accumulated depreciation and approximately $73.3 million in net capital assets. Capital asset additions exceeded deletions by approximately $2.4 million (see Notes 3 and 4). Accumulated depreciation increased approximately $4.1 million during the year.

THE COLLEGE'S ECONOMIC OUTLOOK

The College's economic outlook remains strong due to the College's Administration and Board of Trustees being proactive and strategic in its allocation of resources. By remaining committed to the College's core priority of enhancing student success, Lake Land College enters the 2022 fiscal year in a solid position. As a result, Lake Land College was able to keep tuition levels well below the state average for community college tuition costs. The ability to maintain lower than average tuition allows the College to attract approximately 31 percent of the entire district's graduating high school class who continue to choose Lake Land College as their choice for higher education.

While the College is conservatively meeting current financial needs and positioning itself favorably with the respective employee groups' collective bargaining agreements on campus, private, state and federal grants are providing growth opportunities. The College is in its third year of renewed five-year TRiO Student Success grant which will assist in developing and educating first generation and low-income college students. The College is also in the second year of a five-year TRiO talent search grant. The College also plans to continue facilitating the Workforce Innovation and Opportunity Act (WIOA) to enhance our workforce training and education initiative. Grant funds will be used to purchase equipment, develop training programs for jobs of the future, provide finances for personnel and assist dislocated workers. The College continues to strategically use its federal funding received through the Governor's Emergency Education Relief Fund (GEER) and the CARES Act: Higher Education Emergency Relief Funding for Students and the Institution.

CONTACTING FINANCIAL MANAGEMENT

This final report is designed to provide our stakeholders with a general overview of Lake Land College's finances and to show Lake Land College's accountability for the revenue it receives. If you have questions about this report or need additional information, contact Mr. Greg Nuxoll at 5001 Lake Land Blvd, Mattoon, IL 61938 (217)234-5224.

BASIC FINANCIAL STATEMENTS

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

STATEMENT OF NET POSITION
JUNE 30, 2022

	Lake Land College	Component Unit Lake Land College Foundation
Assets		
Current Assets		
Cash and Cash Equivalents	$ 2,216,746	$ 567,541
Restricted Cash and Cash Equivalents	50,800	-
Investments	88,075,670	-
Receivables		
Property Taxes	19,984,001	-
Governmental Claims	4,876,345	-
Tuition and Fees, Net of Allowance for Doubtful Accounts of $5,705,658	781,687	-
Other Receivables	894,146	-
Receivable from Component Unit, Due in One Year	250,000	-
Inventories	318,501	-
Prepaid Expenses	715,461	-
Total Current Assets	118,163,357	567,541
Non-Current Assets		
Investments	-	12,375,457
Receivable from Component Unit, Net of Current Portion	250,000	-
Capital Assets, Net of Accumulated Depreciation	73,290,284	3,079,046
Total Non-Current Assets	73,540,284	15,454,503
Total Assets	191,703,641	16,022,044
Deferred Outflows of Resources		
Deferred Outflows Related to OPEB Liability	1,623,001	-
Subsequent Year's Pension Related to Federal, Trust, or Grant Pension Contributions	58,571	-
Total Deferred Outflows of Resources	1,681,572	-
Liabilities		
Current Liabilities		
Accounts Payable	4,468,322	79,889
Accrued Expenses	921,966	-
Accrued Interest Payable	60,078	-
Unearned Revenues	358,811	-
Planned Retirement Payable, Due in One Year	355,201	-
Due to Agency Funds	-	234,158
Bonds Payable, Due in One Year	6,728,421	-
Commitment to Lake Land College, Due in One Year	-	250,000
Total Current Liabilities	12,892,799	564,047
Non-Current Liabilities		
Accrued Compensated Absences	349,831	-
Planned Retirement Payable	1,897,401	-
Other Postemployment Benefits	22,263,031	-
Bonds Payable	21,272,816	-
Commitment to Lake Land College	-	250,000
Total Non-Current Liabilities	45,783,079	250,000
Total Liabilities	58,675,878	814,047

The accompanying notes are an integral part of these financial statements.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

STATEMENT OF NET POSITION (CONCLUDED)
JUNE 30, 2022

	Lake Land College	Component Unit Lake Land College Foundation
Deferred Inflows of Resources		
Deferred Inflow Related to OPEB Liability	7,001,201	-
Deferred Tuition and Fees Related to Subsequent Year	1,284,481	-
Deferred Property Tax Related to Subsequent Year	21,025,853	-
Total Deferred Inflows of Resources	29,311,535	-
Net Position		
Net Investment in Capital Assets	45,910,283	-
Restricted for:		
Capital Projects	3,311,311	-
Grant Projects	2,757	-
Debt Service	2,312,097	-
Custodial Funds	281,557	
Working Cash	23,606,259	
Without Donor Restrictions	-	2,317,066
With Donor Restrictions	-	12,890,931
Unrestricted	29,973,536	-
Total Net Position	$ 105,397,800	$ 15,207,997

The accompanying notes are an integral part of these financial statements.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2022

	Lake Land College	Component Unit Lake Land College Foundation
Revenues		
Operating Revenues:		
Student Tuition and Fees, Net of Scholarships and Allowances of $4,555,923	$ 6,537,394	$ -
Contributions	-	3,598,327
Auxiliary Enterprise Revenue	1,950,615	-
Department of Corrections Instructional	12,520,978	-
Revenue from Educational Services and Materials	787,714	-
Other	582,866	272,456
Total Operating Revenues	22,379,567	3,870,783
Expenses		
Operating Expenses:		
Instruction	25,232,470	-
Academic Support	662,083	-
Student Services	2,607,729	1,355,294
Public Service/Continuing Education	4,174,565	-
Operation and Maintenance of Plant	3,519,729	-
Institutional Support	14,259,614	-
Scholarships, Student Grants, and Waivers	2,992,395	-
Auxiliary Enterprise	3,021,443	-
Depreciation	4,841,412	19,271
On-Behalf Expenditures	14,214,124	-
Total Operating Expenses	75,525,564	1,374,565
Operating Income (Loss)	(53,145,997)	2,496,218

The accompanying notes are an integral part of these financial statements.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION (CONCLUDED)
FOR THE YEAR ENDED JUNE 30, 2022

	Lake Land College	Component Unit Lake Land College Foundation
Non-Operating Revenues (Expenses)		
State Grants and Contracts	9,648,845	-
Property Taxes	19,884,365	-
Personal Property Replacement Taxes	1,299,151	-
Federal Grants and Contracts	19,356,602	-
Local Grants and Contracts	898,769	-
On-Behalf Revenues	14,214,124	-
Loss on Disposal of Capital Assets	(133,076)	-
Bond Premium Amortization (Interest Expense), Net	(214,496)	-
Rental Income, Net	-	160,911
Investment Income (Loss)	(3,461,820)	(2,190,608)
Bond Issue Cost	(600)	-
Total Non-Operating Revenues (Expenses)	61,491,864	(2,029,697)
Income before Capital Contributions	8,345,867	466,521
Capital Contributions	18,150	-
Increase (Decrease) in Net Position	8,364,017	
Net Position, July 1, 2021	97,033,783	14,741,476
Net Position, June 30, 2022	$ 105,397,800	$ 15,207,997

The accompanying notes are an integral part of these financial statements.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2022

Cash Flows from Operating Activities	
Tuition and Fees	$ 6,640,649
Payments to Suppliers	(29,409,240)
Payments to Employees	(33,096,466)
Department of Corrections Instructional	12,388,857
Auxiliary Enterprise Charges	1,950,615
Other Receipts	1,370,580
Net Cash Provided (Used) by Operating Activities	(40,155,005)
Cash Flows from Noncapital Financing Activities	
Local Property Taxes	22,225,368
Grants and Contracts	27,451,872
Net Cash Provided (Used) by Noncapital Financing Activities	49,677,240
Cash Flows from Capital and Related Financing Activities	
Purchases of Capital Assets	(2,926,864)
Principal Paid on Capital Debt	(6,065,000)
Interest Paid on Capital Debt	(694,650)
Proceeds from Debt Certificates	16,025,000
Net Cash Provided (Used) by Capital and Related Financing Activities	6,338,486
Cash Flows from Investing Activities	
Proceeds from Sales and Maturities of Investments	16,054,166
Purchases of Investments	(33,934,142)
Interest Income	111,046
Net Cash Provided (Used) by Investing Activities	(17,768,930)
Net Increase (Decrease) in Cash and Cash Equivalents	(1,908,209)
Cash and Cash Equivalents, July 1, 2021	4,157,605
Cash and Cash Equivalents, June 30, 2022	$ 2,249,396

The accompanying notes are an integral part of these financial statements.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

STATEMENT OF CASH FLOWS (CONCLUDED)
FOR THE YEAR ENDED JUNE 30, 2022

Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Operating Income (Loss)	$ (53,145,997)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Depreciation Expense	4,841,412
On-Behalf Revenues	14,214,124
Loss on Disposal of Capital Assets	133,076
Change in Current Assets and Liabilities:	
(Increase) Decrease in Tuition and Fees Receivables (Net)	72,353
(Increase) Decrease in Component Unit Receivable	250,000
(Increase) Decrease in Operating Receivables	(6,966,606)
(Increase) Decrease in Inventories	(129,715)
(Increase) Decrease in Prepaid Expenses	134,298
(Increase) Decrease in Deferred OPEB Outflows	637,179
Increase (Decrease) in Accounts Payable	(88,248)
Increase (Decrease) in Accrued Interest Payable	(634,572)
Increase (Decrease) in Accrued Expenses	(267,504)
Increase (Decrease) in Accrued Compensated Absences	2,027
Increase (Decrease) in Unearned Revenue	224,511
Increase (Decrease) in Planned Retirement Payable	75,765
Increase (Decrease) in Net OPEB Liability	(1,453,783)
Increase (Decrease) in Deferred Tuition and Fees	39,574
Increase (Decrease) in Deferred Property Tax	1,076,637
Increase (Decrease) in Deferred OPEB Inflows	830,464
Net Cash Provided (Used) by Operating Activities	$ (40,155,005)
Noncash Investing, Capital and Noncapital Financing Transactions:	
(Increase) Decrease in Fair Value of Investments	$ 4,983,276
Amortization of Bond Premium	$ 480,154

The accompanying notes are an integral part of these financial statements.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Lake Land Community College District No. 517 (the College) is organized under the Illinois Public Community College Act with partial funding by the Illinois Community College Board. The College encompasses parts of 15 counties in East Central Illinois. The main campus is located in Mattoon, with extension centers in Effingham, Pana, and Marshall, Illinois.

Reporting Entity

In accordance with Government Accounting Standards Board (GASB) Statements 34*, Basic Financial Statements and Management's Discussion and Analysis – for State and Local Governments*, and 35, *Basic Financial Statements and Management's Discussion and Analysis – for Public Colleges and Universities*, the accompanying financial statements present the Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, and the Statement of Cash Flows of the College.

In addition, the accompanying financial statements include the accounts of the Lake Land College Foundation, Inc. (the Foundation), defined as a component unit of the College under GASB Statements No. 14 and 61, *The Financial Reporting Entity* and No. 39, *Determining Whether Certain Organizations are Component Units*. The Foundation is a legally separate, tax-exempt entity that acts primarily as a fund-raising organization to supplement the resources that are available to the College. The 17 member board of the Foundation is self-perpetuating and consists of graduates and friends of the College. The economic resources held by the Foundation are entirely for the benefit of the College, its students, and its programs.

The Foundation is a private not-for-profit organization that reports its financial results under Financial Accounting Standards Board (FASB) Statements. Most significant to the Foundation's operations and reporting model is FASB Accounting Standards Codification 958-205, *Presentation of Financial Statements for Not-For-Profit Entities*. As such, certain revenue recognition criteria and presentation differ from GASB revenue recognition criteria and presentation. No modifications have been made to the Foundation's financial information in the College's financial reporting entity for these differences; however, significant note disclosures (See Component Unit Note within Note 1 and 15) to the Foundation's financial statements have been incorporated into the College's notes to the financial statements.

Separate financial statements for the Foundation can be obtained from the Foundation office at 5001 Lake Land Blvd, Mattoon, Illinois 61938.

The accompanying financial statements include all entities for which the Board of Trustees of the College has financial accountability.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

As a public institution, the College is considered a special-purpose government under the provisions of GASB No. 35. The College records revenue in part from tuition, fees, and other charges for services to external users, and, accordingly, has chosen to present its financial statements using the reporting model for special-purpose governments engaged in business-type activities. This model allows for all financial information of the College to be reported in a single column in each of the financial statements, accompanied by separate financial statements for its component unit. All significant internal activity between funds has been eliminated from these financial statements.

The accompanying financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Revenues from exchange transactions are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Intergovernmental revenues, such as federal, state, and local grants, and state shared revenues generally meet the definition of non-exchange transactions and are accounted for as non-operating revenues, with the exception of intergovernmental revenues used for capital assets, which are accounted for as capital contributions. Revenue from these sources is recognized when all applicable eligibility requirements have been met. 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 specific purpose; and expenditure requirements, in which the resources are provided to the College on a reimbursement basis. Receivables are reported for these amounts for which revenue has been recognized but the related payments have not been received.

Property tax revenues are reported in accordance with National Council on Governmental Accounting (NCGA) Interpretation No. 3, *Revenue Recognition – Property Taxes*, GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, and GASB Interpretation No. 5, *Property Tax Revenue Recognition in Governmental Funds*. Consequently, under the accrual basis of accounting, property tax revenue is recognized in the period for which the taxes are levied. Property tax receivables are reported when the College has an enforceable legal claim to the taxes, which is consider to be the lien date.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Concluded)

New Accounting Guidance

Governmental Accounting Standards Board (GASB) Statement No. 87 – *Leases*. GASB Statement No. 87, which is effective for years beginning after June 15, 2021, establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to us an underlying asset. The College has determined that the effect of implementing GASB No. 87 was immaterial to the College's financials statements.

The accounting and reporting policies of the College conform to generally accepted accounting principles applicable to government units and Illinois community colleges. The GASB is the accepted standard setting body for establishing accounting and financial reporting principles. These authoritative pronouncements are consistent with the accounting practices prescribed or permitted by the Illinois Community College Board (ICCB), as set forth in the ICCB Fiscal Management Manual. The following is a summary of the more significant policies.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of management's estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

Cash and Cash Equivalents

Cash includes deposits held at banks and small amounts of cash on hand. For purposes of the Statement of Cash Flows, the College considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents, except for money market funds and the FDIC Bank Deposit Program which management considers to be investments.

Investments

Investments are reported at fair value, with unrealized gains or losses included in investment income. Securities traded on a national exchange are valued at the last reported sales price at the current exchange rates. Cash deposits and money market accounts are reported at carrying amount, which reasonably estimates fair value.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Receivables

Receivables consist of tuition and fee charges to students, auxiliary enterprise fees for services provided to students, faculty, and staff, the majority of each residing in Illinois, and property tax receivables. Receivables also include amounts due from the federal, state, and local governments, or private sources, in connection with the reimbursement of allowable expenditures made pursuant to the College's grants and contracts. Receivables are recorded net of estimated uncollectible amounts, which is based on management's assessment of collectability of specific students' accounts and the aging of the accounts receivable. If the actual defaults are higher than the historical experience, management's estimates of the recoverability of amounts due could be adversely affected. All accounts or portions thereof deemed to be uncollectible or to require an excessive collection cost are written off to the allowance for doubtful accounts.

Inventories

Inventories consist of items held for resale in the bookstore and printing supplies utilized in the print shop. Inventories are stated at the lower of cost or net realizable value as determined under the first-in, first-out method.

Capital Assets

Capital assets include property, equipment, and infrastructure assets; such as roads, parking lots and sidewalks. Capital assets are defined by the College as assets with an initial cost of $10,000 or more and an estimated useful life in excess of 1 year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of an asset or materially extend the asset's life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation is computed by the straight-line method over the estimated useful lives as follows:

Buildings	40 Years
Building Improvements	8-20 Years
Land Improvements	10 Years
Vehicles	5 Years
Equipment	8 Years
Technology Hardware/Software	4 Years

Library Books and Textbooks

Library books and textbooks rented to students are charged to expense accounts when purchased.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Prepaid Expenses

Prepaid expenses represent current expenditures which benefit future periods.

Deferred Inflows of Resources

Deferred inflows of resources are defined under GASB Statement No. 63 as acquisitions of net assets that are applicable to a future reporting period and should be reported as having a similar impact on net position as liabilities. At June 30, 2022, deferred inflows of resources included tax levies accrued that are levied for use in the next fiscal year, student tuition and fees that were collected or accrued for the next academic year, and the unamortized portion of the net difference between projected and actual earnings on OPEB investments.

Deferred Outflows of Resources

Deferred outflows are defined under GASB Statement No. 63 as a consumption of net assets by the College that is applicable to a future reporting period and should be reported as having a similar impact on net position as assets. For the College, pension payments related to employees with federally funded positions and made subsequent to the pension liability measurement date are considered to be deferred outflows in accordance with GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* – An Amendment of GASB Statement No. 68. Changes in assumptions and differences between expected and actual experience of the College's other postemployment benefit (OPEB) plans are considered to be deferred outflows. Changes in proportion and differences between employer contributions and actual contributions and its proportionate share of contributions to the plan relative to all employers is also considered to be a deferred outflow. Deferred outflows also include losses on debt refundings, which are amortized over the remaining life of the new debt, or refunded debt, whichever is shorter.

Compensated Absences

The College records a liability for employees' vacation leave and compensatory time earned but not taken. Employees are allowed to carry over a limited number of vacation days from year to year and all compensatory time earned but not taken from year to year. At June 30, 2022, the College recorded a liability of $349,831. The College considers the entire liability to be long-term based on a review of employee usage.

Accumulated sick leave is not paid when an employee terminates employment; therefore, an accrual has not been made. Employees that retire are granted credit for unused sick leave towards years of service in the State Universities Retirement System pension plan.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Amortization of Debt Issuance Premiums/Discounts

The College amortizes debt issuance premiums and discounts by the effective interest method over the period the related debt issue is outstanding. The debt premium/discount is amortized by using the same interest rate as the related debt issue and the current period amortization is shown as a decrease (for a premium) or increase (for a discount) to current period interest expense.

Net Position

The College's net position is classified as follows:

Net Investment in Capital Assets – This represents the College's total investment in capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – This represents assets/resources that are legally or contractually obligated to be spent in accordance with restrictions imposed by external third parties, reduced by liabilities and deferred inflow resources related to those assets. Sources of restricted revenue included federal, state, and private grants and contracts. Externally restricted funds may be utilized only in accordance with the purpose established by the source of such funds and are in contrast with unrestricted funds over which the Board of Trustees retains full control to use in achieving any of its institutional purposes. 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.

Unrestricted – This represents unrestricted assets/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 Board of Trustees to meet current expenses for any lawful purpose.

Classification of Revenues and Expenses

Operating revenue includes activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship allowances, and (2) sales and services of auxiliary enterprises, net of discounts and allowances. Non-operating revenue includes activities that have the characteristics of non-exchange transactions, such as (1) local property taxes, (2) state appropriations, (3) most federal, state and local grants and contracts, and (4) gifts and contributions. Operating expenses are those expenses directly attributable to the operations of the College. Incidental expenses are classified as non-operating expenses.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Scholarship Discounts and Allowances

Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the Statement of Revenues, Expenses, and Changes in Net Position. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the College, and the amount that is paid by students or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other federal, state or nongovernmental programs, are recorded as nonoperating revenues in the College's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the College has recorded a scholarship discount and allowance.

Property Taxes

The 2021 property tax extension has been deferred to comply with the GASB Statement No. 33 since it was levied to finance activities of the 2022/2023 academic year. In accordance with these guidelines, property tax revenue is to be recognized in the period the levy is intended to finance.

The College must file its tax levy ordinance by the last Tuesday in December of each year. The College's property tax is levied each year on all taxable real property located within the District. These taxes attach an enforceable lien on real property as of January 1 and are payable in two installments; due dates vary by county. The College receives significant property tax receipts from July through November.

Federal Financial Assistance Programs

The College participates in federally funded PELL Grants, SEOG Grants, Federal Work-Study, and Federal Family Education Loan Programs. Federal programs are audited in accordance with the Title 2 *U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), *Federal Awarding Agency Regulatory Implementation of Office of Management and Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, Audit of States, Local Governments and Non-Profit Organizations,* and the *Compliance Supplement*.

Deferred Compensation

The College offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 403(b). The plan, available to all employees upon employment, permits employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, disability, hardship, or unforeseeable emergency. All assets of the 403(b) plan are individually owned by participants. The College has no obligation to contribute to this plan and no obligations for any future pay-outs.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets

Budgeted amounts used for comparison in this report are obtained from the operating budget approved by the Board of Trustees. The Board of Trustees adopts the budget at the fund level for all governmental funds. The Board of Trustees does not adopt a budget for the Working Cash and the Custodial Fund.

The College's Board of Trustees must adopt a budget for each fiscal year within or before the first quarter of each fiscal year. A tentative budget must be available for public inspection at least 30 days prior to final adoption, and at least one public hearing must be held on the tentative budget.

The Board may, from time to time, make transfers between the various items in any fund not exceeding, in the aggregate, 10% of the total of such fund as set forth in the budget. Budgetary transfers that exceed this limit must follow the procedures for the adoption of the original budget.

Pensions

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

For the purposes of financial reporting, the State of Illinois (State) and its public universities and community colleges are under a special funding situation. A special funding situation exists when a non-employer entity (the State) is legally responsible for making contributions directly to a pension plan that is used to provide pension benefits to the employees of another entity (Lake Land College) and the non-employer (the State) is the only entity with a legal obligation to make contributions directly to a pension plan. Lake Land College recognizes its proportionate share of the State's pension expense relative to Lake Land College's employees as non-operating revenue and pension expense, with the expense further allocated to the related function by employees.

Other Postemployment Benefits (OPEB)

For purposes of measuring the other postemployment benefits (OPEB) obligations, deferred outflows of resources and deferred inflows of resources related to OPEB, and benefits expense, information about the net position of the OPEB plans and additions to and deductions from the OPEB plans' net positions have been determined on the same basis as they are reported by the OPEB plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

Component Unit

The Foundation is required to report information regarding its financial position and activities based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

> *Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.
>
> *Net Assets With Donor Restrictions* – Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenues are reported as increases in net asset without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Contributions, including unconditional promises to give as applicable, 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 donated noncash assets are recorded at their fair values in the period received.

Expenses are reported as decreased in net asset without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in the appropriate net position class as determined by donor stipulation and in accordance with the law.

Investments are reported at fair value.

Subsequent Events

The College has evaluated subsequent events through September 30,2022, the date which the financial statements were available to be issued.

NOTE 2: DEPOSITS AND INVESTMENTS

Deposits

As of June 30, 2022, the carrying balance of the College's cash deposits was $2,267,546, which includes $4,150 of cash on hand, and the bank balance was $3,514,613, all of which was secured by federal depository insurance or collateralized with securities held by the pledging financial institution in the College's name.

Investments

Statutes authorize the College to invest in obligations of the U.S. Treasury, direct obligation of any bank as defined by the Illinois Banking Act, short term obligations of corporations subject to certain qualifications, money market mutual funds registered under the Investment Company Act of 1940 subject to certain restrictions, any mutual funds that invest primarily in corporate investment grade or global government short-term bonds, and the Illinois Funds Money Market Fund. Furthermore, investments may be made in banks, savings and loan associations and credit unions covered by depository insurance. The College's investment policy authorizes the same investments as authorized by statute and further limits the amount invested in each category (See Concentration Risk disclosure below).

Credit Risk

Credit risk is the risk that an issuer or other counterparty to the debt investment will not fulfill its obligations. The College requires that the purchase of mutual bond funds that invest primarily in short-term global government bonds be rated in at least the top ten categories by a recognized rating service. The College held bonds which were either explicitly or implicitly guaranteed by the U.S. Government, and are not subject to credit risk disclosures.

As of June 30, 2022, the College held $3,648,284 in money market funds all with Moody's AAA ratings. The mutual bond funds balance of $84,427,386 were unrated as of June 30, 2022.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the College's deposits may not be returned. To guard against custodial credit risk for deposits with financial institutions, the College's investment policy requires that deposits with financial institutions in excess of FDIC limits be secured by some form of collateral with a written agreement and held at an independent, third-party institution, in the name of the College. At June 30, 2022, 100% of the College's investments were held by various custodians in the College's name and were not subject to creditors of the custodians.

The College's investments in money market funds, as well as mutual bond funds are not subject to detailed disclosure because the College owns shares of each investment fund and not the physical securities.

NOTE 2: DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk

The College's investment policy limits investments in collateralized repurchase agreements, commercial paper, and the Illinois Public Treasurer's Investment Pool to 33% of the total investments, investments in banks and mutual bond funds are limited to 90% of the total investments, and 100% of the total investments can be invested in U.S. Government securities and money market mutual funds registered under the Investment Company Act of 1940, Mutual Fund investments may hold an allocation of not more than 25% in foreign government bonds. The College's investments, including those restricted, by category at June 30, 2022, were as follows:

Investments	Fair Value	%
Investments administered by Wells Fargo Advisors:		
Open ended Mutual Funds	$ 78,002,989	88.56%
Stocks	6,424,397	7.29%
Money Market Accounts	3,648,284	4.14%
Fixed Income	-	0.00%
Total	$ 88,075,670	100.00%

The mutual bond funds have not disclosed to the College whether derivatives are used, held, or were written during the period covered by the financial statements.

Interest Rate Risk

Interest rate risk is the risk that the fair value of investments will decrease as a result of an increase in interest rates. The College's investment policy does not limit the maturities of investments as a means of managing its exposure to fair value losses arising from increasing interest rates. The weighted average maturity method is presented below to display the interest rate risk of the College's investments.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2: DEPOSITS AND INVESTMENTS (CONTINUED)

Interest Rate Risk (Concluded)

The schedule below assumes that callable investments will be called.

Weighted Average Maturity	Mutual Bond Funds	Government Bonds	Certificates of Deposit	Money Market and Savings Accounts	Total
On Demand	$ -	$ -	$ -	$ 3,648,284	$ 3,648,284
0-1 Year	7,514,037	-	-	-	7,514,037
1-3 Years	23,133,104	-	-	-	23,133,104
3-7 Years	13,508,382	-	-	-	13,508,382
7-10 Years	13,508,382	-	-	-	13,508,382
10-15 Years	11,988,689	-	-	-	11,988,689
20 Plus Year	14,774,792	-	-	-	14,774,792
Total	$ 84,427,386	$ -	$ -	$ 3,648,284	$ 88,075,670

The College accounts for its investments in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*, which provides the framework for measuring fair value. The three levels of the fair value hierarchy under GASB Statement No. 72 are described below.

Level 1 – Inputs to the valuation methodology derive from unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2 – Other observable inputs including quoted prices for similar assets or liabilities in active or inactive markets, and inputs that are principally derived from or corroborated by observable market data by correlation or other means.

Level 3 – Inputs to the valuation methodology which are unobservable and significant to the fair value measurements. These inputs are only used when Level 1 or Level 2 inputs are not available.

The investments requiring the additional fair value disclosures are as follows:

	Cost	Level 1	Total Fair Value
Open Ended Mutual Bond Funds	$ 70,375,923	$ 84,427,386	$ 84,427,386

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2: DEPOSITS AND INVESTMENTS (CONCLUDED)

Restricted Investments

The College periodically enters into trust agreements with the Capital Development Board (CDB) to fund various construction projects. These funds have been invested and can only be released with the approval of CDB. For fiscal year June 30, 2022, the College had $3,311,311 in restricted assets related to CDB projects. See the Construction in Progress, Note 4, for more information.

NOTE 3: CAPITAL ASSETS

The following is a schedule of changes in capital asset categories for the fiscal year ended June 30, 2022. The investment in capital assets is determined by reducing historical cost by accumulated depreciation. Depreciation expense for June 30, 2022 was $4,841,412.

	Primary Government/Business-Type Activity			
	Balance 07/01/21	Additions	Deletions	Balance 06/30/22
Historical Cost:				
Capital Assets Not Being Depreciated:				
Land	$ 981,487	$ -	$ -	$ 981,487
Construction in Progress	3,573,293	1,911,714	(3,824,355)	1,660,652
Total Capital Assets Not Being Depreciated	4,554,780	1,911,714	(3,824,355)	2,642,139
Capital Assets Being Depreciated:				
Buildings and Improvements	118,426,675	3,824,355	-	122,251,030
Equipment	6,426,660	1,371,975	(889,554)	6,909,081
Total Capital Assets Being Depreciated	124,853,335	5,196,330	(889,554)	129,160,111
Less Accumulated Depreciation:				
Buildings and Improvements	49,807,576	4,310,920	(189,068)	53,929,428
Equipment	4,619,456	530,492	(567,410)	4,582,538
Total Accumulated Depreciation	54,427,032	$ 4,841,412	$ (756,478)	58,511,966
Capital Assets, Net	$ 74,981,083			$ 73,290,284

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 4: CONSTUCTION IN PROGRESS

The College has the following construction projects in progress at June 30, 2022:

	Project Budget	Expended to 06/30/22	Committed
CDB Projects:			
Neal Hall Renovation	$ 2,450,950	$ 19,972	$ 2,430,978
Parking Lot A Replacement	2,300,000	-	2,300,000
Total CDB Projects	4,750,950	19,972	4,730,978
Site Improvement Projects:			
Kluthe Roof	614,423	321,171	293,252
Total Site Improvement Projects	614,423	321,171	293,252
Other Projects:			
Field House Flooring	56,568	56,568	-
Needle Point Biopolar Ionization	912,965	99,078	813,887
HyFlex	1,500,000	1,163,863	336,137
Total Other Projects	2,469,533	1,319,509	1,150,024
Total Construction in Progress	$ 7,834,906	$ 1,660,652	$ 6,174,254

NOTE 5: EXPENDITURES AND TRANSFERS IN EXCESS OF BUDGET

	Budget	**Actual Expenditures**	**Variance Over Budget**
Liability, Protection and Settlement Fund	$ 1,668,910	$ 1,738,624	$ 69,714

NOTE 6: CHANGES IN GENERAL LONG-TERM DEBT

The following is a summary of long-term debt transactions of the College for the year ended June 30, 2022:

	Balance 07/01/21	Additions	Deletions	Balance 06/30/22
Bonds Payable	$ 17,420,000	$ 16,025,000	$ 6,065,000	$ 27,380,000
Bond Premium	1,101,391	-	480,154	621,237
Planned Retirement Payable	1,497,375	755,227	-	2,252,602
Accrued Compensated Absences	347,804	2,027	-	349,831
Other Postemployment Benefits	23,716,714	(1,453,683)	-	22,263,031
Total	$ 44,083,284	$ 15,328,571	$ 6,545,154	$ 52,866,701

	Amount Due Within One Year
Bonds Payable	$ 6,370,000
Bond Premium	358,421
Planned Retirement Payable	355,201
Total	$ 7,083,622

NOTE 7: BONDS PAYABLE

Long-term debt consists of the following at June 30, 2022:

Series 2016B general obligation funding bonds, payable in annual principal installments ranging from $130,000 to $160,000, and semi-annual interest payments at a stated rate ranging from 2.0% to 2.25%, matures June 1, 2027.	$ 765,000
Series 2020 general obligation funding bonds, payable in annual principal installments ranging from $475,000 to $6,225,000, and semi-annual interest payments at a stated rate ranging from 1.02% to 1.41%, matures June 1, 2024.	10,590,000
Series 2022 general obligation debt certificates (limited tax), payable with proceeds from Series 2022 general obligation funding bonds issued on June 6, 2022. See details below.	16,025,000
Total Bonds Payable	$ 27,380,000

NOTE 7: BONDS PAYABLE (CONCLUDED)

To fund several capital and capital improvement projects, on May 16, 2022, the College issued Series 2022 general obligation debt certificates, which are to be repaid with the issuance of Series 2022 general obligation funding bonds. On September 7, 2022, Series 2022 general obligation funding bonds were issued and the related debt certificates were repaid. The 2022 general obligation funding bonds are payable in annual principal installments due December 1, 2023-2032, with semi-annual interest payments at a stated rate of 4.50%, due December 1st and June 1st. The future annual principal payments for the 2022 general obligation funding bonds are included in the schedule below.

For the year ended June 30, 2022, $214,496 was recognized as interest expense in the Statement of Revenues, Expenses and Changes in Net Position. Interest expense is net of amortization of bond premium in the amount of $480,154.

At June 30, 2022, the annual cash flow requirements of principal and interest were as follows:

Year Ending June 30,	Principal	Interest	Total
2023	$ 6,370,000	$ 980,048	$ 7,350,048
2024	5,815,000	812,300	6,627,300
2025	1,510,000	640,388	2,150,388
2026	1,575,000	574,850	2,149,850
2027	1,645,000	506,138	2,151,138
Thereafter	10,465,000	1,474,313	11,939,313
Bonds Payable Subtotal	27,380,000	$ 4,988,037	$ 32,368,037
Unamortized Bond Premium	621,237		
Total Bonds Payable	$ 28,001,237		

NOTE 8: RETIREMENT COMMITMENTS

Defined Benefit Pension Plans

Plan Description
The College contributes to the State Universities Retirement System (SURS), a cost-sharing multiple-employer defined benefit plan with a special funding situation whereby the State of Illinois (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 Comprehensive Annual Financial Report as a pension trust fund. SURS is governed by Chapter 40, Act 5, Article 15 of the Illinois Compiled Statutes. SURS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by accessing the website at www.SURS.org.

Benefits Provided
A traditional benefit plan was established in 1941. Public Act 90-0448 enacted effective January 1, 1998, established an alternative defined benefit program known as the portable benefit package. The traditional and portable plan Tier 1 refers to members that began participation prior to January 1, 2011. Public Act 96-0889 revised the traditional and portable benefit plans for members who begin participation on or after January 1, 2011, and who do not have other eligible Illinois reciprocal system services. The revised plan is referred to as Tier 2. New employees are allowed six months after their date of hire to make an irrevocable election whether to participate in either the traditional or portable benefit plans. A summary of the benefit provisions as of June 30, 2021 can be found in SURS Comprehensive Annual Financial Report – Notes to the Financial Statements.

Contributions
The State of Illinois is primarily responsible for funding the System on behalf of the individual employers at an actuarially determined amount. Public Act 88-0593 provides a Statutory Funding Plan consisting of two parts: (i) a ramp-up period from 1996 to 2010 and (ii) a period of contributions equal to a level percentage of the payroll of active members of the System to reach 90% of the total Actuarial Accrued Liability by the end of Fiscal Year 2045. Employer contributions from "trust, federal, and other funds" are provided under Section 15-155(b) of the Illinois Pension Code and require employers to pay contributions which are sufficient to cover the accruing normal costs on behalf of applicable employees. The employer normal cost for fiscal year 2021 and 2022 respectively, was 12.70% and 12.32% of employee payroll. The normal cost is equal to the value of current year's pension benefit and does not include any allocation for the past unfunded liability or interest on the unfunded liability. Plan members are required to contribute 8.0% of their annual covered salary. The contribution requirements of plan members and employers are established and may be amended by the Illinois General Assembly.

NOTE 8: RETIREMENT COMMITMENTS (CONTINUED)

Contributions (Concluded)
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), Section 15.155(g) (relating to contributions payable due to earning increases exceeding 6% during the final rate of earnings period), and Section 15-155(j-5) (relating to contributions payable due to earning exceeding the salary set for the Governor).

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

Net Pension Liability
The net pension liability (NPL) was measured as of June 30, 2021. At June 30, 2021, SURS reported a net pension liability (NPL) of $28,528,477,079

Employer Proportionate Share of Net Pension Liability
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 $172,859,463 or 0.6059%. The Colleges proportionate share changed by (0.0000%) from 0.6059% since the last measurement date on June 30, 2020. This amount is not recognized in the College's financial statements. The net pension liability and total pension liability as of June 30, 2021 was determined based on the June 30, 2020, actuarial valuation rolled forward. The basis of allocation was used in the proportionate share of net pension liability is the actual reported pensionable contributions made to SURS defined benefit plan during fiscal year 2021.

Pension Expense
For the year ending June 30, 2021, SURS defined benefit plan reported a collective net pension expense of $2,342,460,058.

Employer Proportionate Share of Pension Expense
The employer proportionate share of collective defined 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 pension expense is the actual reported pensionable contributions made to SURS defined benefit plan during fiscal year 2021. As a result, the College recognized revenue and defined pension expense of $14,193,411 from this special funding situation during the year ended June 30, 2022.

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions
Deferred outflows of resources are the consumption of net position by SURS that is applicable to future reporting periods. Conversely, deferred inflows of resources are the acquisition of net position by SURS that is applicable to future reporting periods.

NOTE 8: RETIREMENT COMMITMENTS (CONTINUED)

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Concluded)
SURS Collective Deferred Outflows and Deferred Inflows of Resources by Sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 113,467,689	$ -
Changes in assumption	776,968,084	-
Net differences between projected and actual earnings on pension plan investments	-	2,283,514,660
Total	$ 890,435,773	$ 2,283,514,660

SURS Collective Deferred Outflows and Deferred Inflows of Resources by Year to be Recognized in Future Pension Expense

Year Ending June 30	Net Deferred Outflows of Resources
2022	$ 34,095,451
2023	(197,005,703)
2024	(538,343,058)
2025	(691,825,577)
2026	-
Thereafter	-
Total	$ (1,393,078,887)

Deferral of Fiscal Year 2022 Contributions

The College paid $58,571 in federal, trust or grant contributions to SURS defined benefit pension plan during the fiscal year ended June 30, 2022. These contributions were made subsequent to the pension liability measurement date of June 30, 2021 and are recognized as deferred outflows of resources as of June 30, 2022.

Assumptions and Other Inputs

Actuarial Assumptions
The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period June 30, 2017, through June 30, 2020. The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

NOTE 8: RETIREMENT COMMITMENTS (CONTINUED)

Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Concluded)

Inflation	2.25 percent
Salary increases	3.00 to 12.75 percent, including inflation
Investment rate of return	6.50 percent beginning with the actuarial valuation as of June 30, 2021

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 long-term expected rate of return on defined benefit 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 consultants and actuary. For each major asset class that is included in the pension plan's target asset allocation as of June 30, 2021, these best estimates are summarized in the following table:

Defined Benefit Plan	Strategic Policy Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Traditional Growth		
Global Public Equity	41.0%	6.30%
Stablized Growth		
Credit Fixed Income	14.0%	1.82%
Core Real Assets	5.0%	3.92%
Options Strategies	6.0%	4.20%
Non-Traditional Growth		
Private Equity	7.5%	10.45%
Non-Core Real Assets	2.5%	8.83%
Inflation Sensitive		
U.S. TIPS	6.0%	(0.22%)
Principal Protection		
Core Fixed Income	8.0%	(0.81%)
Crisis Risk Offset		
Systematic Trend Following	3.5%	3.45%
Alternative Risk Premia	3.0%	2.30%
Long Duration	3.5%	0.91%
Total	100%	4.43%
Inflation		2.25%
Expected Arithmetic Return		6.68%

NOTE 8: RETIREMENT COMMITMENTS (CONCLUDED)

Assumptions and Other Inputs (Concluded)

Discount Rate
Discount Rate. A single discount rate of 6.12% 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 1.92% (based on the Fidelity 20-Year Municipal GO AA Index as of June 30, 2021). The projection of cash flows used to determine this single discount rate were the amounts of contributions attributable to current plan members and assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the statutory contribution rates under SURS funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2075. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2075, and the municipal bond rate was applied to all benefit payments after that date.

Sensitivity of the SURS' Net Pension Liability to Changes in the Discount Rate
Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the State's net pension liability, calculated using a single discount rate of 6.12%, as well as what the States'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 5.12%	Current Single Discount Rate Assumption 6.12%	1% Increase 7.12%
$35,000,704,353	$28,528,477,079	$23,155,085,730

Additional information regarding the SURS basic financial statements including the Plan Net Position can be found in the SURS Comprehensive Annual Financial Report by accessing the website at www.SURS.org.

NOTE 9: DEFINED CONTRIBUTION PENSION PLAN

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, 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.

NOTE 9: DEFINED CONTRIBUTION PENSION PLAN (CONTINUED)

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, 2021, can be found in SURS Annual Comprehensive Financial Report- Notes to the Financial Statements.

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.

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 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.

Pension Expense Related to Defined Contribution Pensions

Defined Contribution Pension Expense
For the year ended June 30, 2021, the State’s contributions to the RSP on behalf of individual employers totaled $76,280,832. Of this amount, $70,403,460 was funded via an appropriation from the State and $5,877,372 was funded from previously forfeited contributions.

NOTE 9: DEFINED CONTRIBUTION PENSION PLAN (CONCLUDED)

Pension Expense Related to Defined Contribution Pensions (Concluded)

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 2021.

The College's share of pensionable contributions was 0.2681%. As a result, the College recognized revenue and defined contribution pension expense of $204,513 from this special funding situation during the year ended June 30, 2022, of which $15,758 constituted forfeitures.

NOTE 10: PLANNED RETIREMENT

To enhance long-range planning, College employees are encouraged to submit resignations up to four years in advance of their planned retirement date. Upon acceptance of the resignation by the Board of Trustees, qualified employees will receive a guaranteed 6% raise on their contractual based salary for each of the last four years of service. A formula using years of service determines the paid incentive. This incentive will be paid on the first payroll following 60 calendar days after the retirement date. The College records a liability for all qualified employees who have had their resignations accepted by the Board of Trustees. At June 30, 2022, the balance of the planned retirement liability was $2,252,602. During fiscal year June 30, 2018 the College discontinued this planned retirement program for new employees, however, current employees were grandfathered in at the date the planned retirement ended and may still participate.

NOTE 11: POST-EMPLOYMENT BENEFITS

Plan Description
In addition, the College contributes to the Community College Health Insurance Security Fund (CCHISF) (also known as the College Insurance Program "CIP") that was established under the State Employees Group Insurance Act of 1971, as amended, 5 ILCS 375/6.9(f), which became effective July 1, 1999. The CCHISF is a cost-sharing, multiple-employer defined benefit OPEB Trust Fund, which has a special funding situation as described in 40 ILCS 15/1.4. A non-employer (the State) is required by statute to contribute a defined percentage of participant payroll directly to the OPEB plan, which is administered through the trust.

CCHISF has no component units and is not a component unit of any other entity. However, because CCHISF is not legally separate from the State of Illinois, the financials statements of the CCHISF are included in the financial statements of the State of Illinois as a pension (and other employee benefit) trust fund. This fund is a non-appropriated trust fund held outside the State Treasury, with the State Treasurer as custodian. Additions deposited into the Trust are for the sole purpose of providing health benefits to retirees, as established under the plan and associated administrative cost.

NOTE 11: POST-EMPLOYMENT BENEFITS (CONTINUED)

Benefits Provided

Through the trust the State provides health, dental, vision, and life insurance benefits for retirees and their dependents. Substantially all State employees become eligible for post-employment benefits if they eventually become annuitants of one of the State sponsored pension plans. Health, dental and vision benefits include basic benefits for annuitants and their dependents under the State's self-insurance plan and insurance contracts currently in force. Annuitants may be required to contribute towards health, dental, and vision benefits with the amount based on factors such as date of retirement, years of credited service with the State, whether the annuitant is covered by Medicare, and whether the annuitant has chosen a managed health care plan. Annuitants who retired prior to January 1, 1998, and who are vested in the State Employees' Retirement System do not contribute towards health, dental, and vision benefits. For annuitants who retire on or after January 1, 1998, the annuitant's contribution amount is reduced five percent for each year of credited service with the State allowing those annuitants with twenty or more years of credited service to not have to contribute towards health, dental, and vision benefits. Annuitants also receive life insurance coverage equal to the annual salary of the last day of employment until age 60, at which time the benefit becomes $5,000.

The State pays for a portion of the employer costs for the benefits provided. The total cost of the State's portion of the health, dental, vision, and life insurance benefits of all members, including post-employment health, dental, vision, and life insurance benefits, is recognized as an expenditure in the State in the Illinois Comprehensive Annual Financial Report. The State finances the costs on a pay-as-you-go basis. The total costs incurred for health, dental, vision, and life insurance benefits are not separated by department or component unit for annuitants and their dependents nor active employees and the dependents.

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

Contributions

The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.10) requires every active contributor of the State Universities Retirement System (SURS), who is a full-time employee of a community college district or an association of community college boards, to make contributions to the plan at the rate of 0.5% of salary. The same section of statute requires every community college district or association of community college boards that is an employer under the SURS, to contribute to the plan an amount equal to 0.5% of the salary paid to its full-time employees who participate in the plan. The State Pension Funds Continuing Appropriation Act (40 ILCS15/1.4) requires the State to make an annual appropriation to the fund in an amount certified by the SURS Board of Trustees.

NOTE 11: POST-EMPLOYMENT BENEFITS (CONTINUED)

Contributions (Concluded)
The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.9) requires the Director of the Department to determine the rates and premiums for annuitants and dependent beneficiaries and establish the cost-sharing parameter, as well as funding. At the option of the board of trustees, the college districts may pay all or part of the balance of the cost of coverage for retirees from the district. Administrative costs are paid by the CCHISF. At June 30, 2022, the College’s policy was not to subsidize health insurance premiums of their retirees.

Employers participating in a cost-sharing OPEB plan, and any non-employer contributing entities that meet the definition of a special funding situation, are required to recognize their proportionate share of the collective OPEBs amounts for the OPEB benefits provided to members through the CCHISF plan. During fiscal year 2022 the College recognized OPEB contributions of $119,271.

Actuarial Assumptions
The total OPEB liability was determined by an actuarial valuation as of June 30, 2020, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

Inflation	2.25%
Salary increases	Depends on service and ranges from 12.25% at less than 1 year of service to 3.25% at 34 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Investment rate of return	0%, net of OPEB plan investment expense, including inflation, for all plan years.
Healthcare cost trend rates	Actual trend used for fiscal year 2020 based on premium increases. For fiscal years on and after 2021, trend starts at 8.25% for non-Medicare costs and post-Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.25%. There is no additional trend rate due to the repeal of the Excise Tax.

Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Annuitant Mortality Table. For disabled annuitants mortality rates were based on the RP-2014 Disabled Annuitant table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table. Tables were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2017.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 through June 30, 2018.

NOTE 11: POST-EMPLOYMENT BENEFITS (CONTINUED)

Actuarial Assumptions (Concluded)
Projected benefit payments are required to be discounted to their actuarial present values 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 bonds 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 the CIP fund is financed on a pay-as-you-go basis, a discount rate consistent with fixed-income municipal bonds with 20-years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity's index's "20-year Municipal GO AA Index" has been selected. The discount rateas are 1.92% as of June 30, 2021, and 2.45% as of June 30, 2020.

The decrease in the single discount rate from 2.45% to 1.92% caused the total OPEB liability to increase by approximately $114.7 million from 2020 to 2021.

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

During the plan year ending June 30, 2021, the collective trust earned $5,000 in interest and due to the significant benefit payable, the market value of assets at June 30, 2021, is a negative $104.0 million. Given the significant benefit payable, negative asset value and pay-as-you-go funding policy, the long-term expected rate of return assumptions was set to zero.

Sensitivity of the employer's proportionate share of the collective net OPEB liability to changes in the single discount rate assumption

The following presents the College's proportionate share of the collective net OPEB liability as of June 30, 2021, calculated using a Single Discount Rate of 1.92%, as well as what the College's proportionate share of the collective net OPEB liability would be if it were calculated using a single discount rate that is 1-percentage-point higher (2.92 percent) or 1-percentage-point lower (0.92 percent) than the current discount rate:

	1% Decrease (0.92%)	Current Discount Rate (1.92%)	1% Increase (2.92%)
Employer's proportionate share of the collective net OPEB liability	$ 25,364,133	$ 22,263,031	$ 19,584,945

NOTE 11: POST-EMPLOYMENT BENEFITS (CONTINUED)

Sensitivity of the employer's proportionate share of the collective net OPEB liability to changes in the healthcare cost trend rates assumption

The following table shows the College's net OPEB liability as of June 30, 2021, calculated using the healthcare cost trend rates as well as what the plan's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower, than the current healthcare cost trend rates. The key trend rates are 8.00% in 2023 decreasing to an ultimate trend rate of 4.25% in 2038.

	1% Decrease[a]	Healthcare Cost Trend Rates	1% Increase[b]
Employer's proportionate share of the collective net OPEB liability	$ 18,344,384	$ 22,263,031	$ 27,511,259

[a] *One percentage point decrease in healthcare trend rates are 7.00% in 2023 decreasing to an ultimate rate of 3.25% in 2038.*
[b] *One percentage point increase in healthcare trend rates are 9.00% in 2023 decreasing to an ultimate trend rate of 5.25% in 2038.*

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

The collective net OPEB liability was measured as of June 30, 2021. At June 30, 2021, the CCHISF reported a net OPEB liability of $1,735,532,863.

At June 30, 2022, the College reported a liability for its proportionate share of the net OPEB liability that is reflected as a reduction for State OPEB support provided to the College. The collective net OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the collective net OPEB liability was determined by an actuarial valuation as of that date. The College's proportion of the collective net OPEB liability was based on a projection of the College's long-term share of contributions to the OPEB plan relative to the projected contributions of the College, actuarially determined. At June 30, 2021, the College's proportion was $22,236,031 (1.282778%), which was an decrease of 0.018368% from its proportion measured as of June 30, 2020 of $23,716,814 (1.301146%). The State's support and total are for disclosure purposes only. The amount recognized by the College as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the College were as follow:

NOTE 11: POST-EMPLOYMENT BENEFITS (CONCTINUED)

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

Employer's proportionate share of the net OPEB liability	$ 22,263,031
State's proportionate share of the net OPEB liability associated with the employer	22,263,031
Total	$ 44,526,062

For the year ending June 30, 2022, the College recognized OPEB benefit and revenue of $183,801 for support provided on-behalf by the State. At June 30, 2022, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 140,889	$ 1,627,164
Changes of assumptions	-	4,252,943
Net difference between projected and actual earnings on OPEB plan investments	-	640
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,482,112	1,120,453
Total Deferred Amounts Related to OPEB	$ 1,623,001	$ 7,001,201

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the College's OPEB expense as follows:

Year Ending June 30,	Net Deferred Inflows of Resources
2022	$ (1,515,391)
2023	(1,049,630)
2024	(1,413,131)
2025	(970,593)
2026	(429,455)
Total	$ (5,378,200)

NOTE 11: POST-EMPLOYMENT BENEFITS (CONCLUDED)

Request for information
The State of Illinois' Comprehensive Annual Financial Report may be obtained by writing to the State Comptroller's office, Division of Financial Reporting, 325 West Adams Street, Springfield, Illinois, 62704-1871.

NOTE 12: INTERGOVERNMENTAL AGREEMENT

In September 2017, the College entered into an educational partnership agreement (Community College Education Agreement) with 36 other Illinois community colleges to provide additional educational programs to the citizens of each district. The cooperating institutions in this agreement will be treated as in district in relation to admission policies for their programs. Colleges sending students to any receiving cooperating institution will no longer pay chargebacks to the receiving college.

NOTE 13: RISK MANAGEMENT

The College is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters, for which the College carries commercial insurance.

The College also carries commercial insurance for all other risks of loss, including general liability, property and worker's compensation insurance. During the current fiscal year, there were no significant reductions in insurance coverage. Settled claims resulting from these risk have not exceeded commercial insurance coverage during the past three years.

Federal and State Grants

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

NOTE 14: OPERATING LEASES

The College has a lease for the College's copiers. The lease term is September 27, 2019 to September 26, 2024, and includes a monthly lease payment of $937.

The College leases classroom space located in Pana, Illinois. The lease term is July 1, 2020 to June 30, 2023, and includes a monthly lease payment of $750.

The College leases classroom space located in Paris, Illinois. The lease term is August 1, 2021 to July 31, 2022, and includes a monthly lease payment of $350.

Rent expense for the year ended June 30, 2022, was $24,439. Future minimum rentals are as follows for the years ending June 30:

2023	$	20,589
2024		11,239
2025		2,810
2026		-
2027		-
Thereafter		-
Total	$	34,638

As noted in Note 1, he College has determined that the affect of implementing GASB 87 was immaterial to the College's financial statements, and therefore have not recorded a right-to-use asset or the related lease liability for the above leases.

NOTE 15: COMPONENT UNIT

INVESTMENTS

The Lake Land College Foundation, Inc. (component unit of Lake Land College) accounts for its investments in accordance with financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820, *Fair Value Measurements and Disclosures*, which provides the framework for measuring fair value. The framework provides a fair value hierarchy that priorities the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described below:

Level 1 – Inputs to the valuation methodology derived from unadjusted quoted prices for identical assets or liabilities in active markets.

NOTE 15: COMPONENT UNIT (CONTINUED)

INVESTMENTS (Concluded)

Level 2 – Other observable inputs including quoted prices for similar assets or liabilities in active or inactive markets, and inputs that are principally derived from or corroborated by observable market data by correlation or other means.

Level 3 – Inputs to the valuation methodology which are unobservable and significant to the fair value measurements. These inputs are only used when Level 1 or Level 2 inputs are not available.

The Foundation's investments are held primarily by a national banking association and managed by an investment advisor in accordance with the terms of an investment advisor agreement. Investments shown below were measured at fair value as described in Note 1.

The purpose of the Foundation's investments is to provide income and capital to meet current and future needs of the Foundation. The earnings of investment funds donated by individuals and businesses are to be distributed on a semi-annual basis primarily for student scholarships. The primary focus behind all investment decisions shall be the achievement of capital protection and the safety and security of all investments.

The following schedule summarizes the investment return and its classification in the Statements of Activities for the year ended June 30, 2022:

		Fair Value		
	Cost	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Total
Money Market	$ 242,197	$ 242,197	$ -	$ 242,197
Mutual Funds	2,190,726	1,927,746	-	1,927,746
Exchange Traded Funds	7,219,250	7,258,790	-	7,258,790
Bonds	3,176,556	-	2,946,724	2,946,724
Total Investments	$ 12,828,729	$ 9,428,733	$ 2,946,724	$ 12,375,457

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 15: COMPONENT UNIT (CONTINUED)

INVESTMENTS (Continued)

Investments as of June 30, 2022, consisted of the following:

	Without Donor Restrictions	With Donor Restrictions	Total
Investment Income	$ 38,670	$ 377,148	$ 415,818
Investment Fees (Expenses)	(6,622)	(69,671)	(76,293)
Realized Gains (Losses)	47,169	547,206	594,375
Unrealized Gains (Losses)	(94,855)	(3,029,653)	(3,124,508)
Total Investment Return	$ (15,638)	$ (2,174,970)	$ (2,190,608)

Liquidity and Availability

The Foundation's financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

Cash and Cash Equivalents	$ 567,541
Total	$ 567,541

The Foundation's endowment funds consist of donor-restricted endowments and funds designated by the Foundation's Board as endowments. Income from donor-restricted endowments is restricted for specific purposes, with the exception of the fee that may be accessed for management purposes of 1% per annum. Donor-restricted endowments funds are not available for general expenditures. Currently, the Foundation has no board designated funds.

As part of the Foundation's liquidity management plan, cash in excess of the Foundation's daily requirements are invested in short-term investments, CDs, and money market funds as determined by the Foundation's Investment Committee.

NOTE 15: COMPONENT UNIT (CONTINUED)

PROPERTY AND EQUIPMENT

Property and equipment at June 30, 2022 consists of farm ground, commercial real estate and associated land, residential real estate, and office equipment:

	Balance 07/01/21	Additions	Deletions	Balance 06/30/22
Assets Not Depreciated:				
Land	$ 2,651,184	$ -	$ -	$ 2,651,184
Assets Depreciated:				
Buildings	701,691	-	-	701,691
Equipment	11,783	-	-	11,783
Total Property and Equipment	3,364,658	-	-	3,364,658
Less: Accumulated Depreciation	(266,341)	(19,271)	-	(285,612)
Property and Equipment, Net	$ 3,098,317	$ (19,271)	$ -	$ 3,079,046

NET ASSETS WITH DONOR RESTRICTION

Net assets with donor restrictions are restricted for the following purposes or periods:

Subject to expenditures for specified purpose:	
Scholarships	$ 11,846,369
Educational programs	766,929
Capital projects	254,023
Support acquisition of art for Lake Land College	23,610
Total	$ 12,890,931

ENDOWMENTS

As of June 30, 2022, substantially all of the Foundation's investments consist of investments with Wells Fargo. The investments contain endowment funds which are classified and reported based on the existence of donor-imposed restrictions as well as funds which are designated by the Foundation's Board of Directors to function as an endowment (quasi-endowment). Funds designated by the Foundation's Board of Directors to function as an endowment are voluntary and may be reversed by the Board of Directors at any time. Accordingly, they are reported as part of net assets without donor restrictions.

NOTE 15: COMPONENT UNIT (CONTINUED)

ENDOWMENTS (Concluded)

The Foundation has a spending policy of appropriating for distribution each year 4.5% to 5% of endowment fund balances. In establishing this policy, the Foundation considered the long-term expected investment return on its endowment. Accordingly, over the long term, the Foundation expects the current spending policy to allow its general endowment funds to grow at an average of the rate of inflation plus a minimum of 0.5% annually. This is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets as well as to provide additional real growth through investment return.

To achieve that objective, the Foundation has adopted an investment policy that attempts to maximize total return consistent with an acceptable level of risk. Endowment assets are invested in a well-diversified asset mix, which includes equity and debt securities, that is intended to result in a consistent inflation-protected rate of return that has sufficient liquidity to make an annual distribution of 4.5% to 5%, while growing the fund. Accordingly, the Foundation expects its endowment assets, over time, to produce an average rate of return of the rate of inflation plus a minimum of 0.5% annually. Actual returns in any given year may vary from this amount. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to not expose the fund to unacceptable levels of risk

Changes in endowment net assets during the year ended June 30, 2022 are as follows:

	With Donor Restrictions
Endowment net assets June 30, 2021	$ 4,943,046
Contributions	2,174,522
Net investment earnings, gains, and losses	561,021
Appropriation of endowment assets for expenditure	(656,502)
Endowment net assets June 30, 2022	$ 7,022,087

NOTE 15: COMPONENT UNIT (CONTINUED)

RELATED PARTY DONATED GOODS AND SERVICES

Lake Land College furnishes the Foundation with certain services and facilities at no charge. The value of the services and facilities provided by the College during the year ended June 30, 2022 is recognized in the Statements of Activities as shown below:

Occupancy	$ 94,939
Personnel	129,272
Total	$ 224,211

The Foundation provided the following support to the College and it students during the year ended June 30, 2022. The Foundation entered into an irrevocable donation agreement with Lake Land College during fiscal year 2020 to advance the initial design and construction costs of the Foundation and Alumni Center in the amount of $1,500,000. An initial payment of $250,000 was made in December of 2019 with the remaining payments of $250,000 to be paid annually beginning April 1, 2020 until the full amount is paid.

The in-kind donations shown below have been recorded in the Foundation’s revenues and expenses for the respective fiscal year.

In-kind donations	
Equipment	$ 38,960
Leases	94,277
Miscellaneous	10,958
Total	$ 144,195

LEASES

The Foundation leases facilities in Toledo, Illinois to Ben Tire Distributors, Ltd. Rental income is received monthly at $3,050 a month and the lease agreement will expire November 30, 2024. The Foundation also leases a single-family residential building located in Pana, Illinois. Monthly rental income is $650 with the lease agreement to expire May 20, 2023. The following is a schedule by year of future minimum rentals under the leases at June 30, 2022:

Year Ending June 30:	
2023	$ 43,750
2024	36,600
2025	15,250
	$ 95,600

CONCENTRATION OF CREDIT RISK

The Foundation maintains the majority of their cash in a local financial institution. The balances in the financial institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. The cash carrying values and bank balances at June 30, 2022 was $567,451 and $577,070, respectively. At June 30, 2022 cash balances were fully insured and collateralized.

REQUIRED SUPPLEMENTARY INFORMATION

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, IL

REQUIRED SUPPLEMENTARY INFORMATION - STATE UNIVERSITIES RETIREMENT SYSTEM OF ILLINOIS (SURS) TREND DATA - *UNAUDITED*
FOR THE YEAR ENDED JUNE 30, 2022

SCHEDULE OF THE PROPORTIONATE SHARE OF NET PENS	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
LAKE LAND COLLEGE								
(a) Proportionate Percentage of the Collective Net Pension Liability	0%	0%	0%	0%	0%	0%	0%	0%
(b) Proportionate Amount of the Collective Net Pension Liability	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(c) Portion of Nonemployer Contributing Entities' Total Proportion of Collective Net Pension Liability Associated with Employer	133,234,506	139,107,184	154,077,204	147,815,986	161,695,488	185,933,741	185,994,597	172,859,463
Total (b) + (c)	$133,234,506	$139,107,184	$154,077,204	$ 147,815,986	$ 161,695,488	$ 185,933,741	$ 185,994,597	$ 172,859,463
Employer Defined Benefit Covered Payroll	$ 22,225,415	$ 21,416,911	$ 21,444,618	$ 20,492,289	$ 21,023,554	$ 23,416,665	$ 22,531,296	$ 22,075,372
Proportion of Collective Net Pension Liability associated with Employer as a Percentage of Defined Benefit Covered Payroll	599.47%	649.52%	718.49%	721.32%	769.12%	794.02%	825.49%	783.04%
SURS Plan Net Position as a Percentage of Total Pension Liability	44.39%	42.37%	39.58%	42.04%	42.27%	40.71%	39.05%	45.45%

SCHEDULE OF CONTRIBUTIONS	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
LAKE LAND COLLEGE									
Federal, Trust, Grant and Other Contribution	$ 44,728	$ 86,474	$ 69,447	$ 60,841	$ 62,379	$ 69,680	$ 75,281	$ 66,551	$ 58,571
Contribution in Relation to Required Contribution	44,728	86,474	69,447	60,841	62,379	69,680	75,281	66,551	58,571
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Employer Covered Payroll	$ 514,282	$ 738,466	547,258	485,562	500,636	566,963	578,192	524,025	475,414
Contributions as a Percentage of Covered Payroll	8.70%	11.71%	12.69%	12.53%	12.46%	12.29%	13.02%	12.70%	12.32%

LAKE LAND COLLEGE	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY2021	FY 2022
On-Behalf Payments for Community College Health Insurance Program	$ 111,183	$ 109,111	$ 110,412	$ 103,716	$ 106,230	$ 120,991	$ 119,663	$ 119,271	$ 115,655

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

Fiscal Year 2022 Total DB Contribution: $ 1,691,496

Fiscal Year 2022 Total SMP Contributions: $ 265,873

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, IL

NOTES TO REQUIRED PENSION SUPPLEMENTARY INFORMATION - *UNAUDITED*
FOR THE YEAR ENDED JUNE 30, 2022

Theses pension schedules are presented to illustrate the requirements of the Governmental Accounting Standards Board's Statement No. 68 to show information for 10 years. However, until a full 10-year trent is complied, the College will only present available information measured in accordance with the requirements of Statements No. 68.

Changes of Benefit Terms.

There were no benefit changes recognized in the Total Pension Liability as of June 30, 2021.

Changes of Assumptions.

In accordance with *Illinois Complied 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, 2021

- Salary Increase: Change in the overall assumed salary increase rates, ranging from 3.00 percent to 12.75 percent based on the years of service, while maintaining the underlying wage inflation rate of 2.25 percent.

- Investment Return: Decrease the investment return assumption to 6.50 percent. This reflects decreasing the assumed real rate of return to 4.25 percent and maintaining the underlying assumed price inflation of 2.25 percent.

- Effective rate of Interest: Decrease the long-term assumption for the effective rate of interest for crediting the money purchase accounts to 6.50 percent.

- 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.

- Plan election. Change plan election assumptions to 75 percent Tier 2 and 25 percent Retirement Savings Plan (RSP) for non-academic members. Change plan election assumptions to 55 percent Tier 2 and 45 percent Retirement Savings Plan (RSP) for academic members.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, IL

REQUIRED SUPPLEMENTARY INFORMATION - STATE UNIVERSITIES
OTHER POST-EMPLOYMENT BENEFIT SYSTEM OF ILLINOIS TREND DATA - *UNAUDITED*
FOR THE YEAR ENDED JUNE 30, 2022

	2021	2020	2019	2018	2017	2016
Employer's Proportion (percentage) of Collective Net OPEB Liability	1.282778%	1.301146%	1.347859%	1.216456%	1.195476%	1.218243%
Employer's Proportion (amount) of Collective Net OPEB Liability	$ 22,263,031	$ 23,716,814	$ 25,454,857	$ 22,933,246	$ 21,801,147	$ 22,171,518
Non-Employer Proportion (amount) of Collective Net OPEB Liability	22,263,031	23,716,767	23,716,767	22,933,246	21,514,012	23,100,835
TOTAL	$ 44,526,062	$ 47,433,581	$ 49,171,624	$ 45,866,492	$ 43,315,159	$ 45,272,353
Employer's Covered-Employee Payroll	$ 524,025	$ 578,192	$ 566,963	$ 500,636	$ 485,562	$ 547,258
Employer's Proportionate Share (amount) of the Collective Net OPEB Liability as a Percentage of the Employer's Covered Payroll	4248.47%	4101.89%	4489.69%	4580.82%	4489.88%	4051.39%
Plan's Fiduciary Net Position as a Percent of Total OPEB Liability	42.76%	53.92%	68.01%	71.07%	85.24%	118.31%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

REQUIRED SUPPLEMENTARY INFORMATION - STATE UNIVERSITIES
SCHEDULE OF STATE CONTRIBUTIONS - *UNAUDITED*
FOR THE YEAR ENDED JUNE 30, 2022

	2021	2020	2019	2018	2017	2016
Statutorily Required Contribution **	$ 119,271	$ 119,663	$ 120,991	$ 106,230	$ 103,716	$ 110,412
Contributions in Relation to the Employer's Covered-Employee Payroll	22.76%	20.70%	21.34%	21.22%	21.36%	20.18%
Annual Contribution Deficiency (Excess) **	N/A	N/A	N/A	N/A	N/A	N/A

*** Statutorily Required Contributions = Actual Contributions*

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, IL

REQUIRED SUPPLEMENTARY INFORMATION - STATE UNIVERSITIES
NOTES TO REQUIRED OPEB SUPPLEMENTARY INFORMATION - *UNAUDITED*
FOR THE YEAR ENDED JUNE 30, 2022

Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Sponsor's Fiscal year End	June 30, 2022

Methods and Assumptions Used to Determine Actuarial Liability and Contributions:

Actuarial Cost Method	Entry Age Normal, used to measure the Total OPEB Liability
Contribution Policy	Benefits are financed on pay-as-you-go basis. Contribution rates are defined by statute. For fiscal years end June 30, 2021, contribution rates are 0.50% of pay for active members, 0.50% of pay for community colleges and 0.50% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year cost plus a margin for incurred buy not paid plan cost.
Asset Valuation Method	Market value
Investment Rate of Return	0%, net of OPEB plan investment expenses, including inflation, for all plan years.
Inflation	2.25%
Salary Increases	Depends on service and ranges from 12.25% at less than 1 year of service to 3.25% at 34 or more years of service. Salary increases includes a 3.25% wage inflation assumption.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2018, actuarial valuation of SURS.
Mortality	Retirement and Beneficiary Annuitants: RP-2014 White Collar Annuitant Mortality Table. Disabled Annuitants: RP-2014 Disabled Annuitant Table. Pre-Retirement: RP-2014 White Collar Table. Tables are adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2017.
Healthcare Cost Trend Rates	Trend used for fiscal year 2022 based on premium increases. For fiscal years ending on and after 2023, trends start at 8.00% for non-Medicare cost and post-Medicare costs, and gradually decreases to an ultimate trend of 4.25%.
Aging Factors	Based on the 2013 SOA Study “Health Care Costs – From Birth to Death”
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

SUPPLEMENTAL INFORMATION

Financial Statements

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

COMBINED BALANCE SHEET
ALL FUND TYPES
JUNE 30, 2022

	Governmental Fund Types					Proprietary Fund Type	Fiduciary Fund Type	
	General	Special Revenue	Bond and Interest	Capital Projects	Working Cash Fund	Enterprise	Custodial Fund	
Assets								
Cash and Cash Equivalents	$ 1,786,119	$ 2,757	$ 6,894	$ 39,680	$ 88,671	$ 334,727	$ 1,469	$ 2,260,317
Investments	-	-	-	24,458,082	63,617,588	-	-	88,075,670
Receivables								
Property Taxes	9,629,741	2,354,505	6,354,699	1,645,056	-	-	-	19,984,001
Governmental Claims	-	4,876,345	-	-	-	-	-	4,876,345
Tuition and Fees, Net of Allowance for Doubtful Accounts of $5,705,658	781,687	-	-	-	-	-	-	781,687
Other	121,597	757,440	-	-	-	15,021	88	894,146
Due From Other Funds	41,892,435	39,000	2,700,000	-	-	1,640,000	280,000	46,551,435
Due from Component Unit	-	-	-	500,000	-	-	-	500,000
Inventories	-	-	-	-	-	318,501	-	318,501
Prepaid Expenses	444,700	270,761	-	-	-	-	-	715,461
Capital Assets, Net of Depreciation	-	-	-	-	-	389,639	-	389,639
Total Assets	54,656,279	8,300,808	9,061,593	26,642,818	63,706,259	2,697,888	281,557	165,347,202
Deferred Outflows of Resources	-	-	-	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	$ 54,656,279	$ 8,300,808	$ 9,061,593	$ 26,642,818	$ 63,706,259	$ 2,697,888	$ 281,557	$ 165,347,202
Liabilities								
Accounts Payable	$ 3,900,201	$ 508,474	$ -	$ 38,044	$ -	$ 21,603	$ -	$ 4,468,322
Accrued Salaries	816,114	94,936	-	-	-	10,916	-	921,966
Accrued Interest	-	-	60,078	-	-	-	-	60,078
Accrued Compensated Absences	349,831	-	-	-	-	-	-	349,831
Planned Retirement Payable	2,252,602	-	-	-	-	-	-	2,252,602
Unearned Revenue	-	358,811	-	-	-	-	-	358,811
Due To Other Funds	-	4,481,436	-	2,299,999	40,100,000	-	-	46,881,435
Refundable Advances	7,318,748	5,443,657	60,078	2,338,043	40,100,000	32,519	-	55,293,045
Deferred Inflows of Resources								
Deferred Tuition and Fees	1,284,481	-	-	-	-	-	-	1,284,481
Deferred Property Taxes	10,125,945	2,480,237	6,689,418	1,730,253	-	-	-	21,025,853
Total Deferred Inflows of Resources	11,410,426	2,480,237	6,689,418	1,730,253		-	-	22,310,334
Fund Equities								
Net Investment in Capital Assets	-	-	-	-	-	389,639	-	389,639
Retained Earnings - Unreserved	-	-	-	-	-	2,275,730	-	2,275,730
Restricted	-	-	-	3,311,311	-	-	281,557	3,592,868
Unreserved								
Designated	-	376,914	2,312,097	19,263,211	23,606,259	-	-	45,558,481
Undesignated	35,927,105	-	-	-	-	-	-	35,927,105
Total Fund Balances	35,927,105	376,914	2,312,097	22,574,522	23,606,259	2,665,369	281,557	87,743,823
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 54,656,279	$ 8,300,808	$ 9,061,593	$ 26,642,818	$ 63,706,259	$ 2,697,888	$ 281,557	$ 165,347,202

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2022

	Governmental Fund Types					Fiduciary Fund Type	Total
	General	Special Revenue	Bond and Interest	Capital Projects	Working Cash Fund	Custodial Fund	(Memorandum Only)
Revenues							
Local Government	$ 9,564,391	$ 2,441,044	$ 6,229,643	$ 1,649,287	$ -	$ -	$ 19,884,365
State Government	13,402,513	10,084,611	-	-	-	-	23,487,124
Federal Government	2,258,846	17,097,756	-	-	-	-	19,356,602
Student Tuition and Fees, Net of Change in Allowance of $260,522	10,832,795	-	-	-	-	-	10,832,795
Investment Income (Loss)	13,915	-	46	(265,687)	(3,210,094)	-	(3,461,820)
Nongovernmental Gifts, Grants, and Bequests	140,237	31,961	-	-	-	726,571	898,769
Other	1,277,172	93,408	-	-	-	-	1,370,580
Total Revenue	37,489,869	29,748,780	6,229,689	1,383,600	(3,210,094)	726,571	72,368,415
On-Behalf - SURS	-	14,397,925	-	-	-	-	14,397,925
On-Behalf - CCHIP	-	(183,801)	-	-	-	-	(183,801)
Total On-Behalf Revenue	-	14,214,124	-	-	-	-	14,214,124
Total Revenues	37,489,869	43,962,904	6,229,689	1,383,600	(3,210,094)	726,571	86,582,539
Expenditures							
Instruction	12,777,027	12,457,833	-	-	-	-	25,234,860
Academic Support	662,083	-	-	-	-	-	662,083
Student Services	2,291,550	316,179	-	-	-	-	2,607,729
Public Service/Continuing Education	750,550	3,424,015	-	-	-	-	4,174,565
Operation and Maintenance of Plant	2,863,665	518,499	-	137,565	-	-	3,519,729
Institutional Support	10,110,258	3,544,176	685,370	-	266,926	745,036	15,351,766
Scholarships, Student Grants, and Waivers	682,256	6,605,540	-	-	-	-	7,287,796
Capital Outlay	425,267	2,298,917	-	202,680	-	-	2,926,864
Total Expenditures	30,562,656	29,165,159	685,370	340,245	266,926	745,036	61,765,392
On-Behalf - SURS	-	14,397,925	-	-	-	-	14,397,925
On-Behalf - CCHIP	-	(183,801)	-	-	-	-	(183,801)
Total On-Behalf Revenue	-	14,214,124	-	-	-	-	14,214,124
Total Expenditures	30,562,656	43,379,283	685,370	340,245	266,926	745,036	75,979,516
Excess (Deficiency) of Revenue over Expenditures	6,927,213	583,621	5,544,319	1,043,355	(3,477,020)	(18,465)	10,603,023
Other Financing Sources (Uses)							
Debt Certificate Proceeds	-	-	-	16,025,000	-	-	16,025,000
Principal Payment on Debt	-	-	(6,064,980)	(25,000)	-	-	(6,089,980)
Bond Issue Cost	-	-	(600)	-	-	-	(600)
Transfers From (To) Other Funds	(1,521,178)	1,000	98,171	-	-	-	(1,422,007)
Total Other Financing Sources (Uses)	(1,521,178)	1,000	(5,967,409)	16,000,000	-	-	8,512,413
Excess Revenues and Other Sources Over (Under) Expenditures and Other Uses	5,406,035	584,621	(423,090)	17,043,355	(3,477,020)	(18,465)	19,115,436
Fund Balances (Deficits), July 1, 2021	30,521,070	(207,707)	2,735,187	5,531,167	27,083,279	300,022	65,963,018
Fund Balances, June 30, 2022	$ 35,927,105	$ 376,914	$ 2,312,097	$ 22,574,522	$ 23,606,259	$ 281,557	$ 85,078,454

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2022

	General Fund		Special Revenue Funds		Bond and Interest Fund		Capital Projects Fund	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
Revenues								
Local Government	$ 9,745,282	$ 9,564,391	$ 2,412,060	$ 2,441,044	$ 6,597,500	$ 6,229,643	$ 1,675,000	$ 1,649,287
State Government	32,204,488	13,402,513	18,430,242	10,084,611	-	-	-	-
Federal Government	14,296	2,258,846	14,554,846	17,097,756	-	-	-	-
Student Tuition and Fees, Net of Change in Allowance of $260,522	12,848,258	10,832,795	-	-	-	-	-	-
Interest Income	146,000	13,915	-	-	-	46	-	(265,687)
Nongovernmental Gifts, Grants, and Bequests	-	140,237	-	31,961	-	-	-	-
Other	950,213	1,277,172	135,000	93,408	-	-	-	-
Total Direct Revenues	55,908,537	37,489,869	35,532,148	29,748,780	6,597,500	6,229,689	1,675,000	1,383,600
On-Behalf - State Universities Retirement System	-	-	-	14,397,925	-	-	-	-
On-Behalf - Community College Health Insurance Program	-	-	-	(183,801)	-	-	-	-
Total On-Behalf Revenue	-	-	-	14,214,124	-	-	-	-
Total Revenues	55,908,537	37,489,869	35,532,148	43,962,904	6,597,500	6,229,689	1,675,000	1,383,600
Expenditures								
Instruction	28,185,872	12,777,027	12,879,665	12,457,833	-	-	-	-
Academic Support	1,192,461	662,083	-	-	-	-	-	-
Student Services	4,054,957	2,291,550	775,338	316,179	-	-	-	-
Public Service/Continuing Education	1,373,649	750,550	4,150,507	3,424,015	-	-	-	-
Operation and Maintenance of Plant	4,538,197	2,863,665	588,820	518,499	-	-	-	137,565
Institutional Support	13,800,488	10,110,258	1,000,340	3,544,176	697,650	685,370	-	-
Scholarships, Student Grants, and Waivers	1,228,566	682,256	15,607,195	6,605,540	-	-	-	-
Capital Outlay	154,335	425,267	-	2,298,917	-	-	426,383	202,680
Total Direct Expenditures	54,528,525	30,562,656	35,001,865	29,165,159	697,650	685,370	426,383	340,245
On-Behalf - State Universities Retirement System	-	-	-	14,397,925	-	-	-	-
On-Behalf - Community College Health Insurance Program	-	-	-	(183,801)	-	-	-	-
Total On-Behalf Revenue	-	-	-	14,214,124	-	-	-	-
Total Expenditures	54,528,525	30,562,656	35,001,865	43,379,283	697,650	685,370	426,383	340,245
Excess Revenues Over (Under) Expenditures	1,380,012	6,927,213	530,283	583,621	5,899,850	5,544,319	1,248,617	1,043,355
Other Financing Sources (Uses)								
Debt Certificate Proceeds	-	-	-	-	-	-	-	16,025,000
Principal Payment on Debt	-	-	-	-	(6,065,000)	(6,064,980)	-	(25,000)
Bond Issue Cost	-	-	-	-	-	(600)	-	-
Transfers From (To) Other Funds	(1,380,012)	(1,521,178)	-	1,000	165,150	98,171	-	-
Total Other Financing Sources (Uses)	(1,380,012)	(1,521,178)	-	1,000	(5,899,850)	(5,967,409)	-	16,000,000
Excess Revenues and Other Sources Over (Under) Expenditures and Other Uses	$ -	5,406,035	$ 530,283	584,621	$ -	(423,090)	$ 1,248,617	17,043,355
Fund Balances (Deficits), July 1, 2021		30,521,070		(207,707)		2,735,187		5,531,167
Fund Balances, June 30, 2022		$ 35,927,105		$ 376,914		$ 2,312,097		$ 22,574,522

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
BUDGET AND ACTUAL
PROPRIETARY FUND TYPE
FOR THE YEAR ENDED JUNE 30, 2022

	Proprietary Fund Type	
	Enterprise Fund	
	Budget	**Actual**
Operating Revenues		
Bookstore	$ 636,084	$ 702,154
Food Service	7,600	6,203
Activity Fees	315,000	194,269
Print Shop	680,066	862,467
Farm Revenue	110,000	185,441
Other	15,000	81
Total Operating Revenue	1,763,750	1,950,615
Operating Expenses		
Salaries	596,707	715,114
Employee Benefits	172,237	151,434
Contractual Services	166,275	110,932
General Material and Supplies	775,431	827,595
Conference and Meeting	156,193	146,348
Fixed Charges	373,880	267,818
Capital Outlay	31,095	-
Other	860,465	802,202
Depreciation Expense	-	47,606
Total Operating Expenses	3,132,283	3,069,049
Income (Loss) Before Operating Transfers	(1,368,533)	(1,118,434)
Operating Transfers From (To) Other Funds	1,374,104	1,422,007
Net Income	$ 5,571	303,573
Retained Earnings, July 1, 2021		2,361,796
Retained Earnings, June 30, 2022		$ 2,665,369

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE
FOR THE YEAR ENDED JUNE 30, 2022

	Proprietary Fund Type Enterprise Fund
Cash Flows from Operating Activities:	
Cash Received from Customers	$ 1,949,816
Cash Payments to Suppliers and Others	(2,285,095)
Cash Payments to Employees for Service	(864,002)
Net Cash Provided (Used) by Operating Activities	(1,199,281)
Cash Flows from Noncapital Financing Activities	
Operating Transfers In	1,422,007
Change in Due From/To Other Funds	160,000
Net Cash Provided (Used) by Noncapital Financing Activities	1,582,007
Cash Flows from Investing Activities	
Purchase of Capital Assets	(154,090)
Net Cash Provided by Investing Activities	(154,090)
Net Increase (Decrease) in Cash and Cash Equivalents	228,636
Cash and Cash Equivalents, July 1, 2021	106,091
Cash and Cash Equivalents, June 30, 2022	$ 334,727
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Operating Income (Loss)	$ (1,118,434)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:	
Depreciation	47,606
(Increase) Decrease in Inventories	(129,715)
(Increase) Decrease in Receivables and Other Assets	(799)
Increase (Decrease) in Accounts Payable	(485)
Increase (Decrease) in Accrued Expenses and Other Liabilities	2,546
Net Cash Provided (Used) by Operating Activities	$ (1,199,281)

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

COMBINING BALANCE SHEET
GOVERNMENTAL FUND TYPES - GENERAL FUND
JUNE 30, 2022

	Education Fund	Operations and Maintenance Fund	Total General Fund
Assets			
Current Assets			
Cash and Cash Equivalents	$ 1,428,274	$ 357,845	$ 1,786,119
Accounts Receivable			
Property Taxes	8,803,183	826,558	9,629,741
Tuition and Fees, Net of Allowance for Doubtful Accounts of $5,705,658	781,687	-	781,687
Other	121,597	-	121,597
Due From Other Funds	36,392,434	5,500,001	41,892,435
Prepaid Expenses	444,700	-	444,700
Total Assets	47,971,875	6,684,404	54,656,279
Deferred Outflows of Resources	-	-	-
Total Assets and Deferred Outflows of Resources	$ 47,971,875	$ 6,684,404	$ 54,656,279
Liabilities			
Current Liabilities			
Accounts Payable	$ 3,736,634	$ 163,567	$ 3,900,201
Accrued Salaries	816,114	-	816,114
Accrued Compensated Absences	349,831	-	349,831
Planned Retirement Payable	2,252,602	-	2,252,602
Total Liabilities	7,155,181	163,567	7,318,748
Deferred Inflows of Resources			
Deferred Tuition and Fees	1,284,481	-	1,284,481
Deferred Property Taxes	9,256,789	869,156	10,125,945
Total Deferred Inflows of Resources	10,541,270	869,156	11,410,426
Fund Balances			
Unreserved	30,275,424	5,651,681	35,927,105
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 47,971,875	$ 6,684,404	$ 54,656,279

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUND TYPES - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022

	Education Fund	Operations and Maintenance Fund	Total General Funds
Revenues			
Local Government	$ 8,740,180	$ 824,211	$ 9,564,391
State Government	9,865,757	3,536,756	13,402,513
Federal Government	2,258,846	-	2,258,846
Student Tuition and Fees, Net of Change in Allowance of $260,522	10,832,795	-	10,832,795
Investment Income	13,915	-	13,915
Nongovernmental Gifts, Grants, and Bequests	45,960	94,277	140,237
Other	988,992	288,180	1,277,172
Total Revenues	32,746,445	4,743,424	37,489,869
Total Revenues	32,746,445	4,743,424	37,489,869
Expenditures			
Instruction	12,777,027	-	12,777,027
Academic Support	662,083	-	662,083
Student Services	2,291,550	-	2,291,550
Public Service/Continuing Education	750,550	-	750,550
Operation and Maintenance of Plant	-	2,863,665	2,863,665
Institutional Support	10,110,258	-	10,110,258
Scholarships, Student Grants, and Waivers	682,256	-	682,256
Capital Outlay	414,467	10,800	425,267
Total Direct Expenditures	27,688,191	2,874,465	30,562,656
Total Direct Expenditures	27,688,191	2,874,465	30,562,656
Excess Revenues Over (Under) Expenditures	5,058,254	1,868,959	6,927,213
Other Financing Sources (Uses)			
Transfers From (To) Other Funds	(1,523,527)	2,349	(1,521,178)
Total Other Financing Sources (Uses)	(1,523,527)	2,349	(1,521,178)
Excess Revenues and Other Sources Over (Under) Expenditures and Other Uses	3,534,727	1,871,308	5,406,035
Fund Balances, July 1, 2021	26,740,697	3,780,373	30,521,070
Fund Balances, June 30, 2022	$ 30,275,424	$ 5,651,681	$ 35,927,105

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

COMBINING BALANCE SHEET
GOVERNMENTAL FUND TYPES - SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Restricted Purposes Fund	Audit Fund	Liability, Protection and Settlement Fund	Total Special Revenue Funds
Assets				
Current Assets				
Cash and Cash Equivalents	$ 1,395	$ 693	$ 669	$ 2,757
Accounts Receivable				
Property Taxes	-	165,328	2,189,177	2,354,505
Governmental Claims	4,876,345	-	-	4,876,345
Other Receivables	757,440	-	-	757,440
Due From Other Funds	-	39,000	-	39,000
Prepaid Expenses	-	-	270,761	270,761
Total Assets	5,635,180	205,021	2,460,607	8,300,808
Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	$ 5,635,180	$ 205,021	$ 2,460,607	$ 8,300,808
Liabilities				
Current Liabilities				
Accounts Payable	$ 508,474	$ -	$ -	$ 508,474
Accrued Salaries	94,936	-	-	94,936
Unearned Revenue	358,811	-	-	358,811
Due To Other Funds	4,410,435	-	71,001	4,481,436
Total Liabilities	5,372,656	-	71,001	5,443,657
Deferred Inflows of Resources				
Deferred Property Taxes	-	173,848	2,306,389	2,480,237
Fund Balances				
Reserved	262,524	31,173	83,217	376,914
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 5,635,180	$ 205,021	$ 2,460,607	$ 8,300,808

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUND TYPES - SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Restricted Purposes Fund	Audit Fund	Liability, Protection and Settlement Fund	Total Special Revenue Funds
Revenues				
Local Government	$ 123,288	$ 75,794	$ 2,241,962	$ 2,441,044
State Government	10,084,611	-	-	10,084,611
Federal Government	17,097,756	-	-	17,097,756
Nongovernmental Gifts, Grants, and Bequests	31,961	-	-	31,961
Other	93,408	-	-	93,408
Total Revenue	27,431,024	75,794	2,241,962	29,748,780
On-Behalf - State Universities Retirement System	14,397,925	-	-	14,397,925
On-Behalf - Community College Health Insurance Program	(183,801)	-	-	(183,801)
Total On-Behalf Revenue	14,214,124	-	-	14,214,124
Total Revenues	41,645,148	75,794	2,241,962	43,962,904
Expenditures				
Instruction	12,457,833	-	-	12,457,833
Student Services	231,864	-	84,315	316,179
Public Service/Continuing Education	3,424,015	-	-	3,424,015
Operations and Maintenance of Plant	11,538	-	506,961	518,499
Institutional Support	2,301,279	95,549	1,147,348	3,544,176
Scholarships, Student Grants, and Waivers	6,605,540	-	-	6,605,540
Capital Outlay	2,298,917	-	-	2,298,917
Total Direct Expenditures	27,330,986	95,549	1,738,624	29,165,159
On-Behalf - State Universities Retirement System	14,397,925	-	-	14,397,925
On-Behalf - Community College Health Insurance Program	(183,801)	-	-	(183,801)
Total On-Behalf Expenditure (Benefit)	14,214,124	-	-	14,214,124
Total Expenditures	41,545,110	95,549	1,738,624	43,379,283
Excess Revenues Over (Under) Expenditures	100,038	(19,755)	503,338	583,621
Other Financing Sources (Uses)				
Transfers From (To) Other Funds	-	-	1,000	1,000
Total Other Financing Sources (Uses)	-	-	1,000	1,000
Excess Revenues and Other Sources Over (Under) Expenditures and Other Uses	100,038	(19,755)	504,338	584,621
Fund Balances (Deficits), July 1, 2021	162,486	50,928	(421,121)	(207,707)
Fund Balances, June 30, 2022	$ 262,524	$ 31,173	$ 83,217	$ 376,914

SUPPLEMENTAL INFORMATION

Other

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

SCHEDULE OF ASSESSED VALUATIONS, TAX RATES, AND TAX EXTENSIONS
UNAUDITED
LEVY YEARS 2021, 2020, AND 2019

	2021 Levy Payable in 2022*	2020 Levy Payable in 2021*	2019 Levy Payable in 2020*
Assessed Valuation (by County)			
Christian	$ 84,086,809	$ 78,902,874	$ 77,640,272
Clark	285,399,325	260,157,365	245,334,766
Clay	25,546,913	22,935,283	21,358,906
Coles	772,308,867	740,509,938	705,965,489
Crawford	38,660	35,118	32,097
Cumberland	198,394,733	184,526,988	174,394,714
Douglas	96,961,529	92,499,536	90,661,324
Edgar	283,784,983	272,421,010	261,290,613
Effingham	859,249,748	818,428,878	788,391,530
Fayette	152,864,496	144,142,448	136,648,346
Jasper	23,446,512	22,754,385	21,056,241
Macon	4,813,412	4,627,374	4,449,264
Montgomery	3,843,430	3,515,557	3,385,163
Moultrie	293,344,691	278,931,560	268,493,069
Shelby	398,762,165	383,938,014	368,366,466
	$ 3,482,846,273	$ 3,308,326,328	$ 3,167,468,260
Tax Rates			
(Per $100 of Assessed Valuation)			
Education	0.1561	0.1572	0.1736
Foundation	0.1117	0.1126	0.1119
Operations, Buildings and Maintenance	0.0252	0.0254	0.0260
Bond and Interest	0.1895	0.1994	0.2082
Life Safety	0.0494	0.0506	0.0505
Audit	0.0050	0.0023	0.0028
Liabilities Protections and Settlement	0.0668	0.0673	0.0484
	0.6037	0.6148	0.6214
Taxes Extended			
Education	$ 5,436,633	$ 5,200,689	$ 5,498,720
Foundation	3,890,339	3,725,175	3,544,400
Operations, Buildings and Maintenance	877,677	840,315	823,540
Bond and Interest	6,599,994	6,596,803	6,594,670
Life Safety	1,720,526	1,674,013	1,599,570
Audit	174,142	76,092	88,690
Liabilities Protections and Settlement	2,326,541	2,226,504	1,531,790
	$ 21,025,853	$ 20,339,590	$ 19,681,380
Total Current Taxes Collected	$ 1,041,852	$ 19,793,822	$ 19,115,098
Percentage of Extensions Collected	4.96%	97.32%	97.12%

* Tax rates vary by county. Taxes extended represents actual extensions from all counties. Therefore, rate times assessed valuation does not compute to taxes extended.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

SUMMARY OF TAXES RECEIVABLE AND TAX COLLECTIONS
UNAUDITED
FOR THE YEAR ENDED JUNE 30, 2022

Levy Year	Valuation	Combined Rate	Taxes Extended	Total Collected to June 30, 2021	Collected During Year Ended June 30, 2022	Total Collected to June 30, 2022	Percent Collected June 30, 2022	Taxes Written-off
2021	3,482,846,273	0.6037	$ 21,025,853	$ -	$ 1,041,852	$ 1,041,852	4.96%	8,465
2020	3,308,326,328	0.6148	20,339,590	1,041,176	18,752,646	19,793,822	97.32%	69,454
2019	3,167,468,260	0.6214	19,681,380	19,115,098	-	19,115,098	97.12%	43,937
Total			$ 61,046,823	$ 20,156,274	$ 19,794,498	$ 39,950,772		$ 121,856

2021 TAXES EXTENDED

	Collected at June 30, 2022	Uncollected June 30, 2022	Estimate for Uncollectible Taxes	Balance after Estimated Uncollectible Taxes
Education	$ 264,109	$ 5,172,524	$ -	$ 5,436,633
Foundation	188,625	3,701,714	-	3,890,339
Operations, Building and Maintenance	42,598	835,079	-	877,677
Bond and Interest	334,719	6,265,275	-	6,599,994
Life Safety	85,197	1,635,329	-	1,720,526
Audit	8,520	165,622	-	174,142
Liability, Protection and Settlement	126,549	2,199,992	-	2,326,541
Total	$ 1,041,852	$ 19,975,536	$ -	$ 21,025,853

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

SUMMARY OF ASSESSED VALUATIONS
UNAUDITED
Most Recent Three Years
FOR THE YEAR ENDED JUNE 30, 2022

Tax Levy Year		Equalized Assessed Valuation
2021	$	3,482,846,273
2020		3,308,326,328
2019		3,167,468,260
	$	9,958,640,861

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

SCHEDULE OF LEGAL DEBT MARGIN
UNAUDITED
FOR THE YEAR ENDED JUNE 30, 2022

Assessed Valuation (by County) - 2021 Levy		
Christian	$	84,086,809
Clark		285,399,325
Clay		25,546,913
Coles		772,308,867
Crawford		38,660
Cumberland		198,394,733
Douglas		96,961,529
Edgar		283,784,983
Effingham		859,249,748
Fayette		152,864,496
Jasper		23,446,512
Macon		4,813,412
Montgomery		3,843,430
Moultrie		293,344,691
Shelby		398,762,165
	$	3,482,846,273
Debt Limit, 2.875% of Assessed Valuation (50 ILCS 405/1)	$	100,131,830
Less: Total Indebtedness		27,380,000
Legal Debt Margin	$	72,751,830

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

SCHEDULE OF DEBT MATURITIES
GOVERNMENT FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2022

		Interest	Amounts Due During Each Fisal Period		
Fiscal Period	**Bond Type**	**Rate**	**Principal**	**Interest**	**Total**
2023-2024	Series 2016B	2.00%	$ 145,000	$ 14,250	$ 159,250
2023-2024	Series 2020	5.00%	6,225,000	373,875	6,598,875
2023-2024	Series 2022	4.50%	-	591,923	591,923
2024-2025	Series 2016B	2.00%	150,000	11,300	161,300
2024-2025	Series 2020	5.00%	4,365,000	109,125	4,474,125
2024-2025	Series 2022	4.50%	1,300,000	691,875	1,991,875
2025-2026	Series 2016B	2.00%	155,000	8,250	163,250
2025-2026	Series 2022	4.50%	1,355,000	632,138	1,987,138
2026-2027	Series 2016B	2.00%	155,000	5,150	160,150
2026-2027	Series 2022	4.50%	1,420,000	569,700	1,989,700
2027-2028	Series 2016B	2.00%	160,000	1,800	161,800
2027-2028	Series 2022	4.50%	1,485,000	504,338	1,989,338
Thereafter	Series 2022	4.50%	10,465,000	1,474,313	11,939,313
Total			$ 27,380,000	$ 4,988,037	$ 32,368,037

Interest payments are due December 1 and June 1; principal is due December 1.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

SCHEDULE OF EXPENSES FOR TORT IMMUNITY PURPOSES
FOR THE YEAR ENDED JUNE 30, 2022

Administrative Salaries	$	411,633
Administrative Benefits		95,999
Campus Security Salaries		311,974
Campus Security Benefits		100,646
Contractual Services		38,789
Material and Supplies		2,610
Repairs		1,104
General Liability Insurance		326,996
Workers Compensation Insurance		151,369
Social Security/Medicare		296,504
Total Tort Immunity Purposes Expenses	$	1,737,624

Since the College levies property taxes for tort immunity liability insurance purposes, as required by Public Act 94-068 passed by the Illinois General Assemble, the College is including the above list of tort immunity purposes expenses in its annual financial report.

The College's tax extension for tort immunity/liability insurance and Social Security/Medicare purposes for tax year 2021 as levied by the counties within the College's district was $2,333,000. Any shortfall to cover expenses in excess of taxes collected is derived from previous years' excess or other general fund revenues of the College. Any excess of revenues over expenses is carried forward to subsequent fiscal years subject to a statutory formula.

SUPPLEMENTAL INFORMATION

Uniform Financial Statements

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

ALL FUNDS SUMMARY
UNIFORM FINANCIAL STATEMENT #1
FISCAL YEAR ENDED JUNE 30, 2022

	Education Fund	Operations and Maintenance Fund	Operations and Maintenance Fund (Restricted)	Bond and Interest Fund	Working Cash Fund	Restricted Purposes Fund	Audit Fund	Liability, Protection and Settlement Fund	Auxiliary Enterprises Fund	Total
Fund Balances (Deficits), July 1, 2021	$ 26,740,697	$ 3,780,373	$ 5,531,167	$ 2,735,187	$ 27,083,279	$ 162,486	$ 50,929	$ (421,123)	$ 2,361,796	$ 68,024,791
Revenues										
Local Tax Revenue	8,740,180	824,211	1,649,287	6,229,643	-	-	75,794	2,241,962	-	19,761,077
Other Local Sources	1,299,151	-	-	-	-	123,288	-	-	-	1,422,439
ICCB Grants	8,566,606	3,536,756	-	-	-	9,803,336	-	-	.	21,906,698
Other State Revenue	-	-	-	-	-	281,275	-	-	-	281,275
Federal Revenue	2,258,846	-	-	-	-	17,097,756	-	-	-	19,356,602
Student Tuition and Fees, Net of Change in Allowance of $260,522	10,832,795	-	-	-	-	-	-	-	194,269	11,027,064
Debt Certificate Proceeds	-	-	16,025,000	-	-	-	-	-	-	16,025,000
Bond Premium	-	-	-	46	-	-	-	-	-	46
Investment Income/Gain/(Loss)	1,048,867	382,457	(265,687)	-	(3,210,094)	125,369	-	-	1,756,346	(162,742)
Total Direct Revenues	32,746,445	4,743,424	17,408,600	6,229,689	(3,210,094)	27,431,024	75,794	2,241,962	1,950,615	89,617,459
State On-Behalf Payments	-	-	-	-	-	14,214,124	-	-	-	14,214,124
Total Revenues	32,746,445	4,743,424	17,408,600	6,229,689	(3,210,094)	41,645,148	75,794	2,241,962	1,950,615	103,831,583
Expenditures										
Instruction	13,191,494	-	-	-	-	23,559,925	-	-	-	36,751,419
Academic Support	662,083	-	-	-	-	272,192	-	-	-	934,275
Student Services	2,291,550	-	-	-	-	1,362,451	-	84,315	-	3,738,316
Public Service/Continuing Education	750,550	-	-	-	-	3,761,626	-	-	-	4,512,176
Auxiliary Services	-	-	-	-	-	-	-	-	2,359,303	2,359,303
Operations and Maintenance	-	2,874,465	340,245	685,970	-	780,750	-	506,961	-	5,188,391
Institutional Support	10,110,258	-	25,000	6,064,980	266,926	5,202,627	95,550	1,147,346	709,746	23,622,433
Scholarships, Student Grants, & Waivers	682,256	-	-	-	-	6,605,540	-	-	-	7,287,796
Total Expenditures	27,688,191	2,874,465	365,245	6,750,950	266,926	41,545,110	95,550	1,738,622	3,069,049	84,394,108
Net Transfers In (Out)	(1,523,527)	2,349	-	98,171	-	-	-	1,000	1,422,007	-
Fund Balances (Deficits), June 30, 2022	$ 30,275,424	$ 5,651,681	$ 22,574,522	$ 2,312,097	$ 23,606,259	$ 262,524	$ 31,173	$ 83,217	$ 2,665,369	$ 87,462,266

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

SUMMARY OF FIXED ASSETS AND DEBT
UNIFORM FINANCIAL STATEMENT #2
FISCAL YEAR ENDED JUNE 30, 2022

	Fixed Asset/Debt Account Groups July 1, 2021	Additions	Deletions	Fixed Asset/Debt Account Groups June 30, 2022
Fixed Assets				
Sites, Building, Additions and Improvements	$ 122,815,963	$ 5,736,067	$ (3,824,355)	$ 124,727,675
Equipment	6,052,113	1,217,885	(874,559)	6,395,439
Total Fixed Assets	128,868,076	6,953,952	(4,698,914)	131,123,114
Less: Accumulated Depreciation	54,170,148	5,003,295	(950,973)	58,222,470
Net Fixed Assets	$ 74,697,928	$ 1,950,657	$ (3,747,941)	$ 72,900,644
Fixed Debt				
Bonds Payable	$ 17,420,000	$ -	$ (6,065,000)	$ 11,355,000
Debt Certificates Payable	-	16,025,000	-	16,025,000
CIP Net OPEB Liability	23,716,814	-	(1,453,783)	22,263,031
Planned Retirement Payable	2,176,837	75,765	-	2,252,602
Total Fixed Liabilities	$ 43,313,651	$ 16,100,765	$ (7,518,783)	$ 51,895,633

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3
FISCAL YEAR ENDED JUNE 30, 2022

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
Operating Revenues by Sources			
Local Government Revenues:			
Local Taxes	$ 8,740,180	$ 824,211	$ 9,564,391
Corporate Personal Property Replacement Tax	1,299,151	-	1,299,151
Total Local Government	10,039,331	824,211	10,863,542
State Government:			
ICCB Credit Hour Grants	4,695,485	-	4,695,485
ICCB Equalization Grants	2,718,894	3,536,756	6,255,650
ICCB Career and Technical Education	596,906	-	596,906
Illinois Department of Corrections	404,922	-	404,922
Other - Grants	150,399	-	150,399
Total State Government	8,566,606	3,536,756	12,103,362
Federal Government:			
Department of Education	2,258,846	-	2,258,846
Total Federal Government	2,258,846	-	2,258,846
Student Tuition and Fees:			
Tuition, Net of Change in Allowance of $260,522	8,211,551	-	8,211,551
Fees	2,621,244	-	2,621,244
Total Student Tuition and Fees	10,832,795	-	10,832,795
Other Sources:			
Sales and Service Fees	787,714	-	787,714
Facilities	-	288,180	288,180
Investment Income	13,915	-	13,915
Donations	45,960	94,277	140,237
Transfers from Non-operating Funds	-	2,349	2,349
Other	201,278	-	201,278
Total Other Sources	1,048,867	384,806	1,433,673
Total Revenue	32,746,445	4,745,773	37,492,218
Less Non-Operating Items:*			
Transfers from Non-operating Funds	-	(2,349)	(2,349)
Total Non-Operating Items	-	(2,349)	(2,349)
Adjusted Revenue	$ 32,746,445	$ 4,743,424	$ 37,489,869

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

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3 (CONCLUDED)
FISCAL YEAR ENDED JUNE 30, 2022

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
Operating Expenditures			
By Program:			
Instruction	$ 13,191,494	$ -	$ 13,191,494
Academic Support	662,083	-	662,083
Student Services	2,291,550	-	2,291,550
Public Service/Continuing Education	750,550	-	750,550
Operation and Maintenance of Plant	-	2,874,465	2,874,465
Institutional Support	10,110,258	-	10,110,258
Scholarships, Student Grants, and Waivers	682,256	-	682,256
Total Direct Expenditures	27,688,191	2,874,465	30,562,656
Less Non-Operating Items:*			
Transfers to Non-operating Funds	1,523,527	-	1,523,527
Adjusted Expenditures	$ 29,211,718	$ 2,874,465	$ 32,086,183
By Object:			
Salaries	$ 15,829,985	$ 931,218	$ 16,761,203
Employee Benefits	3,960,622	334,730	4,295,352
Contractual Services	1,113,398	237,193	1,350,591
General Materials and Supplies	2,720,491	198,987	2,919,478
Conference and Meeting	162,883	199	163,082
Fixed Charges	365,661	103,277	468,938
Utilities	-	1,058,061	1,058,061
Capital Outlay	414,467	10,800	425,267
Scholarships, Student Grants	682,256	-	682,256
Other	2,438,428	-	2,438,428
Total Direct Expenditures	27,688,191	2,874,465	30,562,656
Less Non-Operating Items:*			
Transfers to Non-operating Funds	1,523,527	-	1,523,527
Adjusted Expenditures	$ 29,211,718	$ 2,874,465	$ 32,086,183

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

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4
FISCAL YEAR ENDED JUNE 30, 2022

	Restricted Purposes Fund
Revenues by Source	
Total Local Government	$ 123,288
State Government:	
ICCB - Credit Hour Grant	2,072,346
ICCB - Adult Educations and Family Literacy	341,874
Illinois Department of Corrections	6,308,521
Illinois Student Assistance Commission	1,080,595
Other - State On-Behalf Payments	14,214,124
Other	281,275
Total State Government	24,298,735
Federal Government:	
Department of Education	13,891,392
Department of Labor	3,135,064
Department of Veterans Affairs	71,300
Total Federal Government	17,097,756
Other Sources:	
Donation	31,961
Other	93,408
Transfers	-
Total Restricted Purposes Fund Revenues	$ 41,645,148
Expenditures By Program	
Instruction	$ 23,559,925
Academic Support	272,192
Student Services	1,362,451
Public Service/Continuing Education	3,761,626
Operations and Maintenance	780,750
Institutional Support	5,202,627
Scholarships, Student Grants, and Waivers	6,605,540
Total Restricted Purposes Fund Expenditures	$ 41,545,110
Expenditures By Object	
Salaries	$ 6,945,409
Employee Benefits	1,981,122
Contractual Services	2,836,319
General Materials and Supplies	1,865,480
Travel and Conference/Meeting	197,904
Fixed Charges	487,628
Capital Outlay	2,298,917
Scholarships, Student Grants, and Waivers	8,215,765
SURS Pension On-Behalf Payments	14,397,925
OPEB On-Behalf Expense (Benefit)	(183,801)
Other	2,502,442
Total Restricted Purposes Fund Expenditures	$ 41,545,110

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

CURRENT FUNDS EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5
YEAR ENDED JUNE 30, 2022

Instruction	
Instructional Programs	$ 24,553,301
Instructional Support	5,460,207
Other	64,646
Total Instruction	30,078,154
Academic Support	
Learning Resource Center	650,352
Academic Administration and Planning	3,897
Academic Computing Support	269,730
Total Academic Support	923,979
Student Services	
Admissions and Records	2,005,673
Counseling and Career Guidance	939,805
Student Financial Aid	454,282
Other	3,432,710
Total Student Services Support	6,832,470
Public Service/Continuing Education	
Center for Business and Industry	803,456
Commercial Driver Training	190,600
LWIOA	3,099,427
Other	327,557
Total Public Service/Continuing Education	4,421,040
Auxiliary Services	3,069,051
Operations and Maintenance of Plant	
Maintenance	1,048,828
Custodial	695,323
Grounds	240,800
Campus Security	333,731
Transportation	39,876
Utilities	919,739
Administration	491,144
Other	374,990
Total Operations and Maintenance of Plant	4,144,431
Institutional Support	
Executive Office	1,297,757
Business Office	2,995,282
General Administrative Services	5,999,927
General Institution Support	3,599,400
Institutional Research	158,902
Administrative Data Processing	3,635,607
Non-Operating	2,411,258
Total Institutional Support	20,098,133
Scholarships, Student Grants, and Waivers	7,443,730
Total Current Funds Expenditures	$ 77,010,987

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

SUPPLEMENTAL INFORMATION

Certification of Chargeback Reimbursement

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

CERTIFICATION OF CHARGEBACK REIMBURSEMENT

FOR FISCAL YEAR 2023

All Fiscal Year 2022 Non-Capital Audited Operating Expenditures From the Following Funds:

1	Education Fund	$ 27,273,724	
2	Operations and Maintenance Fund	2,863,665	
3	Public Building Commission Operation and Maintenance Fund	-	
4	Bond and Interest Fund	685,970	
5	Public Building Commission Rental Fund	-	
6	Restricted Purposes Fund	39,246,193	
7	Audit Fund	95,550	
8	Liability, Protection, and Settlement Fund	1,738,622	
9	Auxiliary Enterprises Fund (subsidy only)	3,069,049	
10	**Total Non-Capital Expenditures (sum of lines 1-9)**		$ 74,972,773
11	Depreciation on Capital Outlay Expenditures (equipment, buildings, and fixed equipment paid) From Sources Other than State and Federal Funds	$ 2,857,143	
12	**Total Costs Included (line 10 plus line 11)**		77,829,916
13	Total Semester Credit Hours for Fiscal Year 2022	$ 92,428.0	
14	**Per Capita Cost (line 12 divided by line 13)**		$ 842.06
15	All Fiscal Year 2022 State and Federal Operating Grants for noncapital expenditures **Do Not Include ICCB Grants**	$ 33,711,400	
16	**Fiscal Year 2022 State and Federal Grants Per Semester Credit Hour (line 15 divided by line 13)**		364.73
17	District's Average ICCB Grant Rate (excluding equalization grant) for Fiscal Year 2023		43.77
18	Districts's Student Tuition and Fee Rate Per Semester Credit Hour for Fiscal Year 2023		142.67
19	**Chargeback Reimbursement Per Semester Credit Hour (line 14 less lines 16, 17, and 18)**		$ 290.89

APPROVED: ________________ 9/29/22
Chief Fiscal Officer — Date

APPROVED: ________________ 9/29/22
Chief Executive Officer — Date

STATE COMPLIANCE SECTION

Illinois Community College Board
State Grants Financial Compliance Section

KEMPER CPA GROUP LLP
Certified Public Accountants and Consultants

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH STATE REQUIREMENTS FOR ADULT EDUCATION AND FAMILY LITERACY GRANTS

Board of Trustees
Lake Land College
Community College District No. 517
Mattoon, Illinois 61938

Opinion

We have audited the accompanying balance sheets of the Adult Education and Family Literacy Grants of Lake Land Community College District No. 517 (the College) as of June 30, 2022, and the related statements of revenues, expenditures, and changes in fund balance for the year then ended.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Adult Education and Family Literacy Grants of College as of June 30, 2022, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those 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.

Emphasis of Matter

The grant program financial statements on pages 78-79, are intended to present the financial position and changes in financial position of the Adult Education and Family Literacy Grants. They do not purport to, and do not, present fairly the financial position of the College as of June 30, 2022, or the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

80 Broadway Ave, Ste #102 ■ Mattoon, Illinois 61938
Phone: (217) 234-8801 Fax: (217) 234-8803 kempercpa.com

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 generally accepted 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 generally accepted 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.

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 an opinion on the grant program financial statements of the College. The ICCB Compliance Statement on page 80 is presented for purposes of additional analysis and is not a required part of the grant program financial statements.

The ICCB Compliance Statement is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the grant program financial statements. Such information has been subjected to the auditing procedures applied in the audit of the grant program's financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the grant program financial statements or to the grant program financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the ICCB Compliance Statement on page 80 is fairly stated, in all material respects, in relation to the grant program financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report on pages 4-5 dated September 30, 2022, on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

Kemper CPA Group LLP

KEMPER CPA GROUP LLP
Certified Public Accountants
and Consultants

Mattoon, Illinois
September 30,2022

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

STATE ADULT EDUCATION RESTRICTED FUNDS

BALANCE SHEET
JUNE 30, 2022

	State Basic	Performance	Total (Memorandum Only)
Assets			
Current Assets			
Receivable - Other	$ -	$ -	$ -
Total Assets	$ -	$ -	$ -
Liabilities and Fund Balances			
Current Liabilities			
Due To Other Funds	$ -	$ -	$ -
Total Liabilities	-	-	-
Fund Balance			
Reserved	-	-	-
Total Liabilities and Fund Balances	$ -	$ -	$ -

The accompanying notes are an integral part of these financial statements.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

STATE ADULT EDUCATION RESTRICTED FUNDS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2022

	State Basic	Performance	Total (Memorandum Only)
Revenues			
Grant	$ 244,974	$ 96,900	$ 341,874
Expenditures by Program			
Instruction	244,974	-	244,974
Subtotal Instructional & Student Services	244,974	-	244,974
Program Support			
General Administration	-	96,900	96,900
Subtotal Program Support	-	96,900	96,900
Total Expenditures	244,974	96,900	341,874
Excess of Revenues Over (Under) Expenditures	-	-	-
Fund Balance, July 1, 2021	-	-	-
Fund Balance, June 30, 2022	$ -	$ -	$ -

The accompanying notes are an integral part of these financial statements.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

ICCB COMPLIANCE STATEMENT FOR THE
ADULT EDUCATION AND FAMILY LITERACY GRANT

EXPENDITURE AMOUNTS AND PERCENTAGES FOR ICCB GRANT FUNDS ONLY
FOR THE YEAR ENDED JUNE 30, 2022

	Audited Expenditure Amount	Actual Expenditure Percentage
State Basic		
Instruction (45% Minimum Required)	$ 244,974	100.00%
General Administration (15% Maximum Allowed)	$ -	0.00%

The accompanying notes are an integral part of these financial statements.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

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

Basis of Accounting

The statements have been prepared on the modified accrual basis. Expenditures include all accounts payable representing liabilities for goods and services actually received as of June 30, 2022. Funds obligated for goods prior to June 30, 2022 for which the goods are received prior to August 31, 2022 are recorded as encumbrances. Unexpended funds are reflected as a reduction to fund balance and a liability due to the ICCB by October 15, 2022.

Fixed Assets

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

NOTE 2: PAYMENTS OF PRIOR YEAR'S ENCUMBRANCES

Payments of prior year's encumbrances for goods received prior to August 31, 2021 are reflected as expenditures during the current fiscal year.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

BACKGROUND INFORMATION ON STATE GRANT ACTIVITY
JUNE 30, 2022

Unrestricted Grants

Base Operating Grants

General operating funds provided to colleges based upon credit enrollment.

Performance Grants

Grants provided to colleges based on measures for advancing success of students who are academically or financially at risk and focus on increasing college course, certificate, and degree completion.

Equalization Grants

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

Restricted Adult Education Grants/State

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

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

Schedules of Enrollment Data and Reconciliation of Semester Credit Hours

KEMPER CPA GROUP LLP
Certified Public Accountants and Consultants

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

Board of Trustees
Lake Land College
Community College District No. 517
Mattoon, Illinois 61938

We have examined the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed of Lake Land College, Community College District No. 517 for the year ended June 30, 2022 (the Schedule). The College's management is responsible for preparing the Schedule in accordance with the guidelines of the Illinois Community College Board's *Fiscal Management Manual.* Our responsibility is to express an opinion on the Schedule based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Schedule referred to above is in accordance with the guidelines of the Illinois Community College Board's *Fiscal Management Manual*, 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 the Schedule referred to above, 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 to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

In our opinion, the Schedule is presented in accordance with the guidelines of the Illinois Community College Board's *Fiscal Management Manual* in all material respects.

The supplementary information on pages 84-85 discusses the College's residency verification steps and is the responsibility of the College's management. This information has not been subjected to the audit procedures applied in the audit of the Schedule, and accordingly, we do not express an opinion or provide

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and Consultants

Mattoon, Illinois
September 30,2022

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LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

SCHEDULE OF ENROLLMENT DATA AND OTHER BASES UPON WHICH CLAIMS ARE FILED FOR THE YEAR ENDED JUNE 30, 2022

Total Semester Credit Hours by Term (In-District and Out-of-District Reimbursable)

	Summer		Fall		Spring		Total (Note 3)	
	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted
Categories								
(Notes 1 & 2)								
Baccalaureate	4,225.5	-	20,695.5	30.0	19,821.5	35.0	44,742.5	65.0
Business Occupational	1,515.0	124.0	3,986.0	201.5	3,476.0	325.5	8,977.0	651.0
Technical Occupational	5,314.0	-	8,939.5	77.5	9,196.0	96.5	23,449.5	174.0
Health Occupational	1,533.0	-	4,560.5	-	6,012.5	-	12,106.0	-
Remedial Developmental	203.0	-	771.0	-	574.0	32.5	1,548.0	32.5
Adult Basic/Secondary Education	0.0	29.50	19.0	335.0	9.0	290.0	28.0	654.5
Total	12,790.5	153.5	38,971.5	644.0	39,089.0	779.5	90,851.0	1,577.0

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

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

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

	Attending In-District	Attending Out-of District on Chargeback or Contractual Agreement	Total
Reimbursable Semester Credit Hours (All Terms)	67,068.0	-	67,068.0

	Dual Credit	Dual Enrollment
Reimbursable Semester Credit Hours (All Terms)	12,070.0	-

District Prior Year Equalized Assessed Valuation $ 3,482,846,273

Correctional Semester Credit Hours by Term

	Summer	Fall	Spring	Total
Categories				
Baccalaureate	386.5	501.0	433.5	1,321.0
Business Occupational	630.0	756.0	450.0	1,836.0
Technical Occupational	4,426.5	4,556.0	3,438.5	12,421.0
Health Occupational	-	-	-	-
Remedial Development	12.0	22.5	138.0	172.5
Adult Basic/Secondary Education	-	-	-	-
Total	5,455.0	5,835.5	4,460.0	15,750.5

Signatures

Chief Executive Officer (CEO)

Chief Fiscal Officer (CFO)

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

RECONCILIATION OF TOTAL REIMBURSABLE SEMESTER CREDIT HOURS
FOR THE YEAR ENDED JUNE 30, 2022

Categories	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	44,742.5	44,742.5	-	65.0	65.0	-
Business Occupational	8,977.0	8,977.0	-	651.0	651.0	-
Technical Occupational	23,449.5	23,449.5	-	174.0	174.0	-
Health Occupational	12,106.0	12,106.0	-	-	-	-
Remedial Developmental	1,548.0	1,548.0	-	32.5	32.5	-
Adult Basic/Secondary Education	28.0	28.0	-	654.5	654.5	-
Total	90,851.0	90,851.0	-	1,577.0	1,577.0	-

RECONCILIATION OF IN-DISTRICT/CHARGEBACK AND COOPERATIVE/CONTRACTUAL AGREEMENT CREDIT HOURS
FOR THE YEAR ENDED JUNE 30, 2022

	Total Attending (Unrestricted and Restricted)	Total Attending As Certified To The ICCB	Difference
Reimbursable In-District Residents	67,068.00	67,068.00	-
Reimbursable Out-of-District on Chargeback or Contractual Agreement	-	-	-
Total	67,068.00	67,068.00	-

	Total Reimbursable	Total Reimbursable Certified to ICCB	Difference
Dual Credit	12,070.0	12,070.0	-
Dual Enrollment	-	-	-
Total	12,070.0	12,070.0	-

RECONCILIATION OF TOTAL CORRECTIONAL SEMESTER CREDIT HOURS
FOR THE YEAR ENDED JUNE 30, 2022

Categories	Total Reimbursable Correctional Credit Hours	Total Reimbursable Correctional Credit Hours Certified to The ICCB	Difference
Baccalaureate	1,321.0	1,321.0	-
Business Occupational	1,836.0	1,836.0	-
Technical Occupational	12,421.0	12,421.0	-
Health Occupational	-	-	-
Remedial Development	172.5	172.5	-
Adult Basic/Secondary Education	-	-	-
Total	15,750.5	15,750.5	-

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

DOCUMENTATION OF RESIDENCY VERIFICATION STEPS
JUNE 30, 2022

The College's policy states that to be classified as a resident of the district, the student must have occupied a dwelling in the district for thirty (30) days immediately prior to the date established to begin classes at the College. The following categories of people are not classified as residents of the district:

- Federal job corps workers stationed in the district.
- Members of armed forces stationed in the district.
- Inmates of state or federal correctional/rehabilitational institutions located in the district.
- Full-time students attending a post-secondary education institution who have not demonstrated through documentation a verifiable interest in establishing permanent residency.
- Students who occupy a residence outside the district but who are employed by a firm located in the district.
- Students attending the College under the provisions of a chargeback or cooperative agreement with other community college districts.
- Students on an F-1 visa.

The following special groups of people are considered as in-district residents for tuition charges only:

- Students enrolled in courses taught at business and industry locations in the district.
- Full-time students enrolled at Eastern Illinois University, except students on an F-1 visa, who will be classified as out-of-state.
- International students on an F-1 visa who are sponsored by a resident of the Lake Land College district or who have attended a minimum of one semester at an in-district high school.

Lake Land College follows the following guidelines for verifying student residency:

- Students certify their address on their application by listing their address along with marking the residency status on the student demographic information. If there is a discrepancy between the address listed and the residency status, the College uses the residency status. If a student rebuts the decision made by the college on the residency status, the student must present a property tax statement from the address listed in order to verify correct residency status.
- Out-of-district students may meet the residency requirements by presenting a voter's registration card verifying in-district residency.
- The College accepts employer signed affidavits verifying a student works at least 35 hours per week at the employer's business locations in the College district.
- Residency status of students who are dual enrolled at Lake Land College and Eastern Illinois University is verified by the information provided on the application. Students who are attending Eastern Illinois University and indicate they graduated from an in-district high school are coded in-district by the College. Students who are attending Eastern Illinois University and indicate they graduated from a high school out-of-district but in-state are coded as out-of-district but receiving in-district tuition rates. Students who are attending Eastern Illinois University and indicate they graduated from an out-of-state high school are coded as out-of-state but received the in-district tuition rate.

FEDERAL COMPLIANCE SECTION

KEMPER CPA GROUP LLP
Certified Public Accountants and Consultants

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

Board of Trustees
Lake Land College District No. 517
Mattoon, Illinois 61938

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Lake Land College District No. 517's, (the College), compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the College's major federal programs for the year ended June 30, 2022. The College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the College complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the College and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the College's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the College's federal programs.

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Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the College's compliance based on our audit. 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 generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the College's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 College's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the College's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying Schedule of Findings and Questioned Costs as Finding 2022-001. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the College's response to the noncompliance findings identified in our audit described in the accompanying Schedule of Findings and Questioned Costs. The College's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify a deficiency in internal control over compliance that we consider to be a material weakness.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-001 to be a material weakness.

A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the College's response to the internal control over compliance finding identified in our audit described in the accompanying Schedule of Findings and Questioned Costs. The College's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Kemper CPA Group LLP

KEMPER CPA GROUP LLP
Certified Public Accountants
and Consultants

Mattoon, Illinois
September 30,2022

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

Federal Grantor/Pass-Through Grant or Program or Cluster Title	Federal Assistance Listing Number	Contract or Pass-Through Identifying Number	Provided To Subrecipients	Federal Expenditures	
U.S. Department of Education					
Direct Grants:					
TRIO - Student Support Services	84.042A	N/A	$ -	$ 237,029	
TRIO - Talent Search	84.044A	N/A	-	286,887	
			-	523,916	
COVID-19 - Coronavirus Response and Relief Supplemental Appropriations Act, 2021 (CRRSA) - Governor's Emergency Education Relief (GEER) Fund	84.425C	N/A	-	215,058	**(M)**
Coronavirus Response and Relief Supplemental Appropriations Act, 2021 (CRRSA) - Governor's Emergency Education Relief (GEER II) Fund	84.425C	N/A	-	132,256	**(M)**
COVID-19 - Coronavirus Response and Relief Supplemental Appropriations Act, 2021 (CRRSA) - Higher Education Emergency Relief Fund (HEERF II) - Institutional	84.425F	N/A	-	2,360,392	**(M)**
Coronavirus Response and Relief Supplemental Appropriations Act, 2021 (CRRSA) - Higher Education Emergency Relief Fund (HEERF II) - Student	84.425E	N/A	-	397,080	**(M)**
COVID-19 - Coronavirus Response and Relief Supplemental Appropriations Act, 2021 (CRRSA) - Higher Education Emergency Relief Fund (HEERF III) - Institutional	84.425F	N/A	-	3,276,770	**(M)**
COVID-19 - Coronavirus Response and Relief Supplemental Appropriations Act, 2021 (CRRSA) - Higher Education Emergency Relief Fund (HEERF III) - Student	84.425E	N/A	-	3,082,937	**(M)**
			-	9,464,493	
Federal Student Assistance Cluster					
Federal Pell Grant Program	84.063	N/A	-	4,295,401	**(M)**
Federal Direct Student Loans	84.268	N/A	-	995,758	**(M)**
Federal Supplemental Educational Opportunity	84.007	N/A	-	65,000	**(M)**
Federal Work Study Program	84.033	N/A	-	61,002	**(M)**
Total Federal Student Assistance Cluster			-	5,417,161	
Passed Through the Illinois Community College Board:					
Adult Education and Family Literacy Federal Basic	84.002A	5170122 RE	-	178,421	
Career and Technical Education Basic Grants to States	84.048	CTE51722 P	-	552,382	
Total U.S. Department of Education			-	16,136,373	
U.S. Department of Labor					
Passed Through Illinois Department of Commerce and Economic Opportunity					
Workforce Innovation and Opportunity Act (WIOA) Cluster:					
WIOA Adult Program	17.258	20-681023	552,773	634,747	
WIOA Youth Activities	17.259	20-681023	182,119	209,127	
WIOA Dislocated Workers	17.278	20-632023	758,562	871,054	
			1,493,455	1,714,928	
WIOA Adult Program	17.258	21-681023	340,689	391,212	
WIOA Youth Activities	17.259	21-681023	406,977	467,330	
WIOA Dislocated Workers	17.278	21-632023	390,629	448,558	
			1,138,295	1,307,100	
Total WIOA Cluster			2,631,750	3,022,028	
Trade Adjustment Assistance	17.245	19-661023	-	36,813	
Trade Adjustment Assistance	17.245	20-661023	-	76,223	
Total Trade Adjustment Assistance			-	113,036	
Apprenticeship USA Grant	17.245	444-80-2814	-	13,865	
Total U.S. Department of Labor			2,631,750	3,148,929	
U.S. Department of Veterans Affairs					
Post - 9/11 Veterans Educational Assistance	64.028	N/A	-	68,099	
Total U.S. Department of Veterans Affairs			-	68,099	
U.S. Department of Human Services					
Passed through the Illinois Department of Human Servcies					
Child Care and Development Block Grant	93.575	N/A	-	3,201	
Total U.S. Department of Human Services			-	3,201	
Total Expenditures of Federal Awards			$ 2,631,750	$ 19,356,602	

(M) Major Program

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

NOTE 1: BASIS OF PRESENTATION

General

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Lake Land College Community College No. 517 (the College) under programs of the federal government for the year ended June 30, 2022. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200*, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the College, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the College.

Basis of Accounting

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 and measurement focus and the accrual basis of accounting. The College's Schedule of Expenditures of Federal Awards is prepared in conformity with the same basis of accounting.

NOTE 2: SUBRECIPIENTS

During fiscal year 2022, the College maintained a subrecipient agreement with C.E.F.S. Economic Opportunity Corporation under the Workforce Innovation and Opportunity Act Cluster. The amount provided to C.E.F.S. through this Act amounted to $2,631,750.

NOTE 3: LOANS OR LOAN GUARANTEES OUTSTANDING

During fiscal year 2022, the Collage participated in two guaranteed student loan program sponsored by the U.S. Department of Education.

The loans are made through Direct Lending, a branch of the Department of Education, and provided directly to the College's students or their parents. The U.S. Department of Education guarantees the repayment of the principal and related interest to the financial institution. The College is responsible for completing portions of the loan applications, verifying student eligibility, filing student confirmation reports (SCR), refunding money to Direct Lending, when appropriate, and distributing Direct Loan amounts to the students or their parents.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

NOTE 3: LOANS OR LOAN GUARANTEES OUTSTANDING (CONCLUDED)

During the year ended June 30, 2022, the College's students or their parents were eligible to receive the following guaranteed loans:

Stafford Loans:	
Subsidized	$ 425,050
Unsubsidized	538,957
Parents Loans for Undergraduate Students (PLUS)	31,751
Total	$ 995,758

NOTE 4: INDIRECT COST RATE

The College has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

BACKGROUND INFORMATION ON FEDERAL GRANT ACTIVITY
JUNE 30, 2022

Restricted Adult Education Grants/Federal

Federal Basic – Grant awarded to Adult Education and Family Literacy providers to assist adults in becoming literate and obtain the knowledge and skills necessary for employment and self-sufficiency; to assist adults who are parents in obtaining the educational skills necessary to become full partners in the educational development of their children; and to assist adults in completing a secondary school education.

Restricted Vocational Education Grants to State (Perkins)/Federal

Grant awarded to community colleges as a result of the Carl D. Perkins Vocational and Technical Education Act of 1998 (Perkins III). This grant is intended to help accomplish the new vision of vocational and technical education for the 21st century. The central goals of this new vision are improving student achievement and preparing students for postsecondary education, further learning, and careers. The grant allows community colleges to focus on those programs and student populations they feel will allow for the greatest improvement in overall performance while assuring success for all students in career and technical education programs.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022

SECTION I – SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	No
Noncompliance material to the financial statements noted?	No

Federal Awards

Internal control over major program:	
Material weaknesses identified?	Yes
Significant deficiencies identified that are not considered to be material weaknesses?	No
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)?	Yes

Identification of major programs:

CFDA Number	Name of Federal Program
	Federal Student Assistance Cluster:
84.007	Federal Supplemental Educational Opportunity
84.033	Federal Work Study Program
84.063	Federal Pell Grant Program
84.268	Federal Direct Student Loans
	Coronavirus Response and Relief Supplemental Appropriations Act, 2021
84.425C	Governor's Emergency Education Relief Fund
84.425E	Higher Education Emergency Relief Fund -Student
84.425F	Higher Education Emergency Relief Fund - Institutional

Dollar threshold used to distinguish between Type A and Type B programs:	$750,000
Auditee qualified as a low-risk auditee?	No

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022

SECTION II – FINANCIAL STATEMENT FINDINGS

NONE

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding No. 2022-001 – Internal Controls over Student Financial Assistance Special Test and Provisions

Federal Program Name: Federal Student Assistance Cluster; Federal Pell Grant Program, Federal Direct Student Loans, Federal Supplemental Educational Opportunity, Federal Work Study Program
CFDA Number: 84.063, 84.268, 84.007, and 84.033
Federal Agency: U.S. Department of Education

Criteria/Specific Requirement:

A. The Student Financial Aid Handbook states that if a recipient of Title IV grant or loan funds withdraws from a school after beginning attendance, the school must perform an R2T4 calculation to determine the amount of the Title IV assistance earned by the student.

B. The Department of Education issues Pell Grant Payment Schedules prior to the start of each award year. The current year award is taken from the payment schedule based on the estimated family contribution (EFC) and Cost of Attendance (COA). The maximum Pell Grant award for 2021-2022 is $6,495.

Condition:

A. During compliance testing of "Special Tests and Provisions – Return of Funds" we noted that for eight (8) out of twenty five (25) students tested the College utilized the incorrect semester end date for the Spring 2022 semester.

B. During the compliance testing of "Special Tests and Provisions – Eligibility" we noted that one (1) student out of forty (40) students tested the College utilized the 2020-2021 Pell payment schedule versus the 2021-2022 Pell payment schedule.

Questioned Costs:

A. None

B. None

Context:

A. Exceptions were noted in eight (8) of the twenty five (25) students tested.

B. Exceptions were noted in one (1) of the forty (40) students tested.

Effect:

A. The amount of funds sent back to the Department of Education could be incorrect.

B. The amount of Pell grant awarded to the student was under by $150.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Concluded)

Finding No. 2022-001 – Internal Controls over Student Financial Assistance Special Test and Provisions

Cause:

A. The College's internal controls over the Return of Funds calculation were not effective.

B. The College's software system did correctly pull forward the current year Pell payment schedule.

Recommendation:

A. We recommend that the College develop internal controls to ensure that the correct dates are utilized for the Return of Funds calculation.

B. We recommend the College establish procedures to ensure the software is utilizing the correct award information and criteria.

Management's Response:

A. The College agrees with the auditor's recommendation and will develop internal controls to ensure that accurate semester dates are utilized in the return of funds calculation to determine the amount of the Title IV assistance earned by the student.

B. The College agrees with the auditor's recommendation and will establish procedures to ensure the College's software is utilizing the current Pell payment schedule.

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

CORRECTIVE ACTION PLAN FOR CURRENT-YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2022

CORRECTIVE ACTION PLAN

Finding No. 2022-001 – Internal Controls over Student Financial Assistance Special Test and Provisions

Condition:

A. During compliance testing of "Special Tests and Provisions – Return of Funds" we noted that for eight (8) out of twenty five (25) students tested the College utilized the incorrect semester end date for the Spring 2022 semester.

B. During the compliance testing of "Special Tests and Provisions – Eligibility" we noted that one (1) student out of forty (40) students tested the College utilized the 2020-2021 Pell payment schedule versus the 2021-2022 Pell payment schedule.

Plan:

A. The College will develop internal controls to ensure that the correct semester dates are utilized for the return of funds calculation to determine the amount of the Title IV assistance earned by the student.

B. The College will establish procedures to ensure their software is utilizing the current Pell payment schedule.

Anticipated Date of Completion:

Immediately upon learning of the deficiency.

Contact Person Responsible for Corrective Action:

Jennifer Hedges, Director of Financial Aid and Veteran Services

LAKE LAND COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 517
MATTOON, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022

SECTION IV – SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding No.	Condition	Current Status
NONE		