

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517

Mattoon, Illinois

**Annual Comprehensive Financial Report**

For the Year Ended

June 30, 2025

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## INDEPENDENT AUDITOR'S REPORT

Board of Trustees  
Lake Land College  
Community College District #517  
Mattoon, Illinois

### 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 College (the College) as of and for the year ended June 30, 2025, 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 College and its discretely presented component unit, as of June 30, 2025, 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 (GAAP).

#### *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.

## ***Responsibilities of Management 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.

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

## ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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. The financial statements of Lake Land College Foundation were not audited in accordance with *Government Auditing Standards*.

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 on pages 5 through 12, the Schedule of Proportionate Share of Net Pension Liability – SURS on page 54, Schedule of Contributions – SURS on page 55, the Schedule of Proportionate Share of OPEB Liability – CIP on page 58, and the Schedule of Contributions – CIP on page 59 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 an opinion on the financial statements that collectively comprise the College's basic financial statements. The accompanying Schedules 1 through 5 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The uniform financial statements in Schedules 6 through 10 and the certification of per capita cost (Schedule 11) are presented for purposes of additional analysis as required by the Illinois Community College Board and are also not a required part of the basic financial statements. The accompanying Schedule 21 is also presented for purposes of additional analysis required by the Illinois Grant Accountability and Transparency Act and is not a required part of the basic financial statements. The accompanying Schedules 22 and 24, including the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for the purpose of additional analysis and are not a required part of the basic financial statements. As described in Note 25, Schedule 6 and Schedules 8 through 10 are reported using the modified accrual basis of accounting, which is a comprehensive basis of accounting other than GAAP for a special-purpose government engaged only in business-type activities.

Schedules 1 through 11, 21 through 22, and 24, including the schedule of expenditures of federal awards, are the responsibility of management. Schedules 1 through 11, 21 through 22, and 24, were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Information on Schedules 1 through 11, 21 through 22, and 24, has been subjected to the auditing procedures applied in the audit of the basic financial statements, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic

financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information on Schedules 1 through 11, 21 through 22, and 24, including the schedule of expenditures of federal awards, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole, except for differences between GAAP for a special-purpose government engaged only in business-type activities and the modified accrual basis of accounting used for the schedules noted above.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated October 29, 2025, on our consideration of the College's internal control over financial reporting and 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.

MH CPA PLLC  
Champaign, Illinois  
October 29, 2025



## MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Lake Land College's Annual Comprehensive Financial Report presents management's discussion and analysis of the College's financial activity during the fiscal year ended June 30, 2025. 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 13-17) and the footnotes (beginning on page 18). 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 13-17) 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 focuses 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, 2025, 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 \$2.0 million and \$82 thousand respectively outstanding at June 30, 2025.
- All Base Operating Grant and Equalization payments from the state were received prior to June 30, 2025.

## FINANCIAL ANALYSIS OF THE COLLEGE AS A WHOLE

	Net Position As of June 30,		Increase (Decrease)
	2025	2024	
Current assets	\$ 116,194,727	\$ 112,053,410	\$ 4,141,317
Lease Receivable, Net of Current Portion	593,694	663,133	(69,439)
Noncurrent assets			
Capital assets, net of depreciation	97,804,400	94,294,642	3,509,758
Total assets	214,592,821	207,011,185	7,581,636
Deferred Outflows of Resources	826,105	1,090,879	(264,774)
Current liabilities	13,689,633	13,358,951	330,682
Noncurrent liabilities	17,790,808	20,055,509	(2,264,701)
Total liabilities	31,480,441	33,414,460	(1,934,019)
Deferred inflows of resources	33,355,668	35,397,305	(2,041,637)
Net position			
Net investment in capital assets	86,061,139	77,900,922	8,160,217
Restricted for:			
Capital projects	876,632	1,080,693	(204,061)
Debt service	2,809,763	2,929,179	(119,416)
Unrestricted	60,835,283	57,379,505	3,455,778
Total net position	\$ 150,582,817	\$ 139,290,299	\$ 11,292,518

Total assets increased \$7.6 million or 3.7% from fiscal 2024. Current Assets increased by \$4.1 million. This increase is a result of investments increasing by \$7.8 million, governmental grants and contracts receivable increasing by \$0.5 million, property taxes receivable increasing by \$1.2 million and tuition and fees receivable increasing by \$0.5 million. These increases are offset by cash and cash equivalents decreasing by \$5.1 million and other receivables decreasing by \$0.9 million.

Total liabilities decreased \$2.0 million or 5.8% from fiscal 2024. This decrease is a result of a \$1.3 million decrease in bonds payable and a \$0.4 million decrease in post-employment benefits. The decrease is offset by current liabilities increasing by \$0.3 million. The total net position of the College was increased by \$11.3 million due to the previously mentioned changes and the operating results for the year ended June 30, 2025 as shown on the following page.

Operating Results for the Years Ended  
June 30,

	2025	2024	Increase (Decrease)
Operating revenue:			
Tuition and fees	\$ 7,552,783	\$ 7,752,414	\$ (199,631)
Auxiliary	1,880,093	1,881,583	(1,490)
Department of Corrections instructional	8,228,239	7,149,504	1,078,735
Other	1,843,311	2,106,333	(263,022)
Total operating revenue	<u>19,504,426</u>	<u>18,889,834</u>	<u>614,592</u>
Less operating expenses	<u>72,378,120</u>	<u>71,688,511</u>	<u>689,609</u>
Operating income (loss)	<u>(52,873,694)</u>	<u>(52,798,677)</u>	<u>(75,017)</u>
Non-operating revenue (expenses):			
Other state revenues	17,082,821	18,443,396	(1,360,575)
Federal and local grants and contracts	8,923,095	10,731,600	(1,808,505)
Property taxes	22,377,970	22,086,998	290,972
On-Behalf Payments	8,395,634	7,463,053	932,581
Contribution	1,058,168	967,916	90,252
Investment income	5,191,305	4,803,880	387,425
Interest expense and bond issuance costs	(862,003)	(826,135)	(35,868)
Non-operating revenue (net)	<u>62,166,990</u>	<u>63,670,708</u>	<u>(1,503,718)</u>
Capital Contributions	1,999,222	3,209,125	(1,209,903)
Increase (decrease) in net position	11,292,518	14,081,156	(2,788,638)
Net position, beginning of year	<u>139,290,299</u>	<u>125,209,143</u>	<u>14,081,156</u>
Net position, end of year	<u>\$ 150,582,817</u>	<u>\$ 139,290,299</u>	<u>\$ 11,292,518</u>

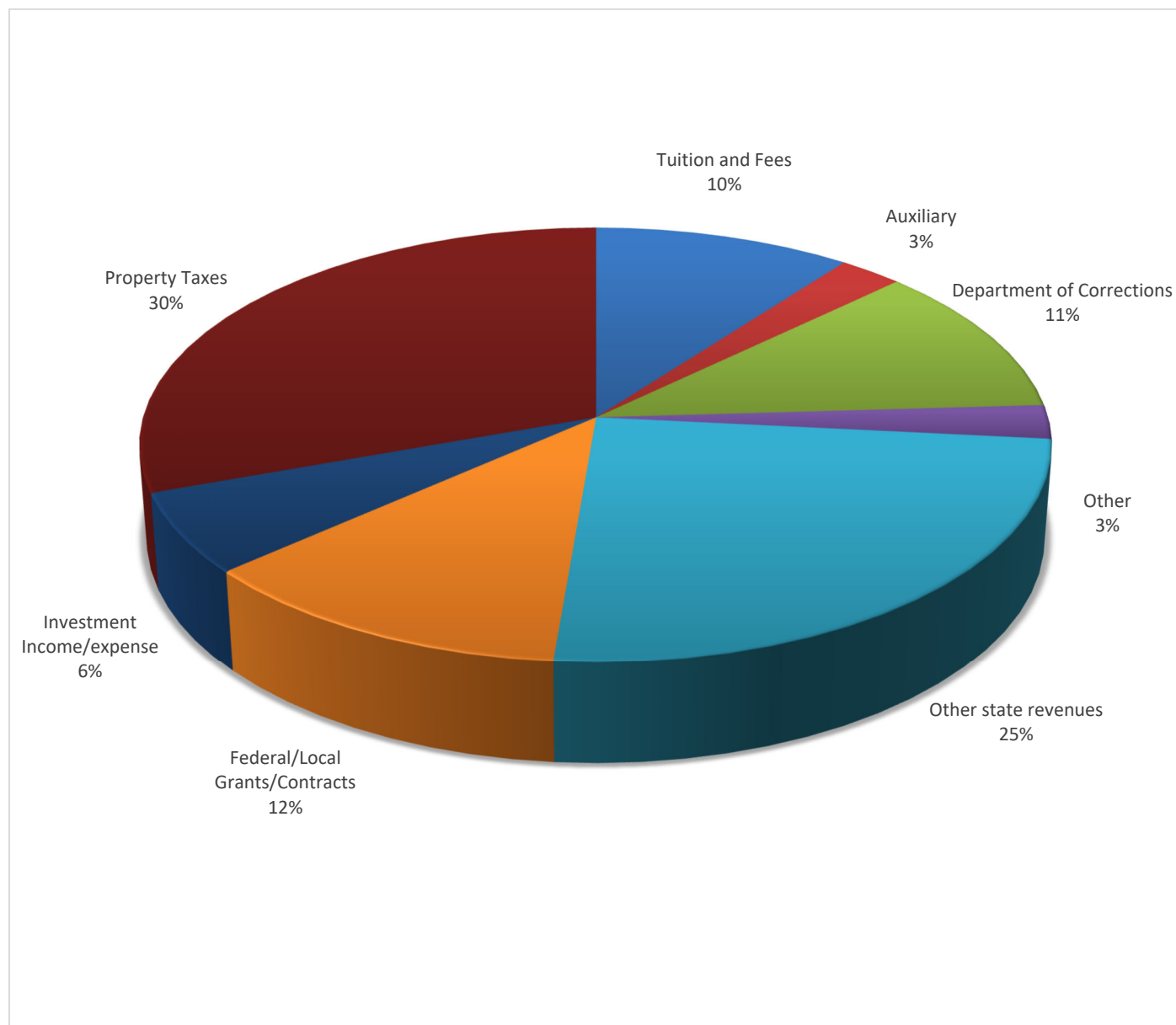
For the year ended June 30, 2025, the College recorded total operating revenues of \$19,504,426 and total operating expenses of \$72,378,120. The difference produced an operating loss of \$52,873,694 which is marginally higher than the previous year operating loss of \$52,798,677. Net non-operating revenue of \$62,166,990 was \$1.5 million lower than the previous year non-operating revenue of \$63,670,708. This results in an overall increase in net position of \$11,292,518 compared to the fiscal 2024 increase in net position of \$14,081,156.

Non-operating revenue net of non-operating expenses included local property taxes of \$22,377,970, other state revenues of \$17,082,821, federal grants and local contracts of \$8,923,095 and investment earnings net of interest expense of \$4,329,302.

Of the College's total revenue, excluding on-behalf payment revenue operating revenue accounted for approximately 27%, non-operating revenues accounted for 73%. Operating revenue consisted of tuition and fees, net of scholarships, totaling \$7,552,783, auxiliary enterprise revenues totaling \$1,880,093, instructional revenues from the Department of Corrections totaling \$8,228,239 and other miscellaneous revenue of \$1,843,311.

The College had a net position at the beginning of the year totaling \$139,290,299. The current year increase in net position of \$11,292,518 brought the total of net position at the end of the year to \$150,582,817.

### Revenue by Source

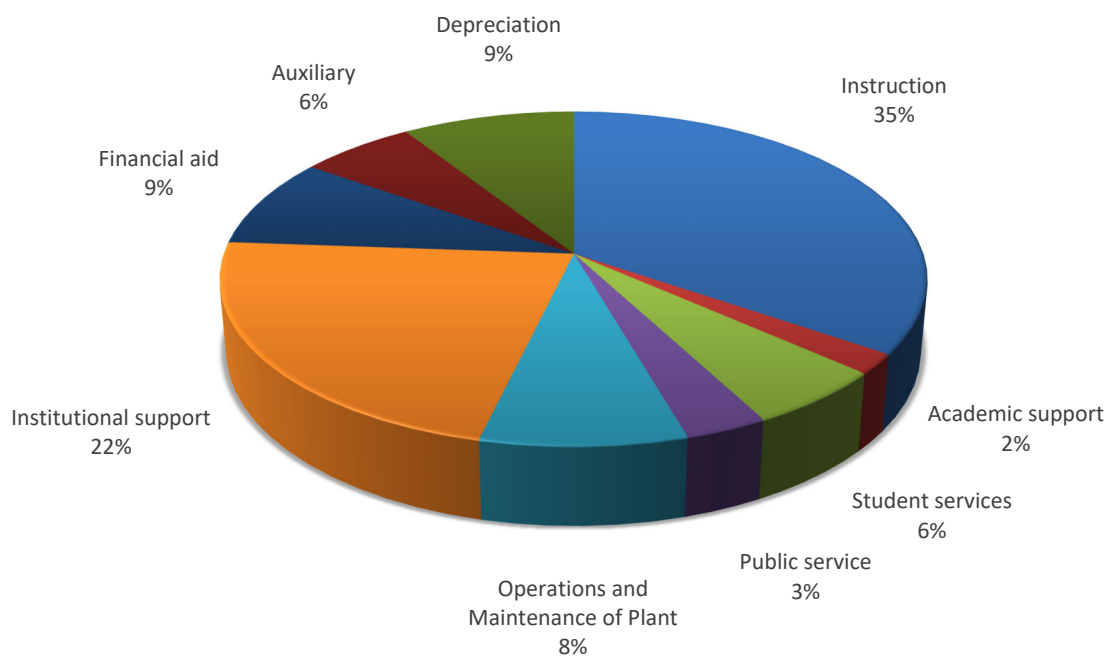


The tables for operating expenses below exclude expenses related to other postemployment benefits (OPEB) which was (\$3,356,010) for the year ended June 30, 2025. Expenses related to OPEB were (\$3,297,076) for the year ended June 30, 2024.

Operating Expenses  
For the Years Ended June 30,

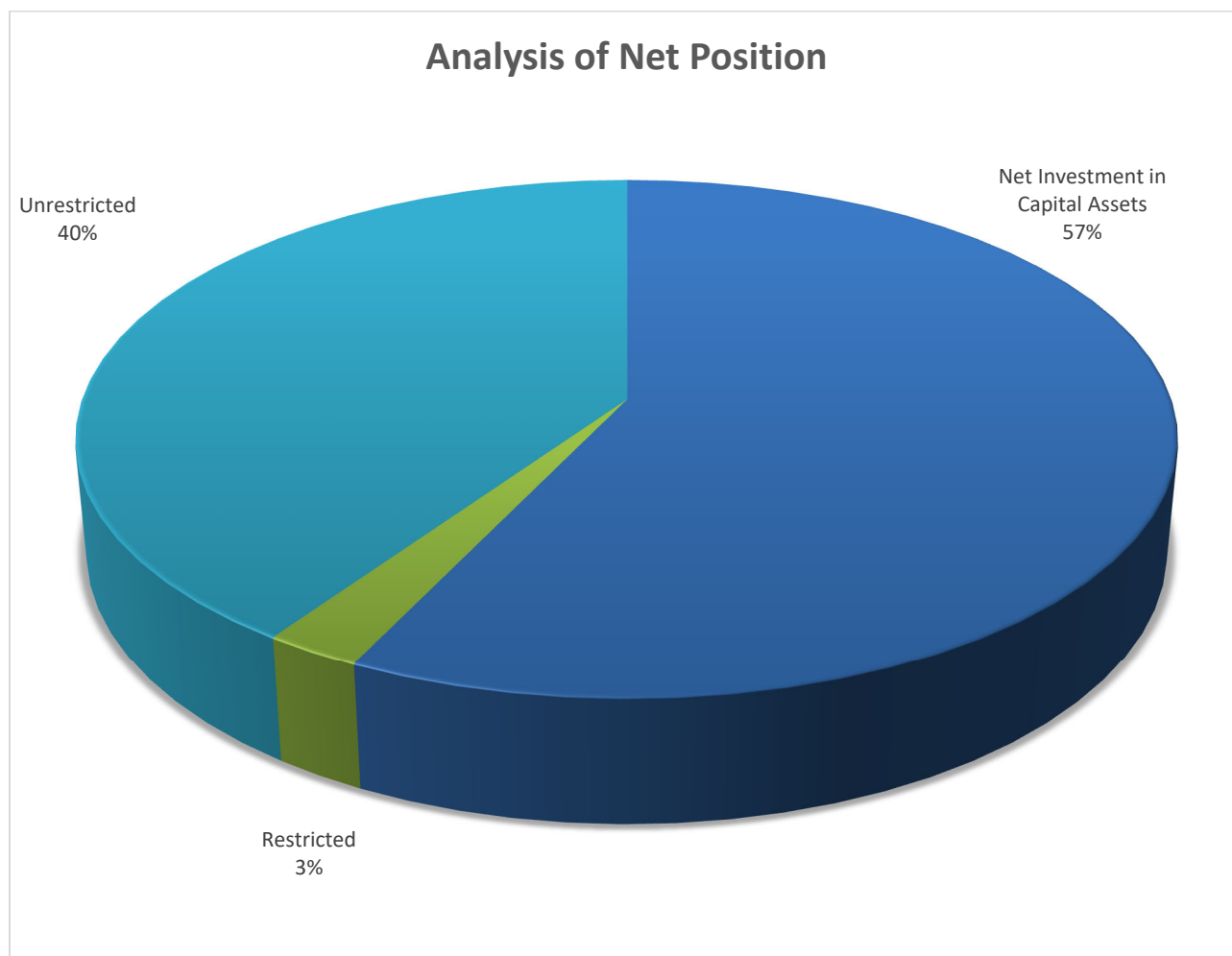
	2025	2024	Increase (Decrease)
Operating expense			
Instruction	\$ 23,257,074	\$ 22,222,975	\$ 1,034,099
Academic support	1,309,912	1,098,374	211,538
Student services	3,837,511	3,643,938	193,573
Public service	2,239,499	4,343,383	(2,103,884)
Operations and maintenance of plant	5,539,413	4,839,950	699,463
Institutional support	15,087,990	15,985,921	(897,931)
Financial aid	5,822,009	5,592,204	229,805
Auxiliary	4,111,180	3,890,257	220,923
Depreciation and Amortization	6,133,908	5,905,532	228,376
Total	<u>\$ 67,338,496</u>	<u>\$ 67,522,534</u>	<u>\$ (184,038)</u>

### Operating Expenses



Analysis of Net Position  
June 30,

	2025	2024	Increase (Decrease)
Net Position			
Net Investment in Capital Assets	\$ 86,061,139	\$ 77,900,922	\$ 8,160,217
Restricted			
Capital Projects	876,632	1,080,693	(204,061)
Debt Services	2,809,763	2,929,179	(119,416)
Unrestricted	60,835,283	57,379,505	3,455,778
Total	<u>\$ 150,582,817</u>	<u>\$ 139,290,299</u>	<u>\$ 11,292,518</u>



Capital Assets, Net June 30,			
	2025	2024	Increase (Decrease)
Capital Assets			
Land	\$ 5,013,637	\$ 5,013,637	\$ -
Equipment Held for Future Use	958,120	1,597,560	(639,440)
Building, Leased Assets	144,717,224	135,560,375	9,156,849
Equipment, Subscription IT Assets	12,509,781	12,013,269	496,512
Construction in progress	7,834,896	7,829,875	5,021
Total	171,033,658	162,014,716	9,018,942
Less Accumulated Depreciation and Ammortization	(73,229,258)	(67,720,074)	(5,509,184)
Net Capital Assets	\$ 97,804,400	\$ 94,294,642	\$ 3,509,758

As of June 30, 2025, the College had recorded approximately \$171.0 million invested in capital assets, approximately \$73.2 million in accumulated depreciation and approximately \$97.8 million in net capital assets. Capital asset additions exceeded deletions by approximately \$9.0 million (see Note 6). Accumulated depreciation increased approximately \$5.5 million during the year.

## LONG-TERM DEBT

During fiscal year 2025, the College issued a debt certificate in the amount of \$4.6 million and a corresponding bond for \$4.9 million. These funds will be used to finalize the remodel of the Effingham Technology Center, update Chemistry labs in the Northwest Classroom building and build an athletic practice facility.

The College also amortized \$214,687 in interest income. The College had a net decrease of OPEB liability in the amount of \$440,253. The College had a net increase of \$52,490 in accrued compensated absences. The College paid down \$151,636 of lease liabilities. The College added \$114,713 and paid down \$182,083 of subscription-based liabilities in the current year. The College had a net decrease of planned retirement payable of \$292,631 in the current 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 2026 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 29 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 first year of a 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 fifth year of a five-year TRiO talent search grant.

#### 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. John Woodruff at 5001 Lake Land Blvd, Mattoon, IL 61938 (217)234-5224.



LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Statement of Net Position  
June 30, 2025

## ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

	Primary Government	Component Unit
<b>Current Assets</b>		
Unrestricted:		
Cash and Cash Equivalents	\$ 1,566,407	\$ 293,054
Investments	84,179,531	16,156,452
Receivables:		
Property Taxes	13,783,672	-
Student Tuition and Fees, Net of Allowance of \$5,740,198	1,823,136	-
Lease Receivable, Current Portion	69,439	-
Other	436,260	-
Prepaid Expenses	692,609	-
Inventories	330,437	-
Asset Held-for-Sale	-	76,725
Restricted:		
Cash and Cash Equivalents	15,133	-
Investments	876,632	-
Receivables:		
Property Taxes	9,302,537	-
Governmental Grants and Contracts	3,118,934	-
Total Current Assets	<u>116,194,727</u>	<u>16,526,231</u>
<b>Lease Receivable, Net of Current Portion</b>	593,694	-
<b>Capital Assets, Net</b>	<u>97,804,400</u>	<u>2,946,024</u>
<b>Total Assets</b>	<u>214,592,821</u>	<u>19,472,255</u>
<b>Deferred Outflows of Resources</b>		
Pension Related Deferred Outflows	63,126	-
Other Postemployment Benefits Related Deferred Outflows	762,979	-
Total Deferred Outflows of Resources	<u>826,105</u>	<u>-</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>\$ 215,418,926</u>	<u>\$ 19,472,255</u>

## LIABILITIES, DEFERRED INFLOWS, AND NET POSITION

<b>Current Liabilities</b>		
Accounts Payable	\$ 2,650,130	\$ 80,682
Accrued Liabilities	1,857,942	-
Unearned Revenue	1,899,845	-
Lease Liabilities	14,184	-
Subscription Liabilities	86,808	-
Unamortized Bond Premium	221,796	-
Due to Agency Funds	-	429,910
Planned Retirement Payable	463,928	-
Bonds Payable	6,495,000	-
Total Current Liabilities	<u>13,689,633</u>	<u>510,592</u>
<b>Long-Term Liabilities</b>		
Unamortized Bond Premium, Net of Current Portion	761,206	-
Planned Retirement Payable, Net of Current Portion	1,592,889	-
Bonds Payable, Net of Current Portion	7,090,000	-
Net Other Postemployment Benefit Liabilities	8,346,713	-
Total Long-Term Liabilities	<u>17,790,808</u>	<u>-</u>
Total Liabilities	<u>31,480,441</u>	<u>510,592</u>
<b>Deferred Inflows of Resources</b>		
Deferred Property Taxes	23,086,209	-
Deferred Inflow - Related to Leases	623,450	-
Other Postemployment Benefits Related Deferred Inflows	9,646,009	-
Total Deferred Inflows of Resources	<u>33,355,668</u>	<u>-</u>
<b>Net Position</b>		
Net Investment in Capital Assets	86,061,139	-
Restricted for:		
Capital Projects	876,632	-
Debt Service	2,809,763	-
Net Assets With Donor Restrictions	-	16,798,109
Unrestricted	60,835,283	2,163,554
Total Net Position	<u>150,582,817</u>	<u>18,961,663</u>
<b>Total Liabilities, Deferred Inflows, and Net Position</b>	<u>\$ 215,418,926</u>	<u>\$ 19,472,255</u>

See Accompanying Notes

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Statement of Revenues, Expenses, and Changes in Net Position  
For the Year Ended June 30, 2025

**Operating Revenues**

Student Tuition and Fees, Net of Scholarship	
Allowance of \$4,647,209	\$ 7,552,783
Department of Corrections Institutional	8,228,239
Auxiliary Enterprises Revenue	1,880,093
Revenue from Educational Services and Materials	994,198
Other Operating Revenues	849,113
Total Operating Revenues	<u>19,504,426</u>

**Operating Expenses**

Instruction	23,257,074
Academic Support	1,309,912
Student Services	3,837,511
Public Services/Continuing Education	2,239,499
Operation and Maintenance of Plant	5,539,413
Institutional Support	15,087,990
Scholarship, Student Grants, and Waivers	5,822,009
Auxiliary Enterprise	4,111,180
Depreciation and Amortization	6,133,908
Other Postemployment Benefits	(3,356,010)
On-Behalf Expenditures	8,395,634
Total Operating Expenses	<u>72,378,120</u>

**Operating Loss** (52,873,694)

**Non-Operating Revenues (Expenses)**

State Grants and Contracts	17,082,821
Local Property Tax Revenues	22,377,970
Federal Grants and Contracts	8,923,095
On-Behalf Payments	8,395,634
Investment Income Earned	4,976,618
Contributions	1,058,168
Debt Certificate and Bond Issuance Costs	(136,312)
Interest Income	214,687
Interest Expense	(725,691)
Total Non-Operating Revenues	<u>62,166,990</u>

**Capital Contributions** 1,999,222

**Increase in Net Position** 11,292,518

**Net Position, Beginning of Year** 139,290,299

**Net Position, End of Year** \$ 150,582,817

See Accompanying Notes

LAKE LAND COLLEGE  
Statement of Activities - Component Unit  
For the Year Ended June 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
<b>Support and Revenue</b>			
Contributions of Cash and Other Financial Assets	\$ 339,396	\$ 760,154	\$ 1,099,550
Contributions of Nonfinancial Assets	85,336	109,137	194,473
Support Provided by Lake Land College	255,128	-	255,128
Lease Income	38,105	-	38,105
Farm Income	172,791	-	172,791
Interest and Dividends, Net of Fees	(48,348)	417,356	369,008
Realized Gain on Investments	33,268	326,760	360,028
Unrealized Gain on Investments	38,476	660,063	698,539
Net Assets Released from Restrictions	811,361	(811,361)	-
<b>Total Support and Revenue</b>	<u>1,725,513</u>	<u>1,462,109</u>	<u>3,187,622</u>
<b>Expenses</b>			
Program Services	1,053,186	-	1,053,186
Supporting Services			
Management and General	582,943	-	582,943
Fundraising	203,710	-	203,710
<b>Total Expenses</b>	<u>1,839,839</u>	<u>-</u>	<u>1,839,839</u>
<b>Change in Net Assets</b>	(114,326)	1,462,109	1,347,783
<b>Net Assets, Beginning of Year</b>	<u>2,277,880</u>	<u>15,336,000</u>	<u>17,613,880</u>
<b>Net Assets, End of Year</b>	<u><u>\$ 2,163,554</u></u>	<u><u>\$ 16,798,109</u></u>	<u><u>\$ 18,961,663</u></u>

See Accompanying Notes

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Statement of Cash Flows  
For the Year Ended June 30, 2025

<b>Cash Flows from Operating Activities</b>	
Student Tuition and Fees	\$ 7,198,965
Payments to Suppliers	(17,459,309)
Payments to Employees and Benefits Paid	(38,087,996)
Department of Corrections Instructional	8,349,776
Payments for Financial Aid and Scholarships	(5,822,009)
Auxiliary Enterprise Charges	1,880,093
Other Receipts	1,828,105
Net Cash Used in Operating Activities	<u>(42,112,375)</u>
<b>Cash Flows from Non-Capital Financing Activities</b>	
Grants and Contracts	26,771,665
Local Property Taxes	22,377,970
Contributions	1,058,168
Net Cash Provided by Non-Capital Financing Activities	<u>50,207,803</u>
<b>Cash Flows from Capital and Related Financing Activities</b>	
Principal Paid on Bonds	(6,185,000)
Proceeds from Issuance of Bonds	4,935,000
Proceeds from Bond Premium Issuance	194,143
Payments for Debt Certificate and Bond Issuance Costs	(136,312)
Interest Paid on Debt Certificate and Bonds	(624,858)
Federal and State Grants for Capital Purposes	630,600
Purchase of Property and Equipment	(8,953,657)
Proceeds from Sale of Property and Equipment	47,220
Principal Paid on Subscription Liabilities	(182,083)
Principal Paid on Lease Liabilities	(29,291)
Net Cash Used in Capital and Related Financing Activities	<u>(10,304,238)</u>
<b>Cash Flows from Investing Activities</b>	
Interest on Investments	4,976,618
Purchases of Investments	(7,849,373)
Net Cash Used in Investing Activities	<u>(2,872,755)</u>
<b>Net Decrease in Cash and Cash Equivalents</b>	(5,081,565)
<b>Cash and Cash Equivalents, Beginning of Year</b>	<u>6,663,105</u>
<b>Cash and Cash Equivalents, End of Year</b>	<u><u>\$ 1,581,540</u></u>
<b>On the Statement of Net Position as:</b>	
Unrestricted - Cash and Cash Equivalents	\$ 1,566,407
Restricted - Cash and Cash Equivalents	<u>15,133</u>
<b>Cash and Cash Equivalents, End of Year</b>	<u><u>\$ 1,581,540</u></u>

See Accompanying Notes

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Statement of Cash Flows  
For the Year Ended June 30, 2025

**Reconciliation of Operating Loss to Net Cash**

**Used in Operating Activities**

Operating Loss	\$ (52,873,694)
Adjustments to Reconcile Operating Loss to Net Cash	
Used in Operating Activities:	
Depreciation and Amortization Expense	6,133,908
On-Behalf Expenditures	8,395,634
Loss on Disposal of Capital Assets	542,785
Changes in Assets, Deferred Outflows, Liabilities, and Deferred Inflows:	
Student Tuition and Fees Receivables	(514,844)
Prepaid Expenses	(30,725)
Inventories	20,018
Lease Receivable	65,239
Pension Related Deferred Outflows	46,596
OPEB Related Deferred Outflows	218,178
Accounts Payable	(238,974)
Accrued Liabilities	(165,199)
Unearned Revenue	282,563
Planned Retirement Payable	(292,631)
Net OPEB Liabilities	(440,253)
Deferred Inflows - Related to Leases	(80,445)
OPEB Related Deferred Inflows	(3,180,531)
Net Cash Used in Operating Activities	<u>\$ (42,112,375)</u>

**Supplemental Disclosure of Non-Cash Capital and Related Financing Activity**

Capital Assets Acquired through Subscription Liabilities	<u>\$ 114,713</u>
Contributed Capital Assets	<u>\$ 1,368,622</u>
Reduction of Lease Assets, Net due to Lease Modification	<u>\$ 118,378</u>
Reduction of Lease Liabilities due to Lease Modification	<u>\$ 122,345</u>

See Accompanying Notes

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Notes to Basic Financial Statements  
June 30, 2025

Lake Land College, Community College District #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. The summary of accounting policies is presented to assist you in understanding the College's financial statements.

## **1. Reporting Entity**

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

The College is a community college governed by an elected seven-member Board of Trustees. The College's mission is to provide affordable vocational, technical, and academic education.

As required by accounting principles generally accepted in the United States of America (GAAP), these financial statements present the financial reporting entity of the College, which consists of the College (the primary government of the reporting entity) and the Lake Land College Foundation (the Foundation), a discretely presented component unit of the College. The Foundation is a discretely presented component unit because the resources received and held by the Foundation are entirely for the direct benefit of the College and those resources are significant to the College.

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

## **2. Basis of Accounting and Significant Accounting Policies**

- a. The financial statements of the College are prepared in accordance with GAAP. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments. GAAP includes all relevant GASB pronouncements plus other sources of accounting and financial reporting guidance noted in GASB Statement 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*.
- b. For financial reporting purposes, the College is considered a special-purpose government engaged only in business-type activities. Accordingly, the College's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated.

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

- c. Cash includes deposits held at banks and small amounts of cash held for change funds. Cash equivalents include deposits held in the Illinois Funds Money Market Fund and highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.
- d. Cash and cash equivalents that are subject to certain limitations as to their uses are reported as restricted. These amounts include property taxes received for specific purposes, grant funds, and bond proceeds or trust funds held for capital projects.
- e. 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 held in investment accounts are reported at carrying amount, which reasonably estimates fair value.
- f. Student tuition and fees receivables include uncollateralized student obligations, which generally require payment by the first day of classes. These receivables are stated at the invoice amount.

Student balances unpaid at the middle of the term are considered delinquent. Collection costs may be applied to account balances still outstanding 30 days following the end of the semester. Payments of accounts receivable are applied to the specific invoices identified on the students' remittance advice or, if unspecified, to the earliest unpaid invoices.

The carrying amount of student tuition and fees receivables is reduced by a valuation allowance that reflects management's best estimate of amounts that will not be collected. The allowance for doubtful accounts is based on management's assessment of the collectability of specific students' accounts and based on the aging of the accounts receivable by semesters. If the actual defaults are higher than the historical experience, management's estimates of 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. The total allowance as of June 30, 2025, was \$5,740,198.

Receivables also include outstanding balances from replacement taxes, federal and state funding sources, leases, and other miscellaneous items. No allowance has been provided for these receivables, as management believes these are fully collectible based on past experience with these funding sources.

- g. Inventories are stated at the lower of cost or net realizable value. Cost is determined on a first-in, first-out (FIFO) basis. Inventories consist of items held for resale in the bookstore and printing supplies utilized in the print shop.
- h. Capital assets include property, plant equipment, infrastructure assets, such as roads, parking lots, sidewalks, leased assets, and subscription-based information technology arrangement assets. 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 one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Leased assets and subscription assets are capitalized based on the present value of lease payments. Leased assets and subscription assets are amortized using the straight-line method over the lease term.

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

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

- i. The financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The College has two items that qualify for reporting in this category. These items, the pension related deferred outflows and other postemployment benefits (OPEB) related deferred outflows, are reported in the Statement of Net Position. The pension related deferred outflows item is the amount of contributions made by the College to the State Universities Retirement System (SURS or the System) for retirement benefits on grant funded salaries during the year ended June 30, 2025. One of the OPEB related deferred outflows items is the amount of contributions made by the College to the Community College Health Insurance Security Fund (also known as the College Insurance Program (CIP)) for retiree health insurance benefits. These contributions occurred after the SURS and CIP liability measurement date of June 30, 2024 and will be included in the pension and other postemployment benefit expense, respectively, in Fiscal Year 2026. The College's other OPEB related deferred outflows item is the allocated portion of the net difference between projected and actual experience of the total OPEB liability, the College's changing portion of the allocated CIP liability, and the differences between the College's contribution and its share of contributions.

The financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Other postemployment benefit related deferred inflows qualify for reporting in this category at June 30, 2025. The other postemployment benefit related deferred inflows consist of the College's allocated portion of changes in



assumptions, the net difference between projected and actual experience of the total OPEB liability, and the net difference between projected and actual investment earnings on OPEB plan investments. Additionally, this category includes a deferred inflow for the College's changing proportion of the allocated CIP liability.

- j. As of July 1, 2024, the College adopted GASB Statement No. 101, *Compensated Absences* (GASB 101). This Statement provides updated recognition and measurement requirements for compensated absences, including vacation, sick leave, and other forms of paid time off. Under GASB 101, liabilities are recognized for leave that has vested and is expected to be paid upon termination or retirement, as well as for non-vested leave when it is more likely than not to be used for leave or to vest and be paid in the future. The adoption of GASB 101 did not result in a restatement of net position as of June 30, 2024, or impact any amounts in the financial statements for the year ended June 30, 2025, as the impact of implementation was not material to the financial statements of either year. The College has implemented a last-in, first-out (LIFO) flow assumption for the pattern of usage of compensated absences. Management of the College has determined to present only a liability for vested leave earned as of each fiscal year end, as has been historically presented under the previously applicable GASB standard. No liability has been recorded for non-vested leave as management has determined that it does not reach the more likely than not threshold. However, the liability activity for fiscal year 2025 presented in Note 10 below is shown as a net amount as allowed by GASB 101.

Accrued liabilities include accrued vacation, which is a limited number of accumulated unused vacation days that employees are allowed to accumulate. Those days are guaranteed to be paid to employees upon termination of employment. The rate of accrued compensated absence is calculated based on the employee's equivalent hourly rate as of Statement of Net Position date. The College considers the entire liability to be current based on a review of employee usage.

Three other types of compensated absences that the College provides are personal leave, sick leave, and sabbatical leave.

- Personal leave expense is recorded as incurred. Personal leave does not carry over or accumulate as personal leave. Any unused personal leave hours transfer to the employee's sick leave hour balance at the end of each fiscal year and are not reimbursable at the time of separation from employment.
- Sick leave may carry over and accumulate with no maximum. Sick leave is not reimbursable at the time of separation from employment.
- Sabbatical leave expense is recorded as incurred. Employees must submit a request in writing for sabbatical leave. Approval for the granting of sabbatical leave is made by the Board of Trustees.

- k. Unearned revenue includes amounts received which represent payments for services to be provided in future periods for which asset recognition criteria has been met, but for which revenue recognition criteria have not been met. These amounts consist of unexpended grant funds.

Unearned revenue also includes tuition and fee charges for a portion of the in-progress Summer semester and all of the upcoming Fall semester. The tuition and fee charges are prorated according to the timing of the semester.

- l. Deferred inflows related to leases represents the unamortized amount of the present value of future receipts related to lease agreements where the College is the lessor. These amounts are to be recognized ratably into operating revenue over the term of the lease agreement.
- m. The College's net position is classified as follows:
- Net Investment in Capital Assets – This represents the College's total investment in capital assets net of accumulated depreciation and related debt that has been used as of the statement of net position date to finance capital additions.
  - Restricted Net Position – This includes resources that the College is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties or enabling legislation. 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.
  - Unrestricted Net Position – This includes resources derived from student tuition and fees, state appropriations, and sales and services of educational departments and auxiliary enterprises. These resources may be used for transactions relating to the educational and general operations of the College and may be used at the discretion of the governing board to meet current expenses for any lawful purpose.

When both restricted and unrestricted resources are available to finance expenses, it is the College's policy to first apply restricted resources to such expenses.

- n. Operating revenues include all activities that have the characteristics of exchange transactions, such as student tuition and fees, and sales and services of auxiliary enterprises, net of scholarship discounts and allowances. All other revenues are considered non-operating.
- o. The College's property taxes are levied each calendar year on all taxable real estate located in the College's district. The district's boundaries overlap fifteen counties with each serving as a local taxing authority for the College. Property taxes are recorded on an accrual basis of accounting. The College records the 2024 levy payable in 2025 as property taxes receivable, less any amounts collected prior to June 30, 2025 and a deferred inflow of resources, as this levy is intended to finance the College's 2025-2026 academic year. The amounts accrued from year to year will vary based upon the tax collections of the respective counties. 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.

Property tax receivables have not been reduced for an allowance as the College's historical collection experience indicates this amount is insignificant.

- p. 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 SURS and additions to/deduction 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 purposes of measuring the net other postemployment benefit (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the plan net position of the Community College Health Insurance Security Fund (CIP) and additions to/deduction from CIP's plan net position has been determined on the same basis as they are reported by CIP. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For the purposes of financial reporting, the State of Illinois and its public universities and community colleges are under a special funding situation. A special funding situation exists when a non-employer entity is legally responsible for making contributions directly to a pension plan that is used to provide pensions to the employees of another entity and the non-employer is the only entity with a legal obligation to make contributions directly to a pension plan. The State of Illinois is considered a non-employer contributing entity. The College recognizes its proportionate share of the State's pension expense relative to the College's employees as non-operating revenue and on-behalf expense.

- q. 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 student charges, the College has recorded a scholarship discount and allowance.
- r. 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.

Although the College adopts an expanded operational budget, the budget legally required by the Illinois Community College Board contains only a statement of cash on hand at the beginning of the fiscal year, an estimate of the cash expected to be received during such fiscal year from all sources, an estimate of the expenditures contemplated for such fiscal year, and a statement of the estimated cash expected to be on hand at the end of such year. The Board may, from time to time, make transfers between the various items in any fund not exceeding, in the aggregate, 10 percent 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.

- s. The preparation of financial statements in conformity with GAAP requires the use of management's estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Accordingly, actual results may differ from those estimates.

The most sensitive estimates affecting the financial statements were:

- The valuation of the student tuition receivable
- The valuation of the self-insured health benefit obligation
- The valuation of the liability for post-employment health insurance benefits
- The amount of expenses eligible for reimbursement under the College's state and federal grants

### **3. Over Expenditure of Legal Budgets**

The College over expended its legally adopted budgets for the following funds in Fiscal Year 2025.

- The Bond and Interest Fund budget was over expended by \$203,443. The over expenditure was due to an under-appropriated budget.
- The Liability, Protection, and Settlement Fund budget was over expended by \$167,037. The over expenditure was due to expenditures being higher than expected.

### **4. Deposits and Investments**

The College is authorized to invest in instruments outlined under Chapter 30, Section 235 of the Illinois Compiled Statutes. Such instruments include: direct obligations of federally insured banks and savings and loan associations; insured obligations of Illinois credit unions; securities issued or guaranteed by the U.S. Government; money market mutual funds investing only in U.S. Government based securities; commercial paper of U.S. corporations with assets over \$500 million; short-term obligations as defined in the Public Fund Investment Act; and the investment pools managed by the State Treasurer of Illinois.

### *Fair Value Measurements*

The College categorizes its fair value measurements of investments within the fair value hierarchy established by GAAP. The three levels of fair value hierarchy are as follows:

- Level 1 – quoted prices (unadjusted) in active markets for identical investments
- Level 2 – inputs (other than quoted prices included within Level 1) that are observable for the investment, either directly or indirectly.
- Level 3 – unobservable inputs – market data are not available and are developed using the best information available about the assumptions that market participants would use when pricing an investment.

The fair value of investments measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The College has the following fair value measurements as of June 30, 2025:

	Carrying Value	Level
Money Market Accounts - Not Held at Depository Banks	\$ 913,116	N/A
Debt Exchange Traded Funds	22,147,514	1
Non-Negotiable Certificates of Deposit	2,623,554	N/A
U.S. Government Bonds	8,520,152	2
Open Ended Bond Mutual Funds	50,851,827	1
Total Investments	<u>\$ 85,056,163</u>	

### *Custodial Credit Risk – Bank Deposits*

Custodial credit risk is the risk that in the event of a bank failure, the College's deposits may not be returned to it. The College's investment policy requires that funds on deposit in excess of federal deposit insurance limits must be secured by collateral pledged by the financial institution. At June 30, 2025, \$3,185,148 of the College's \$3,435,289 bank balance was exposed to custodial credit risk. The exposed balance was fully collateralized by securities pledged by the depository bank, but such securities are not held in the name of the College.

### *Custodial Credit Risk - Investments*

Of the investment amount held in investment accounts at June 30, 2025, \$30,167,666 is subject to custodial credit risk as their value exceeds coverage provided by the Securities Investor Protection Corporation.

### *Credit Risk – Investments*

Credit risk is the risk that the issuer of a bond or note security will not repay the principal or pay the interest due on the debt. The College's investment policy limits investments in collateralized repurchase agreements, commercial paper, and the Illinois Public Treasurer's Investment Pool to 33 percent of the total investments. Investments in banks and mutual bond funds are limited to 90 percent of the total investments. 100 percent 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. The College held \$913,116 in money market funds all with Moody's AAA ratings. The bond mutual funds balance of \$50,851,827 was unrated as of June 30, 2025. The bond mutual funds were distributed between investment grade, non-investment grade, and unrated securities. The bond mutual 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 – Investments*

Interest rate risk is the risk that a change in the market rate of interest for a category of debt securities will negatively impact the fair value of a debt security. 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 College's investments subject to interest rate risk as of June 30, 2025:

	0-1 years	1-5 years	5-10 years	10+ years	Total
U.S. Government Bonds	\$ -	\$ 8,520,152	\$ -	\$ -	\$ 8,520,152
Debt Exchange Traded Funds	6,985,213	14,269,980	-	892,321	22,147,514
Open Ended Bond					
Mutual Funds	1,836,302	7,104,828	41,910,697	-	50,851,827
Total	<u>\$ 8,821,515</u>	<u>\$ 29,894,960</u>	<u>\$ 41,910,697</u>	<u>\$ 892,321</u>	<u>\$ 81,519,493</u>

### *Restricted Investments*

The College periodically enters into trust agreements with the State of Illinois Capital Development Board (CDB) to fund various construction projects. These funds have been invested and can only be released with the approval of CDB. As of June 30, 2025, the College held \$876,632 in restricted assets related to CDB projects.

## **5. Lease Receivable**

The College leases a portion of one of its buildings to a third party, from whom the College bought the building in 2023. The agreement expires April 30, 2033, and includes fees for shared maintenance costs, which are considered a non-lease component of the agreement.

Revenue recognized under this lease during the year ended June 30, 2025 was \$80,445, which includes both lease revenue and interest.

The future minimum lease receipts that are included in the lease receivable are:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 69,440	\$ 22,551	\$ 91,991
2027	73,830	20,001	93,831
2028	78,417	17,291	95,708
2029	83,208	14,413	97,621
2030	88,212	11,362	99,574
2031-2033	270,026	13,992	284,018
	<u>\$ 663,133</u>	<u>\$ 99,610</u>	<u>\$ 762,743</u>

Through the date of the independent auditor's report, the College has entered into a lease agreement requiring receipts totaling \$249,387, in total, over the next three years.

## 6. Property and Equipment, Net

The following is a summary of changes in property and equipment for the year ended June 30, 2025:

	June 30, 2024	Additions	Disposals	June 30, 2025
Capital Assets, Not Being Depreciated:				
Land	\$ 5,013,637	\$ -	\$ -	\$ 5,013,637
Equipment Held for Future Use	1,597,560	-	639,440	958,120
Construction in Progress	7,829,875	9,554,789	9,549,768	7,834,896
Total Capital Assets, Not Being Depreciated	14,441,072	9,554,789	10,189,208	13,806,653
Capital Assets Being Depreciated:				
Buildings and Improvements	135,325,867	9,314,586	-	144,640,453
Equipment	11,078,010	936,329	622,640	11,391,699
Total Capital Assets, Being Depreciated	146,403,877	10,250,915	622,640	156,032,152
Less: Accumulated Depreciation				
Buildings and Improvements	(61,623,646)	(4,401,513)	-	(66,025,159)
Equipment	(5,641,183)	(1,336,362)	(585,364)	(6,392,181)
Total Accumulated Depreciation	(67,264,829)	(5,737,875)	(585,364)	(72,417,340)
Total Capital Assets, Being Depreciated, Net	79,139,048	4,513,040	37,276	83,614,812
Lease Assets:				
Building	234,508	-	157,737	76,771
Less: Accumulated Amortization				
Building	(74,941)	(28,274)	(39,359)	(63,856)
Total Lease Assets, Being Amortized, Net	159,567	(28,274)	118,378	12,915
Subscription Assets:				
Technology Hardware / Software	935,259	182,823	-	1,118,082
Less: Accumulated Amortization				
Technology Hardware / Software	(380,304)	(367,758)	-	(748,062)
Total Subscription Assets, Being Amortized, Net	554,955	(184,935)	-	370,020
Total Capital Assets, Net	<u>\$ 94,294,642</u>	<u>\$ 13,854,620</u>	<u>\$ 10,344,862</u>	<u>\$ 97,804,400</u>

The College recorded depreciation and amortization expense of \$6,133,908 for the year ended June 30, 2025.

The College recognized \$1,287,646 of capital asset contributions from the Capital Development Board (CDB) related to construction in progress during the year ended June 30, 2025.

## **7. Lease Liabilities**

The College is obligated under three non-cancellable operating leases for classroom space and copiers which require monthly lease payments totaling \$3,287 with terms running through January 1, 2026. One of the leases includes an option to extend for two additional three-year terms, which has been excluded from the term used for lease measurement as management does not intend to renew the lease.

The total costs of the College's lease assets are recorded as \$76,771, less accumulated amortization of \$63,856.

Future minimum lease payments under these operating leases are as follows:

Fiscal Year Ending	Principal	Interest	Total
June 30			
2026	\$ 14,184	\$ 166	\$ 14,350

## **8. Subscription-Based Information Technology Arrangements**

The College has entered into subscription-based technology arrangements (SBITA) involving staff software, academic software, communications software, and various information systems software arrangements. The College is obligated under these non-cancellable arrangements on a subscription basis which require either one time or annual payments. These arrangements have terms running through July 4, 2027, but the College paid a portion of the arrangements up-front, as opposed to annual payments.

The total costs of the College's SBITA assets are recorded as \$1,118,082, less accumulated amortization of \$748,062.

Future minimum payments under these arrangements are as follows:

Fiscal Year Ending	Principal	Interest	Total
June 30			
2026	\$ 86,808	\$ 3,472	\$ 90,280

Through the date of the independent auditor's report, the College has entered into a SBITA requiring payments totaling \$140,437, in total, over the next three years.



## 9. Accrued Liabilities

Accrued liabilities consist of the following at June 30, 2025:

Accrued Salaries and Payroll Liabilities	\$ 1,167,869
Accrued Compensated Absences	554,214
Accrued Interest	135,859
Total Accrued Liabilities	<u>\$ 1,857,942</u>

## 10. Long-Term Debt

The following is a summary of changes in long-term debt for the year ended June 30, 2025:

	June 30, 2024	Additions	Retired	June 30, 2025	Due Within One Year
Bonds	\$ 14,835,000	\$ 4,935,000	\$ 6,185,000	\$ 13,585,000	\$ 6,495,000
Bond Premium	1,003,546	194,143	214,687	983,002	221,796
Debt Certificates	-	4,625,000	4,625,000	-	-
Net Other Postemployment Benefit Liability	8,786,966	-	440,253	8,346,713	-
Accrued Compensated Absences - Net Activity	501,724	52,490	-	554,214	554,214
Lease Liabilities	165,820	-	151,636	14,184	14,184
Subscription Liabilities	154,178	114,713	182,083	86,808	86,808
Planned Retirement Payable	2,349,448	504,196	796,827	2,056,817	463,928
Total Long-Term Debt	<u>\$ 27,796,682</u>	<u>\$ 10,425,542</u>	<u>\$ 12,595,486</u>	<u>\$ 25,626,738</u>	<u>\$ 7,835,930</u>

In fiscal year 2016, the College issued Series 2016B general obligation funding bonds for an original issuance amount of \$1,450,000. The bonds, which are payable in annual principal installments ranging from \$130,000 to \$160,000 and semi-annual interest payments at a stated rate ranging from 2.00 percent to 2.25 percent, mature December 1, 2026.

In fiscal year 2023, the College issued Series 2022A general obligation funding bonds for an original issuance amount of \$15,735,000. The bonds, which are payable in annual principal installments ranging from \$1,370,000 to \$6,340,000 and semi-annual interest payments at a stated rate of 5.00 percent, mature June 1, 2027.

In fiscal year 2025, the College issued Series 2024 general obligation debt certificates (limited tax) for an original issuance amount of \$4,625,000. The debt certificates were paid with proceeds from the Series 2025 general obligation funding bonds described below.

In fiscal year 2025, the College issued Series 2025 general obligation funding bonds for an original issuance amount of \$4,935,000. The bonds, which are payable in a one principal installment of \$4,935,000 and semi-annual interest payments at a stated rate of 5.00 percent, mature December 1, 2026.

Total interest expense incurred for all long-term debt for the year ended June 30, 2025, was \$725,691.

Maturities of the bonds are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 6,495,000	\$ 607,479	\$ 7,102,479
2027	7,090,000	175,050	7,265,050
	<u>\$ 13,585,000</u>	<u>\$ 782,529</u>	<u>\$ 14,367,529</u>

## 11. Unrestricted Net Position

Unrestricted net position at June 30, 2025 consisted of (\$17,229,743) related to other postemployment benefit activity and \$78,065,026 related to other general purposes.

## 12. Defined Benefit Pension Plan

### *Plan Description*

The College contributes to the State Universities Retirement System (SURS), a cost-sharing multiple-employer-defined benefit pension plan with a special funding situation whereby the State of Illinois makes substantially all actuarially determined required contributions on behalf of the participating employers. SURS was established July 21, 1941, and provides retirement annuities and other benefits for staff members and employees of state universities and community colleges, certain affiliated organizations, and certain other state educational and scientific agencies and for survivors, dependents, and other beneficiaries of such employees. SURS is considered a component unit of the State of Illinois' financial reporting entity and is included in the State's Annual Comprehensive Financial Report (ACFR) 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](http://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. Tier 1 of the traditional and portable plan 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 began participation on or after January 1, 2011, and who do not have other eligible reciprocal system service. 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, 2024, can be found in the Financial Section of SURS ACFR.

### *Contributions*

The State of Illinois is primarily responsible for funding SURS on behalf of the individual employers at an actuarially determined amount. Public Act 88-0593 provides a statutory funding plan consisting of two parts: (i) a ramp-up period from 1996 to 2010 and (ii) a period of contributions equal to a level percentage of the payroll of active members within SURS to reach 90 percent 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 College’s normal cost for Fiscal Year 2025 was 11.98 percent of employee payroll. The normal cost is equal to the value of the current year’s pension benefit and does not include any allocation for the past unfunded liability or interest on the unfunded liability. Plan members are required to contribute 8.0 percent of their annual covered salary, except for police officers and fire fighters who contribute 9.5 percent of their earnings. The contribution requirements of plan members and the College are established and may be amended by the Illinois General Assembly.

The College makes 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 percent during the final rate of earnings period), and Section 15-155(j-5) (relating to contributions payable due to earnings exceeding the salary set for the Governor).

### *Net Pension Liability*

The net pension liability (NPL) was measured as of June 30, 2024. At June 30, 2024, SURS defined benefit pension plan reported a NPL of \$30,230,907,727.

### *Employer Proportionate Share of Net Pension Liability*

The amount of the proportionate share of the NPL to be recognized for the College is \$0. The proportionate share of the State of Illinois’ NPL associated with the College is \$172,072,513 or 0.5692 percent. The College’s proportionate share changed by 0.0164 percent from 0.5528 percent since the last measurement date on June 30, 2023. This amount is not recognized in the College’s financial statements. The NPL and total pension liability as of June 30, 2024, was determined based on the June 30, 2023, actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable contributions made to SURS defined benefit plan during Fiscal Year 2023.

### *Defined Benefit Pension Expense*

For the year ending June 30, 2024, SURS defined benefit plan reported a collective net pension expense of \$1,996,285,670.

### *Employer Proportionate Share of Defined Benefit Pension Expense*

The College's proportionate share of collective defined benefit 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 2023. As a result, the College recognized revenue and defined benefit pension expense of \$11,362,738 from this special funding situation during the fiscal year ended June 30, 2025.

### *Deferred Outflows and Deferred Inflows of Resources Related to Defined Benefit 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.

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	\$ 305,114,071	\$ -
Changes in assumption	483,809,428	-
Net difference between projected and actual earnings on pension plan investments	-	27,577,324
Total	\$ 788,923,499	\$ 27,577,324

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

Fiscal Year Ending June 30	Net Deferred Outflows of Resources
2025	\$ 126,531,380
2026	756,545,086
2027	(49,545,529)
2028	(72,184,762)
Total	<u>\$ 761,346,175</u>

### *Employer Deferral of Fiscal Year 2025 Contributions*

The College paid \$63,126 in federal, trust or grant contributions to SURS defined benefit pension plan during the fiscal year ended June 30, 2025. These contributions were made subsequent to the pension liability measurement date of June 30, 2024, and are recognized as Deferred Outflows of Resources as of June 30, 2025.

### *Assumptions and Other Inputs*

The actuarial assumptions used in the June 30, 2024 valuation were based on the results of an actuarial experience study for the period June 30, 2020 through June 30, 2023. The total pension liability in the June 30, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

- Inflation 2.40 percent
- Salary increases 3.15 to 15.00 percent, including inflation
- Investment rate of return 6.50 percent

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 consultant(s) and actuary(s). For each major asset class that is included in the pension plan's target asset allocation as of June 30, 2024, these best estimates are summarized in the following table:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-Term Expected Real Rate of Return</b>
<b>Traditional Growth</b>		
Global Public Equity	36.0%	7.13%
<b>Stabilized Growth</b>		
Core Real Assets	8.0%	5.06%
Public Credit Fixed income	6.5%	4.10%
Private Credit	2.5%	7.36%
<b>Non-Traditional Growth</b>		
Private Equity	11.0%	10.92%
Non-Core Real Assets	4.0%	9.09%
<b>Inflation Sensitive</b>		
U.S. TIPS	5.0%	2.12%
<b>Principal Protection</b>		
Core Fixed Income	10.0%	1.34%
<b>Crisis Risk Offset</b>		
Systematic Trend Following	10.0%	2.90%
Alternative Risk Premia	3.0%	2.62%
Long Duration	2.0%	2.84%
Long Volatility/Tail Risk	2.0%	-1.22%
Total	100.0%	5.63%
Inflation		2.80%
Expected Arithmetic Return		8.43%

#### *Discount Rate*

A single discount rate of 6.35 percent was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 6.50 percent and a municipal bond rate of 3.97 percent (based on the Fidelity 20-Year Municipal GO AA Index as of June 30, 2024). 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 SURS Net Pension Liability to Changes in the Discount Rate*

Regarding the sensitivity of the NPL to changes in the single discount rate, the following presents the State's NPL, calculated using a single discount rate of 6.35 percent, as well as what the State's NPL would be if it were calculated using a single discount rate that is one percentage point lower or one percentage point higher:

1% Decrease 5.35%	Current Single Discount Rate Assumption 6.35%	1% Increase 7.35%
\$36,700,168,358	\$30,230,907,727	\$24,839,790,537

Additional information regarding the SURS basic financial statements including the Plan's net position can be found in the SURS ACFR by accessing the website at [www.SURS.org](http://www.SURS.org).

### **13. Defined Contribution Pension Plan**

#### *Plan Description*

The College contributes to the Retirement Savings Plan (RSP) administered by SURS, a cost-sharing multiple-employer defined contribution pension plan with a special funding situation whereby the State of Illinois 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 and community colleges, 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](http://www.SURS.org). The RSP and its benefit terms were established and may be amended by the State's General Assembly.

#### *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, 2024, can be found in the SURS Annual Comprehensive Financial Report (ACFR) Notes to the Financial Statements.

#### *Contributions*

All employees who have elected to participate in the RSP are required to contribute 8.00 percent of their annual covered earnings. Section 15-158.2(h) of the Illinois Pension Code provides for an employer contribution to the RSP of 7.60 percent 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 7.60 percent 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.

#### *Defined Contribution Pension Expense*

For the year ended June 30, 2024, the State’s contributions to the RSP on behalf of the individual employers totaled \$96,741,887. Of this amount, \$89,857,115 was funded via an appropriation from the State and \$6,884,772 was funded from previously forfeited contributions.

#### *Employer Proportionate Share of Defined Contribution Pension Expense*

The College’s 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 2024. The College’s share of pensionable contributions was 0.2035 percent. As a result, the College recognized on-behalf revenue and defined contribution pension expense of \$196,844 from this special funding situation during the fiscal year ended June 30, 2025, of which \$14,009 constituted forfeitures.

### **14. 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 percent raise on their contractual-based salary for each of their 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, 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.



## **15. Post-Employment Benefits Other Than Pension (OPEB)**

### *Plan Description*

The College participates in the State of Illinois Community College Health Insurance Security Fund (CCHISF) (also known as the College Insurance Program, “CIP”). CIP 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 the health benefits to retirees, as established under the plan, and associated administrative costs. CIP is a cost-sharing multiple-employer defined benefit post-employment healthcare plan that covers retired employees and their dependents of Illinois community college districts throughout the State of Illinois, excluding the City Colleges of Chicago. As a result of the Governor’s Executive Order 12-01, the responsibilities in relation to CIP were transferred to the Department of Central Management Services (Department) as of July 1, 2013. The Department administers the plan with the cooperation of SURS and the boards of trustees of the various community college districts.

### *Plan Membership*

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

### *Benefits Provided*

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

### *Contributions*

Beginning July 1, 2023, and through June 30, 2024, the Act (5 ILCS 375/6.10) requires every active contributor (employee) of SURS to contribute 0.75 percent of covered payroll and every community college district to contribute 0.75 percent of covered payroll. Beginning July 1, 2024 and through June 30, 2026, the contribution rate shall be a percentage of salary to be determined by the Department, which in each fiscal year shall not exceed a 0.1 percentage point increase in the amount of salary actually required to be contributed for the previous fiscal year. Beginning July 1, 2026, the active member and employer contribution rates shall be a percentage of salary to be determined by the Department, which in each fiscal year shall not exceed 105 percent of the percentage of salary actually required to be contributed for the previous fiscal year. The State Pension Funds Continuing Appropriation Act (40 ILCS 15/1.4) requires a special funding situation whereby the State of Illinois makes an annual appropriation to the CIP to cover any expected expenditures in excess of the contributions by active employees, employers, and retirees. The result is pay as you go

financing of the plan. The employer contributions made by the State of Illinois on behalf of the College to CIP and the College's contributions for the year ended June 30, 2025 were both \$227,127.

#### *Net OPEB Liability*

At June 30, 2024, CIP reported a net OPEB liability of \$665,190,300.

#### *Employer Proportionate Share of Net OPEB Liability*

The proportionate share of the net OPEB liability reported by the College is \$8,346,713. The State of Illinois is considered a non-employer contributing entity and the state's contribution meets the definition of special funding situation. The OPEB liability was measured as of June 30, 2024. The total OPEB liability used to calculate the OPEB liability was determined based on the June 30, 2023 actuarial valuation rolled forward. The College's proportion of the net OPEB liability was based on the College's share of contributions to the OPEB plan relative to the contributions of all participating employers and the state of Illinois. At June 30, 2024, the College's proportion was 1.254789 percent. The portion of the State of Illinois' liability that is associated with the College is \$8,346,713. The total share that is associated with the College is \$16,693,426.

#### *OPEB Expense*

At June 30, 2024, CIP reported a collective net OPEB expense of (\$252,150,464).

#### *Employer Proportionate Share of OPEB Expense*

For the year ended June 30, 2025, the College recognized proportionate share of collective OPEB expense of (\$3,163,948). The basis of allocation used in the proportionate share of collective OPEB expense is the actual reported contributions made to CIP during Fiscal Year 2024.

#### *Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB*

Deferred Outflows of Resources are the consumption of net position by the system that is applicable to future reporting periods, and thus will not be recognized as an outflow (expense) until the future periods.

Deferred Inflows of Resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

Deferred Outflows and Deferred Inflows of Resources by Sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 105,816	\$ 2,514,824
Changes in assumption	61,721	6,064,392
Net difference between projected and actual earnings on OPEB investments	-	4,138
Changes in proportion and differences between employer contributions and share of contributions	<u>368,315</u>	<u>1,062,655</u>
Total deferred amounts to be recognized in OPEB expense in future periods	535,852	9,646,009
OPEB contributions made subsequent to the measurement date	<u>227,127</u>	-
Total deferred amounts related to OPEB	\$ 762,979	\$ 9,646,009

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense in future periods as follows:

Fiscal Year Ending June 30	Deferred Outflows of Resources	Deferred Inflows of Resources
2026	\$ 152,596	\$ 1,929,202
2027	152,596	1,929,202
2028	152,596	1,929,202
2029	152,596	1,929,202
2030	152,595	1,929,201
Total	<u>\$ 762,979</u>	<u>\$ 9,646,009</u>

*Employer Deferral of Fiscal Year 2025 OPEB Expense*

The College paid \$227,127 in OPEB contributions for the fiscal year ended June 30, 2025. These contributions were made subsequent to the OPEB liability measurement date of June 30, 2024, and are recognized as Deferred Outflows of Resources as of June 30, 2025. This amount will be recognized in OPEB expense in Fiscal Year 2026.

### *Assumptions and Other Inputs*

The total CIP plan's net OPEB liability was determined by an actuarial valuation as of June 30, 2023, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

- Inflation 2.25 percent
- Salary increases depend on age and service and range from 12.75 percent at less than 1 year of service to 3.50 percent at 34 or more years of service for employees under 50 and range from 12.00 percent at less than 1 year of service to 3.00 percent at 34 or more years of service for employees over 50. Salary increase includes a 3.00 percent wage inflation assumption.
- Investment rate of return of 0 percent, net of OPEB plan investment expense, including inflation
- Healthcare cost trend rates for Fiscal Year 2025 are based on actual premium increases. For non-medicare costs, trend rates start at 8.00 percent for Fiscal Year 2026 and decrease gradually to an ultimate rate of 4.25 percent in 2041. For MAPD costs, trends rates are based on actual premium increases for 2025, 15.00 percent in 2026 to 2030 and 7.00 percent in 2031, declining gradually to an ultimate rate of 4.25 percent in 2041.

Mortality rates for retirement and beneficiary annuitants were based on the Pub-2010 Healthy Retiree Mortality Table and PubT-2010 Healthy Retiree Mortality Table. For disabled annuitants, mortality rates were based on the Pub-2010 Disabled Retiree Mortality Table. Mortality rates for pre-retirement were based on Pub-2010 Employee Mortality Table and PubT-2010 Employee Mortality Table. Tables were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2020.

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period of June 30, 2017 to June 30, 2020.

### *Discount Rate*

Projected benefit payments were 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 CIP is financed on a pay-as-you-go basis, a discount rate consistent with fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity's index's "20-year Municipal GO AA Index" has been selected. The discount rate is 3.97 percent as of June 30, 2024. The increase in the single discount rate from 3.86 percent at June 30, 2023 to 3.97 percent caused the total OPEB liability to decrease by approximately \$6.3 million from 2023 to 2024.

*Sensitivity of the Total CIP's Plan OPEB Liability to Changes in the Single Discount Rate*

The following presents the College's proportional share of the OPEB liability, calculated using a Single Discount Rate of 3.97 percent, as well as what the total CIP's plan OPEB liability would be if it were calculated using a Single Discount rate that is one percentage point higher (4.97 percent) or lower (2.97 percent) than the current rate:

1% Decrease (2.97%)	Current Single Discount Rate Assumption (3.97%)	1% Increase (4.97%)
\$ 9,119,008	\$ 8,346,808	\$ 7,685,706

*Sensitivity of the Total CIP's Plan OPEB Liability to Changes in the Healthcare Cost Trend Rate*

The following presents the College's share of the net OPEB liability, calculated using the healthcare cost trend rates as well as what the net OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower.

1% Decrease	Healthcare Cost Trend Rates Assumption	1% Increase
\$ 7,499,564	\$ 8,346,808	\$ 9,373,181

- The key trend rates are 9.02 percent in 2025 decreasing to an ultimate trend rate of 4.25 percent in 2041.
- One percentage point decrease in current healthcare trend rates – 8.02 percent in 2025, decreasing to an ultimate rate of 3.25 percent in 2041.
- One percentage point increase in current healthcare trend rates – 10.02 percent in 2025, decreasing to an ultimate rate of 5.25 percent in 2041.

No amount was owed to the plan at June 30, 2025. The College provides no other financially significant postemployment benefit to employees.

**16. On-Behalf Payments for Fringe Benefits**

For the year ending June 30, 2025, expense for fringe benefits payments made by the State of Illinois on behalf of the College were \$11,559,582 for pensions to SURS pensions and (\$3,163,948) for the health insurance program to CIP.

**17. Other Risk Management Issues**

The College is exposed to various risks of loss due to torts involving outside contractors, theft, or damage to assets, errors and omissions, and natural disasters. The College purchases commercial insurance for these risks. There has been no significant reduction in coverage over the past two years and settlements have not exceeded insurance coverage in any of the past three years.

The College is insured under a retrospectively rated policy for workers' compensation coverage whereas the initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the current fiscal year, there were no significant adjustments in premiums based on actual experience.

## 18. Inter-Sub-Fund Balances and Transfers

The College maintains various sub-funds to track the activity of the primary government. The following is a summary of the balances and transactions among these sub-funds as of and for the year ended June 30, 2025.

	Due to	Due from
Education Fund	\$ -	\$ 41,390,833
Operations and Maintenance Fund	-	8,067,669
Operations and Maintenance Fund - Restricted	3,421,677	-
Bond and Interest Fund	-	2,945,000
Auxiliary Fund	-	1,013,999
Restricted Purposes Fund	2,250,001	-
Working Cash Fund	44,761,823	-
General Fixed Assets Fund	1,868,000	-
Trust and Agency Fund	-	340,001
Audit Fund	-	174,999
Liability, Protection, and Settlement Fund	1,631,000	-
	<u>\$ 53,932,501</u>	<u>\$ 53,932,501</u>
	Transfer in	Transfer out
Bond and Interest Fund	\$ 98,679	\$ -
Auxiliary Fund	1,267,081	-
Education Fund	-	1,367,009
Operations & Maintenance - Operational Fund	1,249	-
	<u>\$ 1,367,009</u>	<u>\$ 1,367,009</u>

The inter-sub-fund balances and transactions are eliminated for the preparation of the basic financial statements of the primary government of the College.

## 19. Related Party Activity

At June 30, 2025, the College has \$52,702 receivable from the Foundation related to scholarships reimbursements. The Foundation has a \$52,702 liability at June 30, 2025 due to the College.

During the year ended June 30, 2025, the College recognized \$80,976 of donated equipment from the Foundation. The equipment is further discussed in Note 6 to the financial statements.

The College enters into various transactions with the Lake Land College Foundation as part of fulfilling the purpose to promote the general welfare of the College and its students.

During the year ended June 30, 2025, the College received \$197,318 for the students in the form of scholarships, equipment, facility usage, and other support.

In the year June 30, 2025, the College provided \$255,128 in support to the Foundation.

## **20. Self-Insurance**

The College sponsors a health and prescription insurance plan for its employees. The College pays a minimum premium to provide for administration of the health plan and claims up to the aggregate maximum liability. Aggregate maximum liability under the policy is a factor of the group census. The College is contingently liable for any deficit the health and dental plan may incur.

Claim liabilities are based on the requirements of GASB Statements which require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. At June 30, 2025, the submitted and accrued claims were \$241,265, and are included in the accounts payable on the Statement of Net Position.

The stop-loss limit for the health insurance plan at June 30, 2025 was \$175,000. This liability is based on estimates and the ultimate liability may be greater or less than the amount estimated. The methods used to calculate such estimates are continually reviewed, and any adjusted will be reflected in a future period.

The change in claim liability was as follows:

Accrued Claims, Beginning of Year	\$ 391,807
Incurred Claims	5,956,396
Claim Payments	<u>(6,106,938)</u>
Accrued Claims, End of Year	<u><u>\$ 241,265</u></u>

## **21. Contingencies**

### *Federal and State Grants*

The College participates in a number of federal and state funded grant programs. Under the terms of these programs, periodic audits may be required by grantor agencies, and certain costs may be questioned as not being appropriate expenditures under the terms of these programs. Such audits could lead to reimbursements to grantor agencies. Based on prior experience, the College's management believes examinations would not result in any material disallowed costs for grant revenue recorded in these financial statements or from prior years.

## **22. Other Commitments**

The College entered into ten construction contracts for buildings and improvements. The total remaining commitment on the contracts at June 30, 2025 was approximately \$5,421,000.

The College has entered into several contracts for a parking lot replacement through the Capital Development Board (CDB). The remaining commitment on the contracts related to the project at June 30, 2025 was approximately \$646,000.

Subsequent to year end, the College entered into one construction contract for buildings and improvements. The commitment on the contracts at June 30, 2025 is approximately \$258,000.

The College also has an ongoing commitment to fund a portion of entity's annual operating budget for which the College is jointly governing with other community colleges. The purpose of the entity is to purchase certain software on behalf of a group of community colleges, including Lake Land College. The amount of the commitment is established with an annual bill received by the College. No outstanding commitment existed at June 30, 2025.

## **23. New Government Accounting Standards**

In April 2024, GASB issued GASB Statement 103 (GASB 103), *Financial Reporting Model Improvements*. The provisions of GASB 103 improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. GASB 103 will be effective for the College's Fiscal Year 2026.

In September 2024, GASB issued GASB Statement 104 (GASB 104), *Disclosure of Certain Capital Assets*. The provisions of GASB 104 require certain types of capital assets, specifically lease assets and subscription assets, to be disclosed separately in the capital assets note disclosures. This Statement also requires additional disclosures for capital assets held for sale. GASB 104 will be effective for the College's Fiscal Year 2026.

The College's management is currently reviewing what impact, if any, these new standards will have on its future financial statements and disclosures.

## **24. Discretely Presented Component Unit**

The following notes are provided for the College's component unit, the Foundation:

### **A. Nature of Organization**

Lake Land College Foundation, Inc. (the Foundation) is a nonprofit corporation organized under the laws of the State of Illinois for educational, scientific, and charitable purposes designed to promote the general welfare of Lake Land College (the College) by encouraging gifts of money, property, works of art, and other materials having



educational, artistic, or historical value. The Foundation is considered a component unit of the College under the accounting standards followed by the College; however, the Foundation is a separate legal entity.

The Foundation's major sources of support and revenue are contributions from donors and investment income.

## **B. Summary of Significant Accounting Policies**

- a. The Foundation's financial statements have been prepared on the accrual basis of accounting, in accordance with accounting principles generally accepted in the United States.
- b. For purposes of the statement of cash flows, the Foundation considers all highly liquid investments with a maturity of three months or less when purchased to be cash and cash equivalents, except for money market funds which management considers to be investments.
- c. Investments consist of managed investment accounts comprised of various mutual funds, money market funds, exchange traded funds, and bonds. These investments are stated at fair value. Unrealized appreciation or decline in fair value is included in the statement of activities.
- d. Property and equipment expenditures in excess of \$500 are capitalized and recorded at cost, or, if donated, at fair value at the time of donation. Depreciation is computed using the straight-line method over the estimated useful life of assets.
- e. The Foundation classifies assets as held-for-sale when the criteria in ASC Topic 360 Property, Plant, and Equipment ("ASC 360") are met. If at any time an asset classified as held-for-sale fails to meet the criteria in ASC 360, the Foundation reclassifies that asset as held and used.

Assets held for sale are stated at the lower of cost or fair value, less costs to sell. The Foundation recognizes a loss for any initial or subsequent write-down of assets. The Foundation recognizes a gain for any subsequent increase in fair value, less costs to sell, but not in excess of the cumulative loss previously recognized.

- f. Works of art are stated at cost for all purchased items, or, if donated, at fair value at the time of donation. The Foundation does not recognize depreciation on works of art.
- g. The Foundation acts as an intermediary for various clubs and athletic departments associated with the College. The liability "Agency Funds" on the statement of financial position represents the amount held for these organizations and is not part of the Foundation's activities.

- h. Net assets of the Foundation and changes therein are classified and reported as follows:

*Net Assets Without Donor Restrictions* – Net assets that are not subject to donor-imposed stipulations.

*Net Assets With Donor Restrictions* – Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Board of Directors and/or the passage of time, or that must be maintained permanently by the Foundation. This includes contributions of nonfinancial assets designated for a specific program. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

- i. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor or by law. Amounts received which are designated for future periods or restricted by the donor for specific purposes are reported as net assets with donor restrictions and increase that net asset class.

Contributions of cash and other financial assets received with donor-imposed restrictions which require the corpus to be invested in perpetuity are classified as net assets with donor restrictions, restricted in perpetuity. Contributions of cash and other financial assets received with donor-imposed restrictions that limit their use are classified as net assets with donor restrictions, restricted by purpose or time. When a donor-imposed restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions, restricted by purpose or time, are reclassified to net assets without donor restrictions and reported as net assets released from restrictions.

- j. Contributions of land, facilities, and equipment are capitalized if the fair value of the property exceeds the Foundation's capitalization threshold of \$500. Contributed services are recognized if the benefit received (a) creates or enhances non-financial assets or (b) requires specialized skills provided by individuals possessing those skills and (c) would typically need to be purchased if not provided by donation. Such contributions are recorded at fair value on the date of the contribution and are presented as "Contributions of Nonfinancial Assets" and "Support Provided by Lake Land College" on the statement of activities.
- k. The Foundation holds special events throughout the year. A portion of the revenue raised at these events is considered reciprocal and is not tax deductible by the donor. This revenue is segregated from regular contributions and presented net of related expenses as special event revenue. There were no special events held during the year ended June 30, 2025.
- l. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

In these financial statements, the valuation of contributions of nonfinancial assets of facilities and services presented as “Support Provided by Lake Land College” on the statement of activities involves extensive reliance on management’s estimates. Management’s estimate of contributions of nonfinancial assets of facilities and services is based upon fair value of rent and estimated time spent. Due to uncertainties inherent in the estimation process, it is at least reasonably possible that these estimates will be revised in the near term.

- m. The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Personnel expenses are allocated based on management’s estimate of time and effort. All other expenses are directly charged to the applicable program or support function.
- n. The Foundation, as a nonprofit organization, is exempt from federal income taxes under Internal Revenue Code Section 501(c)(3). Accordingly, no provision for federal income taxes has been made.
- o. The Foundation has evaluated subsequent events through October 29, 2025, the date which the financial statements were available to be issued.

### C. Liquidity and Availability of Financial Assets

The following reflects the Foundation's financial assets and liquidity at June 30, 2025:

#### Financial Assets:

Cash and Cash Equivalents	\$ 293,054
Investments	16,156,452
Total Financial Assets	<u>16,449,506</u>

#### Less Donor Imposed Restrictions in Financial Assets:

Restricted by Purpose or Time	(5,756,640)
Restricted in Perpetuity	<u>(8,390,285)</u>

#### Financial Assets Available for

General Expenditures within One Year	<u><u>\$ 2,302,581</u></u>
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The Foundation’s goal is generally to maintain financial assets sufficient to meet 60 days of normal operating expenses. The Foundation does not maintain a line of credit.

## D. Property and Equipment, Net

Property and Equipment consists of the following at June 30, 2025:

Land - Subject to Operating Leases	\$ 2,651,184
Buildings - Subject to Operating Leases	607,500
Equipment	<u>11,783</u>
Total Property and Equipment	3,270,467
Less: Accumulated Depreciation	<u>(324,443)</u>
Property and Equipment, Net	<u><u>\$ 2,946,024</u></u>

Depreciation expense for the year ended June 30, 2025 was \$17,912.

During the year ended June 30, 2025, the Foundation committed to sell a building in Pana, Illinois. The Foundation believes the building will be sold during the year ended June 30, 2026. The building is classified as an asset held-for-sale with a carrying value of \$76,725. No impairment loss was recognized in relation to this classification.

## E. Investments

### *Fair Value Measurements*

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820-10 establishes a framework for measuring fair value under generally accepted accounting principles. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value.

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820-10 are described below:

Level 1 Inputs to the valuation methodology are based on unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation can access.

Level 2 Inputs to the valuation methodology include:

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

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

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

The following is a description of the valuation methodologies used for assets measured at fair value at June 30, 2025.

*Money Markets* – Valued at fair value, which is generally equal to the cash balance available to the Foundation.

*Mutual Funds and Exchange Traded Funds* – Valued at unadjusted quoted prices for identical assets in active markets that the Foundation has the ability to access.

*Bonds* – Valued utilizing a computerized pricing service or a yield-based matrix for less actively traded issues.

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

The following table sets forth, by level within the fair value hierarchy, the Foundation's investments at fair value as of June 30, 2025:

		<u>Fair Value Level</u>
Money Markets	\$ 848,588	1
Mutual Funds	2,219,283	1
Exchange Traded Funds	9,565,465	1
Bonds	3,523,116	2
Total	<u>\$ 16,156,452</u>	

*Custodial Credit Risk - Investments*

Of the investments in exchange traded funds and bonds at June 30, 2025, \$12,588,581 is subject to custodial credit risk as their value exceeds coverage provided by the Securities Investor Protection Corporation.

## F. Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes or periods at June 30, 2025:

### Purpose Restricted For:

Scholarships	\$ 7,607,605
Educational Programs	158,936
Capital Projects	638,118
Support Acquisition of Art for the College	3,165
Total Net Assets with Temporary Restrictions	<u>8,407,824</u>

### Permanent Endowment:

Scholarships	8,264,485
Educational Programs	105,800
Support Acquisition of Art for the College	20,000
Total Net Assets with Perpetual Restrictions	<u>8,390,285</u>

Total Net Assets With Donor Restrictions	<u><u>\$ 16,798,109</u></u>
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## G. Endowments

As of June 30, 2025, investments contain endowment funds, which are classified and reported based on the existence of donor-imposed restrictions.

The Foundation has a spending policy of appropriating for distribution each year up to 4.5 percent to 5 percent 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 percent 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 up to 4.5 percent to 5 percent, 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 percent 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 for the year ended June 30, 2025, all of which are in net assets with donor restrictions, are as follows:

Balance, July 1	\$ 8,165,604
Reclassification of Temporary Restriction	105,800
Contributions	120,212
Investment Income	501,140
Appropriation for Expenditure	<u>(502,471)</u>
Balance, June 30	<u><u>\$ 8,390,285</u></u>

#### **H. Contributed Nonfinancial Assets and Support Provided by Lake Land College**

Contributed nonfinancial assets recognized within the statement of activities for the year ended June 30, 2025 include:

Equipment	\$ 85,336
Lease	<u>109,137</u>
Total	<u><u>\$ 194,473</u></u>

Contributed equipment received by the Foundation is recognized at the fair value at the time of donation. This equipment was subsequently donated to the College to fulfill restrictions on the contributed equipment, if any.

The Foundation has a lease agreement for a facility for the College to use for classrooms, lab work, study hall, library, and other educational activities. The lessor has agreed to allow the Foundation to lease the facility without making the scheduled payments specified in the lease, which are considered to be equivalent to the fair rental value.

The College provides services and facilities to the Foundation at no charge. Support provided by Lake Land College for the year ended June 30, 2025 are as follows:

Personnel Services	\$ 152,815
Occupancy	<u>102,313</u>
Total	<u><u>\$ 255,128</u></u>

The contributed personnel services are valued at the fair value of the services at the time of donation based on comparison to the fair value of similar service (this valuation method is considered a FASB ASC 820 Level 2 methodology). Occupancy support is valued based on the fair market value of rent of a similar facility. These contributed personnel services and occupancy were utilized in the Foundation's programs and support services.

## **I. Related Party Transactions**

The Foundation enters into various transactions with the College as part of fulfilling its purpose to promote the general welfare of the College. During the year ended June 30, 2025, the Foundation provided \$197,318 to the College and its students in the form of scholarships, equipment, facility usage, and other support.

As discussed in Note 24.H, the Foundation received \$255,128 in support from the College during the year ended June 30, 2025.

## **J. Future Minimum Lease Revenue**

The Foundation leases real estate in Toledo, Illinois under a non-cancellable operating lease. The original lease expired in December 2024 but was extended through November 2029. Monthly payments to be received will be \$3,050 through the end of the lease. Future minimum lease payments to be received under this non-cancellable operating lease as of June 30, 2025 are as follows:

Fiscal Year Ending June 30	
2026	\$ 36,600
2027	36,600
2028	36,600
2029	36,600
2030	15,250
Total	<u>\$ 161,650</u>

Rental income under this operating lease was \$36,600 for the year ended June 30, 2025. Total rental income was \$38,105 for the year ended June 30, 2025, which includes short term rental income on additional properties of the Foundation in addition to the rental income from the Toledo property.

## **K. Concentration of Support and Revenue**

For the year ended June 30, 2025, the Foundation recognized contribution revenue of \$350,000, approximately 11 percent of total support and revenue, from one contributor.

## **25. Supplemental Information**

Schedule 6 and Schedules 8 through 10 are reported using the modified accrual basis of accounting, which is a comprehensive basis of accounting other than GAAP for a special-purpose government engaged only in business-type activities.



In the schedules noted, the modified accrual basis of accounting differs from GAAP for a special-purpose government engaged only in business-type activities because:

- Capital assets are not depreciated, and depreciation expense is not presented in the schedules, except for funds considered to be proprietary operations.
- Payments of principal on long-term debt are reported as expenditures in the schedules.
- In the schedules, the full amount of summer school revenue and scholarship expense is recognized in the fiscal year in which the related term is completed.
- Expenditures in the schedules include the cost of capital asset acquisitions, except for funds considered to be proprietary operations.
- Debt service expenditures in the schedules are recorded only when payment is due, except for funds considered to be proprietary operations.
- Pension expenditures in the schedules include payments made by the College in the current fiscal year for federal, trust, or grant-funded salaries in the current fiscal year.
- OPEB expenditures in the schedules include payments made by the College in the current fiscal year for salaries in the current fiscal year.

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Required Supplementary Information  
Schedule of Proportionate Share of Net Pension Liability - SURS  
For the Year Ended June 30, 2025  
(Unaudited)

	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024
a) Lake Land's Proportionate Percentage of the Collective Net Pension Liability	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
b) Lake Land's Proportionate Amount of the Collective Net Pension Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
c) Portion of Nonemployer Contributing Entities' Total Proportion of Collective Net Pension Liability Associated with Lake Land	139,107,184	154,077,204	147,815,896	161,695,488	185,933,741	185,530,313	172,859,463	172,217,100	162,775,001	172,072,513
Total b) + c)	<u>\$ 139,107,184</u>	<u>\$ 154,077,204</u>	<u>\$ 147,815,896</u>	<u>\$ 161,695,488</u>	<u>\$ 185,933,741</u>	<u>\$ 185,530,313</u>	<u>\$ 172,859,463</u>	<u>\$ 172,217,100</u>	<u>\$ 162,775,001</u>	<u>\$ 172,072,513</u>
Lake Land's Defined Benefit Covered Payroll	<u>\$ 21,416,911</u>	<u>\$ 21,444,618</u>	<u>\$ 20,492,289</u>	<u>\$ 21,023,554</u>	<u>\$ 23,416,665</u>	<u>\$ 22,531,296</u>	<u>\$ 22,075,372</u>	<u>\$ 21,073,400</u>	<u>\$ 22,733,573</u>	<u>\$ 24,560,898</u>
Proportion of Collective Net Pension Liability Associated with Lake Land College as a Percentage of Defined Benefit Covered Payroll	649.52%	718.49%	721.32%	769.12%	794.02%	823.43%	783.04%	817.23%	716.01%	700.60%
SURS Plan Net Position as a Percentage of Total Pension Liability	42.37%	39.57%	42.04%	41.27%	40.71%	39.05%	45.45%	43.65%	44.06%	44.60%

*See Accompanying Notes on Pages 56-57*

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Required Supplementary Information  
Schedule of Contributions - SURS  
For the Year Ended June 30, 2025  
(Unaudited)

	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020
Lake Land's Federal, Trust, and Other Contribution	\$ 69,447	\$ 60,841	\$ 62,379	\$ 69,680	\$ 75,281
Lake Land's Contribution in relation to required contribution	69,447	60,841	62,379	69,680	75,281
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Lake Land's Covered Payroll	<u>\$ 547,258</u>	<u>\$ 485,563</u>	<u>\$ 500,634</u>	<u>\$ 566,965</u>	<u>\$ 578,195</u>
Contributions as a Percentage of Covered Payroll	12.69%	12.53%	12.46%	12.29%	13.02%
	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024	Fiscal Year 2025
Lake Land's Federal, Trust, and Other Contribution	\$ 66,551	\$ 58,571	\$ 80,471	\$ 109,722	\$ 63,126
Lake Land's Contribution in relation to required contribution	66,551	58,571	80,471	109,722	63,126
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Lake Land's Covered Payroll	<u>\$ 524,024</u>	<u>\$ 475,414</u>	<u>\$ 627,210</u>	<u>\$ 875,674</u>	<u>\$ 526,928</u>
Contributions as a Percentage of Covered Payroll	12.70%	12.32%	12.83%	12.53%	11.98%

*See Accompanying Notes on Pages 56-57*

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Notes to Required Supplementary Information – Pension Liability  
For the Year Ended June 30, 2025  
(Unaudited)

*Changes of Benefit Terms*

Public Act 103-0548, effective August 11, 2023, made changes to the calculation of service and eliminated the part-time adjustment for participants on or after September 1, 2024. This change was first reflected in the Total Pension Liability as of June 30, 2024.

*Changes of Assumptions*

In accordance with *Illinois Compiled Statutes*, an actuarial review is to be performed at least once every three years to determine the reasonableness of actuarial assumptions regarding the retirement, disability, mortality, turnover, interest, and salary of the members and benefit recipients of SURS. An experience review for the years June 30, 2020, to June 30, 2023, was performed in Spring 2024, resulting in the adoption of new assumptions as of June 30, 2024. These assumptions are listed below.

- Salary increase – The overall assumed rates of salary increase range from 3.15 percent to 15.00 percent based on years of service, with an underlying wage inflation rate of 2.40 percent. Separate rates of increase are assumed for members in academic and non-academic positions.
- Investment return – The investment return is assumed to be 6.50 percent. This reflects an assumed real rate of return to 4.10 percent and assumed price inflation of 2.40 percent.
- Effective rate of interest – The long-term assumption for the effective rate of interest for crediting the money purchase accounts is 7.00 percent.
- Normal retirement rates – Separate rates are assumed for members in academic positions, non-academic positions, and public safety positions. Rates are generally highest for public safety positions and lowest for academic positions.
- Early retirement rates – Separate rates are assumed for members in academic positions and non-academic positions. Rates are generally higher for non-academic positions.
- Turnover rates – Assumed rates maintain the pattern of decreasing termination rates as years of service increase, with separate rates for academic and non-academic positions.
- Mortality rates – Use of Pub-2010 mortality tables reflects its high applicability to public pensions. The projection scale utilized is the MP-2021 scale, with separate rates for academic, non-academic, and public safety members.
- Disability rates – Separate rates are assumed for members in academic positions, non-academic positions and public safety positions, as well as for males and females. Public safety disability incidence is assumed to be 50 percent line-of-duty related and 50 percent ordinary.

- Plan election – For new non-academic members, assumed plan election rates are 75 percent for Tier 2 and 25 percent for Retirement Savings Plan (RSP). For new academic members, assumed plan election rates are 55 percent for Tier 2 and 45 percent for RSP.
- Cost of living adjustment – Annual annuity increases are assumed to be 3.00 percent for Tier 1 members and 1.20 percent for Tier 2 members.

LAKE LAND COLLEGE  
Required Supplementary Information  
Schedule of Proportionate Share of OPEB Liability - CIP  
For the Year Ended June 30, 2025  
(Unaudited)

	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024
a) Lake Land's Proportionate Percentage of the Collective Net OPEB Liability	1.218243%	1.195476%	1.216456%	1.347859%	1.301146%	1.282778%	1.226396%	1.244025%	1.254789%
b) Lake Land's Proportionate Amount of the Collective Net OPEB Liability	\$ 22,171,518	\$ 21,801,147	\$ 22,933,246	\$ 25,454,857	\$ 23,716,814	\$ 22,263,031	\$ 8,395,420	\$ 8,786,964	\$ 8,346,713
c) Portion of Nonemployer Contributing Entities' Total Proportion of Collective Net OPEB Liability Associated with Lake Land	23,100,835	21,514,012	22,933,246	23,716,767	23,716,767	22,263,031	8,395,420	8,786,964	8,346,713
Total b) + c)	<u>\$ 45,272,353</u>	<u>\$ 43,315,159</u>	<u>\$ 45,866,492</u>	<u>\$ 49,171,624</u>	<u>\$ 47,433,581</u>	<u>\$ 44,526,062</u>	<u>\$ 16,790,840</u>	<u>\$ 17,573,928</u>	<u>\$ 16,693,426</u>
Lake Land's Covered Payroll	<u>\$ 22,082,400</u>	<u>\$ 20,743,200</u>	<u>\$ 21,246,000</u>	<u>\$ 24,198,200</u>	<u>\$ 23,932,600</u>	<u>\$ 23,854,200</u>	<u>\$ 23,131,000</u>	<u>\$ 24,608,600</u>	<u>\$ 26,600,133</u>
Lake Land's Proportionate Share of Collective Net OPEB Liability as a Percentage of Covered Payroll	100.40%	105.10%	107.94%	105.19%	99.10%	93.33%	36.30%	35.71%	31.38%
CIP Plan Net Position as a Percentage of Total OPEB Liability	-2.15%	-2.87%	-3.54%	-1.13%	-5.07%	-6.38%	-22.03%	-17.87%	-18.45%

NOTE: The College implemented GASB No. 75 in fiscal year 2018. The information is presented for as many years as available. The schedules are intended to show information for 10 years.

*See Accompanying Notes on Page 60*

LAKE LAND COLLEGE  
Required Supplementary Information  
Schedule of Contributions - CIP  
For the Year Ended June 30, 2025  
(Unaudited)

Year Ended June 30	Statutorily Required Contributions*	Covered Payroll	Actual Contribution as a % of Covered Payroll
2025	\$ 227,127	\$ 26,720,824	0.85%
2024	199,501	26,600,133	0.75%
2023	123,043	24,608,600	0.50%
2022	115,655	23,131,000	0.50%
2021	119,271	23,854,200	0.50%
2020	119,663	23,932,600	0.50%
2019	120,991	24,198,200	0.50%
2018	106,230	21,246,000	0.50%
2017	103,716	20,743,200	0.50%
2016	110,412	22,082,400	0.50%

\* Statutorily required contributions equal actual contributions recognized by the plan.

*See Accompanying Notes on Page 60*

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Notes to Required Supplementary Information – OPEB Liability  
For the Year Ended June 30, 2025  
(Unaudited)

*Changes of Benefit Terms*

There were no benefit changes in the Total OPEB Liability as of June 30, 2024.

*Assumptions Used*

- Actuarial Cost Method – Entry Age Normal, used to measure the Total OPEB Liability
- Contribution Policy – Benefits are financed on a pay-as-you go basis. Contribution rates are defined by statute. For fiscal year end June 30, 2024, contribution rates are 0.75 percent of pay for active members, 0.75 percent of pay for community colleges and 0.75 percent of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.
- Asset Valuation Method – Market value
- Investment Rate of Return – 0 percent, net of OPEB plan investment expense, including inflation, for all plan years.
- Inflation – 2.25 percent
- Salary Increases – Depends on age and service and ranges from 12.75 percent at less than 1 year of service to 3.50 percent at 34 or more years of service for employees under age 50 and ranges from 12.00 percent at less than 1 year of service to 3.00 percent at 34 or more years of service for employees over age 50. Salary increase includes a 3.00 percent 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, 2021, actuarial valuation of SURS.
- Mortality – Retirement and Beneficiary Annuitants: Pub-2010 Healthy Retiree Mortality Table and PubT-2010 Healthy Retiree Mortality Table. Disabled Annuitants: Pub-2010 Disabled Retiree Mortality Table. Pre-Retirement: Pub-2010 Employee Mortality Table and PubT-2010 Employee Mortality Table. Tables are adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2020.
- Healthcare Cost Trend Rates – Trend used plan year end 2025 are based on actual prelim increases. For non-medicare costs, trend rates start at 8.00 percent for plan year 2026 and decrease gradually to an ultimate rate of 4.25 percent in 2041. For MAPD costs, trend rates are based on actual premium increases for 2025, 15.00 percent in 2026 to 2030 and 7.00 percent in 2031, declining gradually to an ultimate rate of 4.25 percent in 2041.
- 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.



LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Schedule of Assessed Valuations, Tax Rates, and Extensions  
June 30, 2025

	2024 Levy	2023 Levy	2022 Levy
<b>District Valuations</b>			
Christian	\$ 108,015,663	\$ 98,684,392	\$ 88,532,572
Clark	401,206,083	346,513,415	311,678,906
Clay	36,514,172	32,407,829	28,352,813
Coles	970,817,209	888,465,107	839,407,685
Crawford	55,581	48,948	43,028
Cumberland	254,723,117	230,749,158	208,341,719
Douglas	128,065,210	115,123,925	103,461,898
Edgar	358,136,856	328,851,195	298,815,518
Effingham	1,135,694,952	1,033,585,762	958,894,505
Fayette	217,075,022	193,184,297	168,716,446
Jasper	31,487,191	28,721,699	25,609,250
Macon	5,742,211	5,409,555	5,129,062
Montgomery	4,733,665	4,403,518	4,040,034
Moultrie	384,684,301	356,949,408	329,134,673
Shelby	521,045,314	473,775,667	428,204,113
<b>TOTAL</b>	<u><u>\$ 4,557,996,547</u></u>	<u><u>\$ 4,136,873,875</u></u>	<u><u>\$ 3,798,362,222</u></u>
<b>Tax Rates</b>			
<b>(Per \$100 Assessed Valuations)</b>			
Education	0.15468	0.15983	0.15500
Foundation	0.09690	0.09954	0.10330
Operations, Buildings & Maintenance	0.02328	0.02416	0.02500
Bond and Interest	0.14488	0.15940	0.17392
Life Safety	0.03294	0.04820	0.05000
Audit	0.00220	0.00356	0.00500
Liabilities Protections & Settlement	0.05162	0.03389	0.03413
<b>TOTAL</b>	<u><u>0.50650</u></u>	<u><u>0.52858</u></u>	<u><u>0.54635</u></u>
<b>Taxes Extended</b>			
Education	\$ 7,050,266	\$ 6,612,148	\$ 5,887,461
Foundation	4,416,699	4,117,844	3,923,708
Operations, Buildings & Maintenance	1,061,102	999,469	949,591
Bond and Interest	6,603,625	6,594,177	6,606,112
Life Safety	1,501,404	1,993,973	1,899,181
Audit	100,276	147,273	189,918
Liabilities Protections & Settlement	2,352,837	1,401,986	1,296,381
	<u><u>\$ 23,086,209</u></u>	<u><u>\$ 21,866,870</u></u>	<u><u>\$ 20,752,352</u></u>
<b>Taxes Collected</b>	<u><u>\$ -</u></u>	<u><u>\$ 21,862,530</u></u>	<u><u>\$ 20,941,122</u></u>
<b>Percentage of Extensions Collected</b>	<u><u>0%</u></u>	<u><u>100%</u></u>	<u><u>101%</u></u>

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Schedule of Taxes Receivable and Tax Collections  
For the Year Ended June 30, 2025

Levy Year	Assessed Valuation	Combined Rate	Taxes Extended	Collected		Total Collected to June 30, 2025	Percent Collected June 30, 2025	Allowance for Uncollectible Taxes	Taxes Written-off
				Total Collected to June 30, 2024	During Year Ended June 30, 2025				
2024	\$ 4,557,996,547	0.5065	\$ 23,086,209	\$ -	\$ -	\$ -	0.00%	\$ -	\$ -
2023	4,136,873,875	0.5286	21,866,870	-	21,862,530	21,862,530	99.98%	-	-
2022	3,798,362,222	0.5464	<u>20,752,352</u>	<u>20,941,122</u>	<u>-</u>	<u>20,941,122</u>	100.91%	-	-
			<u>\$ 65,705,431</u>	<u>\$ 20,941,122</u>	<u>\$ 21,862,530</u>	<u>\$ 42,803,652</u>			<u>\$ -</u>

**2024 TAXES EXTENDED**

	Collected June 30, 2024	Uncollected June 30, 2024	Estimate	
			For Uncollectible Taxes	Balance After Allowance
Education	\$ -	\$ 7,050,266	\$ -	\$ 7,050,266
Foundation	-	4,416,699	-	4,416,699
Operations, Buildings & Maintenance	-	1,061,102	-	1,061,102
Bond and Interest	-	6,603,625	-	6,603,625
Life Safety	-	1,501,404	-	1,501,404
Audit	-	100,276	-	100,276
Liabilities Protections & Settlement	-	2,352,838	-	2,352,838
	<u>\$ -</u>	<u>\$ 23,086,210</u>	<u>\$ -</u>	<u>\$ 23,086,210</u>

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Schedule of Assessed Valuations  
June 30, 2025

<u>Tax Levy Year</u>	<u>Equalized Assessed Valuation</u>
2024	\$ 4,557,996,547
2023	4,136,873,875
2022	3,798,362,222
	<u>\$ 12,493,232,644</u>

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Schedule of Legal Debt Margin  
June 30, 2025

**Assessed Valuations - 2024 Levy\*\*\***

Christian	\$ 108,015,663
Clark	401,206,083
Clay	36,514,172
Coles	970,817,209
Crawford	55,581
Cumberland	254,723,117
Douglas	128,065,210
Edgar	358,136,856
Effingham	1,135,694,952
Fayette	217,075,022
Jasper	31,487,191
Macon	5,742,211
Montgomery	4,733,665
Moultrie	384,684,301
Shelby	521,045,314
	<u>\$ 4,557,996,547</u>

Debt Limit, 2.875 Percent of Assessed Valuation (50 ILCS 405/1)	\$ 131,042,401
-----------------------------------------------------------------	----------------

## Indebtedness:

General Obligation Community College Bonds	<u>13,585,000</u>
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**Legal Debt Margin**

	<u><u>\$ 117,457,401</u></u>
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\*\*\* - Most Current Assessed Valuation Available

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Schedule of Debt Maturities  
Governmental Fund Types  
June 30, 2025

**GENERAL OBLIGATION COMMUNITY COLLEGE BONDS**

<b>Year Ended</b>		<b>Interest</b>			
<b>June 30,</b>	<b>Bond Type</b>	<b>Rate</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2026	Series 2016B	2.000%	\$ 155,000	\$ 5,150	\$ 160,150
2026	Series 2022A	5.000%	6,340,000	258,250	6,598,250
2026	Series 2025	5.000%	-	344,079	344,079
2027	Series 2016B	2.250%	160,000	1,800	161,800
2027	Series 2022A	5.000%	1,995,000	49,875	2,044,875
2027	Series 2025	5.000%	4,935,000	123,375	5,058,375
			<u>\$ 13,585,000</u>	<u>\$ 782,529</u>	<u>\$ 14,367,529</u>

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
All Funds Summary - Modified Accrual Basis  
Uniform Financial Statement No. 1  
For the Year Ended June 30, 2025

	Education Fund	Operations and Maintenance Fund	Operations and Maintenance Fund (Restricted)	Bond and Interest Fund	Auxiliary Enterprises Fund	Restricted Purposes Fund	Working Cash Fund	Audit Fund	Liability, Protection, and Settlement Fund	Total
Fund Balance, July 1, 2024, as Previously Reported	\$ 36,495,757	\$ 7,444,312	\$ 6,452,642	\$ 2,929,179	\$ 2,928,613	\$ (131,864)	\$ 27,726,972	\$ 171,315	\$ (375,865)	\$ 83,641,061
Prior Period Adjustment **	-	-	-	-	-	91,097	-	-	-	91,097
Fund Balance, July 1, 2024, as Restated	36,495,757	7,444,312	6,452,642	2,929,179	2,928,613	(40,767)	27,726,972	171,315	(375,865)	83,732,158
Revenues:										
Local Tax Revenue	10,380,797	1,013,925	2,023,308	6,749,642	-	-	-	150,135	1,465,011	21,782,818
All Other Local Revenue	593,772	-	-	-	-	1,380	-	-	-	595,152
Chargeback Revenue	-	-	-	-	-	-	-	-	-	-
ICCB Grants	8,348,884	3,446,300	-	-	-	2,850,184	-	-	-	14,645,368
All Other State Revenue (Including SURS On-Behalf)	492,162	-	-	-	-	18,567,265	-	-	-	19,059,427
Federal Revenue	33,840	-	-	-	-	9,519,855	-	-	-	9,553,695
Student Tuition and Fees	12,033,031	-	-	-	294,585	-	-	-	-	12,327,616
Bond Proceeds	-	-	9,754,143	-	-	-	-	-	-	9,754,143
Investment Income (Loss)	-	-	449,419	(544)	-	-	4,320,220	-	-	4,769,095
All Other Revenue	1,474,597	529,342	-	-	1,933,916	196,431	-	-	-	4,134,286
Total Revenues	33,357,083	4,989,567	12,226,870	6,749,098	2,228,501	31,135,115	4,320,220	150,135	1,465,011	96,621,600
Expenditures:										
Instruction	14,897,621	-	-	-	-	12,760,880	-	-	-	27,658,501
Academic Support	1,309,912	-	-	-	-	228,529	-	-	-	1,538,441
Student Services	3,333,393	-	-	-	-	1,133,469	-	-	125,625	4,592,487
Public Service/Continuing Education	940,363	-	-	-	-	1,521,718	-	-	-	2,462,081
Organized Research	-	-	-	-	-	-	-	-	-	-
Auxiliary Services	-	-	-	-	3,094,879	224,234	-	-	-	3,319,113
Operations and Maintenance	-	4,578,109	9,123,963	170,086	-	537,034	-	-	939,014	15,348,206
Institutional Support	9,276,566	-	4,697,562	6,797,107	1,115,533	6,040,870	321,196	144,614	1,193,616	29,587,064
Scholarships, Student Grants, and Waivers	598,041	-	-	-	-	9,023,388	-	-	-	9,621,429
Total Expenditures	30,355,896	4,578,109	13,821,525	6,967,193	4,210,412	31,470,122	321,196	144,614	2,258,255	94,127,322
Net Transfers	(1,367,009)	1,249	-	98,679	1,267,081	-	-	-	-	-
Fund Balance, June 30, 2025	\$ 38,129,935	\$ 7,857,019	\$ 4,857,987	\$ 2,809,763	\$ 2,213,783	\$ (375,774)	\$ 31,725,996	\$ 176,836	\$ (1,169,109)	\$ 86,226,436

\*\* This prior period adjustment merely relates to a transfer that was only absent in this schedule for the year ended June 30, 2024. No impact to the College's Basic Financial Statements.

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Summary of Fixed Assets and Debt  
Uniform Financial Statement No. 2  
For the Year Ended June 30, 2025

	Capital Assets / Long Term Debt			
	July 1, 2024	Additions	Deletions	June 30, 2025
Fixed Assets:				
Land	\$ 5,013,637	\$ -	\$ -	\$ 5,013,637
Buildings, Additions, and Improvements	135,562,804	9,314,586	(157,737)	144,719,653
Equipment	13,608,400	1,119,152	(1,262,080)	13,465,472
Other Fixed Assets	7,829,875	9,554,789	(9,549,768)	7,834,896
Accumulated Depreciation and Amortization	(67,720,074)	(6,133,907)	624,723	(73,229,258)
Net Fixed Assets	<u>\$ 94,294,642</u>	<u>\$ 13,854,620</u>	<u>\$ (10,344,862)</u>	<u>\$ 97,804,400</u>
Fixed Debt:				
Bonds	\$ 14,835,000	\$ 9,560,000	\$ (10,810,000)	\$ 13,585,000
Net Other Postemployment				
Benefit Liability	8,786,966	-	(440,253)	8,346,713
Lease Liabilities	165,820	-	(151,636)	14,184
Subscription Liabilities	154,178	114,713	(182,083)	86,808
Planned Retirement Payable	<u>2,349,448</u>	<u>504,196</u>	<u>(796,827)</u>	<u>2,056,817</u>
Total Fixed Debt	<u>\$ 26,291,412</u>	<u>\$ 10,178,909</u>	<u>\$ (12,380,799)</u>	<u>\$ 24,089,522</u>

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Operating Funds Revenues and Expenditures - Modified Accrual Basis  
Uniform Financial Statement No. 3  
For the Year Ended June 30, 2025

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
Operating Revenues by Source:			
<i>Local Government Revenue</i>			
Local Taxes	\$ 10,380,797	\$ 1,013,925	\$ 11,394,722
Corporate Personal Property Replacement Tax	593,772	-	593,772
Chargeback Revenue	-	-	-
Total Local Government	10,974,569	1,013,925	11,988,494
<i>State Government</i>			
ICCB Base Operating Grant	4,341,744	-	4,341,744
ICCB Equalization Grant	3,446,300	3,446,300	6,892,600
ICCB Career & Technical Education	560,840	-	560,840
Illinois Department of Corrections	463,693	-	463,693
Other	28,469	-	28,469
Total State Government	8,841,046	3,446,300	12,287,346
<i>Federal Government</i>			
Department of Education	33,840	-	33,840
Total Federal Government	33,840	-	33,840
<i>Student Tuition and Fees</i>			
Tuition	9,166,243	-	9,166,243
Fees	2,866,788	-	2,866,788
Total Student Tuition and Fees	12,033,031	-	12,033,031
<i>Other Sources</i>			
Sales and Service Fees	994,198	-	994,198
Facilities Revenue	-	420,205	420,205
Investment Revenue	207,523	-	207,523
Contributions	80,976	109,137	190,113
Other	191,900	-	191,900
Total Other Sources	1,474,597	529,342	2,003,939
Total Operating Revenues	33,357,083	4,989,567	38,346,650
<i>Less: Non-Operating Items</i>			
Tuition Chargeback Revenue	-	-	-
Adjusted Operating Revenue	\$ 33,357,083	\$ 4,989,567	\$ 38,346,650



LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Operating Funds Revenues and Expenditures - Modified Accrual Basis  
Uniform Financial Statement No. 3  
For the Year Ended June 30, 2025

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
Operating Expenditures by Program:			
Instruction	\$ 14,897,621	\$ -	\$ 14,897,621
Academic Support	1,309,912	-	1,309,912
Student Services	3,333,393	-	3,333,393
Public Service/Continuing Education	940,363	-	940,363
Operations and Maintenance	-	4,578,109	4,578,109
Institutional Support	9,276,566	-	9,276,566
Scholarships, Grants, and Waivers	598,041	-	598,041
Transfers	1,367,009	(1,249)	1,365,760
Total Operating Expenditures by Program	31,722,905	4,576,860	36,299,765
Less: Non-Operating Items			
Transfers	(1,367,009)	1,249	(1,365,760)
Tuition Chargeback	-	-	-
Adjusted Operating Expenditures by Program	<u>\$ 30,355,896</u>	<u>\$ 4,578,109</u>	<u>\$ 34,934,005</u>
Operating Expenditures by Object:			
Salaries	\$ 18,600,214	\$ 1,169,441	\$ 19,769,655
Employee Benefits	4,636,181	365,577	5,001,758
Contractual Services	1,885,344	943,605	2,828,949
General Materials and Supplies	2,448,563	333,544	2,782,107
Library Materials *	210,057	-	210,057
Conference and Meeting Expenses	420,465	571	421,036
Fixed Charges	328,104	127,671	455,775
Utilities	-	1,441,649	1,441,649
Capital Outlay	236,349	192,917	429,266
Other	1,800,676	3,134	1,803,810
Transfers	1,367,009	(1,249)	1,365,760
Total Operating Expenditures by Object	31,722,905	4,576,860	36,299,765
Less: Non-Operating Items			
Transfers	(1,367,009)	1,249	(1,365,760)
Adjusted Operating Expenditures by Object	<u>\$ 30,355,896</u>	<u>\$ 4,578,109</u>	<u>\$ 34,934,005</u>

\* Per ICCB reporting requirements, this line is presented as a memo only figures and is not added into the total expenditures amount.

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Restricted Purposes Fund Revenues and Expenditures - Modified Accrual Basis  
Uniform Financial Statement No. 4  
For the Year Ended June 30, 2025

	<u>Restricted Purposes Fund</u>
Revenue by Source:	
<i>Local Government</i>	
Other Local Government	<u>\$ 1,380</u>
<i>State Government</i>	
ICCB - Adult Education	461,021
ICCB - Other	948,130
ICCB - Credit Hour Grant	1,441,033
Illinois Department of Corrections	8,228,239
Illinois Student Assistance Commission	1,536,043
SURS - On Behalf	8,395,634
Other State Government	<u>407,349</u>
Total State Government	<u>21,417,449</u>
<i>Federal Government</i>	
Department of Education	7,899,028
ICCB - Adult Education	188,460
ICCB - Carl Perkins	507,279
Department of Labor	732,091
Department of Transportation	75,023
Department of Veteran Affairs	45,309
National Science Foundation	71,789
Corporation for National and Community Service	<u>876</u>
Total Federal Government	<u>9,519,855</u>
<i>Other</i>	
Contribution Revenue	28,452
Other	<u>167,979</u>
Total Other	<u>196,431</u>
 Total Restricted Purposes Fund Revenues	 <u><u>\$ 31,135,115</u></u>

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Restricted Purposes Fund Revenues and Expenditures - Modified Accrual Basis  
Uniform Financial Statement No. 4  
For the Year Ended June 30, 2025

	<u>Restricted Purposes Fund</u>
Expenditures by Program:	
Instruction	\$ 12,760,880
Academic Support	228,529
Student Services	1,133,469
Public Service/Continuing Education	1,521,718
Auxiliary Services	224,234
Operations and Maintenance	537,034
Institutional Support	6,040,870
Scholarships, Grants, and Waivers	9,023,388
Total Restricted Purposes Fund Expenditures by Program	<u>\$ 31,470,122</u>
Expenditures by Object:	
Salaries	\$ 7,684,775
Employee Benefits (Including SURS On-Behalf)	10,756,374
Contractual Services	601,567
General Materials and Supplies	1,545,228
Travel and Conference/Meeting Expenses	199,383
Utilities	568,339
Capital Outlay	630,600
Other	9,483,856
<i>Scholarships, Grants, and Waivers *</i>	9,023,388
Total Restricted Purposes Fund Expenditures by Object	<u>\$ 31,470,122</u>

\* Per ICCB reporting requirements, this line is presented as a memo only figure and is not added into the total expenditures amount.

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Current Funds\* Expenditures by Activity - Modified Accrual Basis  
Uniform Financial Statement No. 5  
For the Year Ended June 30, 2025

## Instruction:

Instructional Programs	\$ 27,658,501
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## Academic Support:

Library Center	634,257
Academic Computing Support	44
Academic Administration and Planning	572,320
Other	331,820
Total Academic Support	1,538,441

## Student Services Support:

Admissions and Records	1,274,036
Counseling and Career Services	1,746,036
Financial Aid Administration	600,646
Other	971,769
Total Student Services Support	4,592,487

## Public Service/Continuing Education:

Community Education	781,393
Customized Training	940,363
Community Services	333,492
Other	406,833
Total Public Service/Continuing Education	2,462,081

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Current Funds\* Expenditures by Activity - Modified Accrual Basis  
Uniform Financial Statement No. 5  
For the Year Ended June 30, 2025

Auxiliary Services	3,319,113
Operations and Maintenance of Plant:	
Maintenance	569,602
Custodial Services	847,045
Grounds	352,455
Campus Security	705,975
Transportation	48,660
Utilities	1,501,461
Administration	1,314,659
Other	884,386
Total Operations and Maintenance of Plant	<u>6,224,243</u>
Institutional Support:	
Executive Management	1,386,169
Fiscal Operations	2,006,534
Community Relations	937,735
Board of Trustees	130,001
General Institutional	7,648,194
Institutional Research	208,832
Administrative Data Processing	214,982
Other	12,035,859
Total Institutional Support	<u>24,568,306</u>
Scholarships, Student Grants, and Waivers	<u>9,621,429</u>
Total Current Funds Expenditures	<u><u>\$ 79,984,601</u></u>

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

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Fiscal Year 2026 Certification of Per Capita Cost  
For the Year Ended June 30, 2025

All Fiscal Year 2025 Non-Capital Audited Operating Expenditures  
from the Following Funds:

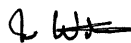
Education Fund	\$ 30,119,547
Operations and Maintenance Fund	4,385,192
Bond and Interest Fund	170,086
Restricted Purposes Fund	22,443,888
Audit Fund	144,614
Liability, Protection and Settlement Fund	2,258,255
Auxiliary Enterprise Fund (Subsidy Fund)	<u>1,267,081</u>
Total Non-Capital Expenditures	60,788,663

Depreciation on Capital Outlay Expenditures from Sources

Other than State and Federal Funds	<u>6,007,032</u>
Total Costs Included	<u>\$ 66,795,695</u>

Total Certified Semester Credit Hours for Fiscal Year 2025	<u><u>103,836.0</u></u>
------------------------------------------------------------	-------------------------

Per Capita Cost	<u><u>\$ 643.28</u></u>
-----------------	-------------------------

Approved:   
Chief Fiscal Officer

Date: 12/02/2025

Approved:   
Chief Executive Officer

Date: 12-2-2025

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 #517  
Mattoon, Illinois

**Report on the Financial Statements**

***Opinion***

We have audited the accompanying balance sheet of the Adult Education and Family Literacy Grants Program of Lake Land College (the College) as of June 30, 2025, and the related statement 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 financial position of the Adult Education and Family Literacy grants of the College at June 30, 2025, and the results of its operations 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 and the grant policy guidelines of the Illinois Community College Board's (ICCB) *Fiscal Management Manual*. Our responsibilities under those standards are 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. Our audit also includes a review of compliance with the provisions of laws, regulations, contracts, and grants between the College and the State of Illinois and the ICCB. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## ***Responsibilities of Management for the Financial Statements and Compliance***

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 the financial reporting provisions of the ICCB. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to error or fraud. Management is also responsible for compliance with the requirements of the ICCB.

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.

## ***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 opinion. 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.
- 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.

The accompanying balance sheets and statements of revenue and expenditures were prepared for the purpose of complying with the terms of the ICCB Grants and are not intended to be a complete presentation of the College's revenue and expenditures in conformity with accounting principles generally accepted in the United States of America.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the basic grant program financial statements taken as a whole. The supplementary ICCB compliance schedule for the Adult Education and Family Literacy Grants (Schedule 14) is presented for purposes of additional analysis as required by the ICCB and is not a required part of the basic grant program financial statements. This schedule is the responsibility of the College's management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic grant program financial statements. This schedule has been subjected to the auditing procedures applied in the audit of the basic grant program financial statements and, in our opinion, is fairly stated in all material respects, in relation to the basic grant program financial statements taken as a whole.

### **Report on Compliance**

In connection with our audit, nothing came to our attention that caused us to believe that the College failed to comply with terms, covenants, provisions, or conditions of the Adult Education and Family Literacy grants as presented in the policy guidelines of the ICCB's *Fiscal Management Manual*, insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures; other matters may have come to our attention regarding the College's noncompliance.

MH CPA PLLC

Champaign, Illinois  
October 29, 2025

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
State Adult Education Restricted Funds  
(State Basic and Performance)  
Balance Sheet  
June 30, 2025

ASSETS

	State Basic	Performance	Total
Cash	\$ -	\$ -	\$ -
Accounts Receivable	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LIABILITIES AND FUND BALANCE

Accounts Payable	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

*See Accompanying Notes on Page 81*

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
State Adult Education Restricted Funds  
(State Basic and Performance)  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance  
For the Year Ended June 30, 2025

	State Basic	Performance	Total
<b>Revenues</b>			
ICCB Grant	\$ 249,233	\$ 140,785	\$ 390,018
<b>Expenditures</b>			
Instructional Student Services:			
Instruction	-	-	-
Social Work Services	-	-	-
Guidance Services	-	-	-
Assistive and Adaptive Equipment	-	-	-
Assessment and Testing	-	-	-
Student Transportation Services	-	-	-
Literacy Services	-	-	-
Total Instructional Student Services	-	-	-
Program Support:			
Improvement of Instructional Services	249,233	-	249,233
General Administration	-	140,785	140,785
Operation and Maintenance of Plant	-	-	-
Data and Information Services	-	-	-
Approved Indirect Costs	-	-	-
Total Program Support	249,233	140,785	390,018
Total Expenditures	249,233	140,785	390,018
Excess of Revenue Over Expenditures	-	-	-
<b>Fund Balance, July 01, 2024</b>	-	-	-
<b>Fund Balance, June 30, 2025</b>	\$ -	\$ -	\$ -

*See Accompanying Notes on Page 81*

LAKE LAND COLLEGE  
 COMMUNITY COLLEGE DISTRICT #517  
 ICCB Compliance Statement for the  
 Adult Education and Family Literacy Grants  
 Expenditure Amounts and Percentages for  
 ICCB Grant Funds Only  
 For the Year Ended June 30, 2025

	Audited Expenditure (Dollars)	Actual Expenditure (Percentage)
<b>State Basic</b>		
Generation (45 Percent Minimum Required)*	-	0.00%

\* This requirement was removed by ICCB for grants effective as of July 1, 2023 and after

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Notes to the ICCB Grant Financial Statements  
June 30, 2025

The Adult Education and Family Literacy Grant Program was established as a special revenue sub-fund of Lake Land College, Community College District #517 (the College) to account for revenues and expenditures of the respective program. This program is administered by the Illinois Community College Board (ICCB). The following is a summary of the significant accounting policies followed by the College in respect to this fund.

**Basis of Accounting**

The statements have been prepared on the accrual basis of accounting. Expenditures include all accounts payable representing liabilities for goods and services actually received as of June 30, 2025. Funds obligated for goods prior to June 30 for which the goods are received prior to August 31 are recorded as encumbrances. Unexpended funds are reflected as a reduction to fund balance and a liability due to the ICCB by October 15.

**Budgets and Budgetary Accounting**

Each year the College prepares a budget for the grant. The budget is prepared on the same basis of accounting as the records are maintained.

**Capital Outlay**

Capital outlay is charged to expenditure in the period which it is purchased instead of being recognized as an asset and depreciated over its useful life. As a result, the expenditures reflected in the statements include the cost of capital outlay purchased during the year rather than a provision for depreciation.

Certain capital outlay expenditures are accumulated in the General Fixed Assets Account Group of the College, for reporting specific to ICCB and in capital assets for external financial reporting on the statement of net position.

INDEPENDENT AUDITOR'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 #517  
Mattoon, Illinois

**Report on the Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed**

***Opinion***

We have audited the Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed of Lake Land College (the College) for the year ended June 30, 2025.

In our opinion, the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed of the College for the year ended June 30, 2025 is fairly presented in accordance with the financial reporting provisions of the Illinois Community College Board (ICCB) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.

***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the guidelines of the ICCB's *Fiscal Management Manual*, 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 Statement 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 opinion.

***Responsibilities of Management for the Financial Statement and Compliance***

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the financial reporting provisions of the ICCB. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement, which is free from material misstatement, whether due to error or fraud.

In preparing the financial statement, 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.

### ***Auditor's Responsibilities for the Audit of the Financial Statement***

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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 statement, 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 statement.
- 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.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statement noted above. The information on Schedules 16 through 20 is presented for purposes of additional analysis as required by the Illinois Community College Board and is not a required part of the financial statement. These schedules are the responsibility of the College's management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statement. These schedules have been subjected to the auditing procedures applied in the audit of the financial statement and, in our opinion, are fairly stated, in all material respects, in relation to the financial statement taken as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated October 29, 2025, on our consideration of the College's internal control over financial reporting and 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.

MH CPA PLLC

Champaign, Illinois  
October 29, 2025



LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Schedule of Enrollment Data and Other Bases  
Upon Which Claims are Filed  
For the Year Ended June 30, 2025

Categories	Total Reimbursable Semester Credit Hours by Term							
	Summer		Fall		Spring		Total	
	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted
Baccalaureate	5,577.0	0.5	22,644.5	-	22,382.0	-	50,603.5	0.5
Business Occupational	648.0	46.5	2,818.5	186.0	2,934.5	54.0	6,401.0	286.5
Technical Occupational	5,894.0	25.0	11,503.0	-	14,664.0	-	32,061.0	25.0
Health Occupational	1,262.5	-	4,557.0	48.0	5,841.5	-	11,661.0	48.0
Remedial Developmental	192.5	-	547.5	55.0	383.0	110.0	1,123.0	165.0
Adult Basic/Secondary Education	-	-	14.0	673.5	19.0	755.0	33.0	1,428.5
<b>TOTAL CREDIT HOURS CERTIFIED</b>	<b>13,574.0</b>	<b>72.0</b>	<b>42,084.5</b>	<b>962.5</b>	<b>46,224.0</b>	<b>919.0</b>	<b>101,882.5</b>	<b>1,953.5</b>

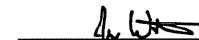
	<b>Attending In-District</b>	<b>Attending Out-of- District on Chargeback</b>	<b>Total</b>
Reimbursable Semester Credit Hours (All Terms)	70,497.0	-	70,497.0
	<b>Dual Credit</b>	<b>Dual Enrollment</b>	
Reimbursable Semester Credit Hours (All Terms)	13,200.5	165.0	

District 2024 Equalized Assessed Valuation \$ 4,557,996,547

Categories	Total Reimbursable Correctional Semester Credit Hours by Term			
	Summer	Fall	Spring	Total
Baccalaureate	1,260.0	1,875.0	2,118.0	5,253.0
Business Occupational	-	-	-	-
Technical Occupational	4,775.0	6,493.5	8,045.5	19,314.0
Health Occupational	-	-	-	-
Remedial Developmental	87.5	259.0	308.0	654.5
Adult Basic/Secondary Education	-	-	-	-
<b>TOTAL CREDIT HOURS CERTIFIED</b>	<b>6,122.5</b>	<b>8,627.5</b>	<b>10,471.5</b>	<b>25,221.5</b>

Signatures:

  
\_\_\_\_\_  
Chief Executive Officer (CEO)

  
\_\_\_\_\_  
Chief Financial Officer (CFO)

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
For the Year Ended June 30, 2025

**Reconciliation of Total Semester Credit Hours**

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	50,603.5	50,603.5	-	0.5	0.5	-
Business Occupational	6,401.0	6,401.0	-	286.5	286.5	-
Technical Occupational	32,061.0	32,061.0	-	25.0	25.0	-
Health Occupational	11,661.0	11,661.0	-	48.0	48.0	-
Remedial Developmental	1,123.0	1,123.0	-	165.0	165.0	-
Adult Basic / Secondary						
Education	33.0	33.0	-	1,428.5	1,428.5	-
Total Credit Hours Certified	101,882.5	101,882.5	-	1,953.5	1,953.5	-

**Reconciliation of In-District/Chargeback and Cooperative/Contractual Agreement Credit Hours**

	Total Attending	Total Attending as Certified to the ICCB	Difference
In-District Residents	70,497.0	70,497.0	-
Out-of-District on Chargeback or Contractual Agreement	-	-	-
Total	70,497.0	70,497.0	-

	Total Reimbursable	Total Reimbursable Certified to ICCB	Difference
Dual Credit	13,200.5	13,200.5	-
Dual Enrollment	165.0	165.0	-
Total	13,365.5	13,365.5	-

**Reconciliation of Total Correctional Semester Credit Hours**

Categories	Total Correctional Credit Hours	Total Correctional Credit Hours Certified to the ICCB	Difference
Baccalaureate	5,253.0	5,253.0	-
Business Occupational	-	-	-
Technical Occupational	19,314.0	19,314.0	-
Health Occupational	-	-	-
Remedial Developmental	654.5	654.5	-
Adult Basic/Secondary			
Education	-	-	-
Total Credit Hours Certified	25,221.5	25,221.5	-

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Documentation of Residency Verification Steps  
For the Year Ended June 30, 2025

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/rehabilitation 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.
- Internal 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.

The 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, the student must present a property tax statement from the address listed in order to verify the 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 the 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.

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Background Information on State Grant Activity  
For the Year Ended June 30, 2025

**Unrestricted Grants**

Base Operating Grants – General operating funds provided to colleges based upon credit enrollment.

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

**Statewide Initiatives**

Other Grants – These other grants are additional contractual grants provided for special or specific system-related initiatives. These grants are supported by signed contracts between the College and the State of Illinois. A description of the grants supported by grant agreements may be found in the appendix of the grant agreement governing these grants.

**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 schools and for Americanization and General Education Development Review classes. Included in this grant are funds for support services, such as student transportation and childcare facilities or provision.

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

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Schedule of Findings and Questioned Costs – ICCB Grant Compliance  
For the Year Ended June 30, 2025

**Findings – ICCB Grant Compliance**

No findings noted in the current fiscal year.

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Schedule of Prior Audit Findings – ICCB Grant Compliance  
For the Year Ended June 30, 2025

**Findings – ICCB Grant Compliance**

No findings noted in the prior fiscal year.

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Illinois Grant Accountability and Transparency Act - Consolidated Year-End Financial Report  
For the Year Ended June 30, 2025

CSFA Number	Program Name	State Funding	Federal Funding	Other Funding	Total
420-30-0076	WIOA Formula Grants	\$ -	\$ 613,963	\$ -	\$ 613,963
420-30-0081	WIOA Statewide Rapid Response - Formula	-	118,128	-	118,128
601-00-1591	Nurse Educator Fellowship Program	10,000	-	-	10,000
684-00-0465	Postsecondary Perkins Basic Grants - Federal CTE	-	456,776	-	456,776
684-00-2549	Postsecondary Perkins Title I Leadership Grant - Federal CTE	-	50,503	-	50,503
684-00-3272	Adult Education - Technology Infrastructure	71,003	-	-	71,003
684-01-1625	Adult Education and Literacy Basic Grants - Federal and State	390,018	188,460	-	578,478
	All Other Federal Expenditures	-	8,092,025	-	8,092,025
	All Other Costs Not Allocated	-	-	63,249,247	63,249,247
Total		<u>\$ 471,021</u>	<u>\$ 9,519,855</u>	<u>\$ 63,249,247</u>	<u>\$ 73,240,123</u>



LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2025

Federal Grantor/State Pass-Through Grantor/Program Title/Grant Name	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures	Provided to Subrecipients
<b>Department of Education</b>				
<i>Direct</i>				
<i>Student Financial Aid Cluster</i>				
Pell Grant Program	84.063		* \$ 6,316,665	\$ -
Federal Work Study	84.033		* 54,959	-
Direct Loan	84.268		* 790,509	-
Federal Supplemental Educational Opportunity Grant (FSEOG)	84.007		* 100,800	-
Total Student Financial Aid Cluster			<u>7,262,933</u>	<u>-</u>
<i>Trio Cluster</i>				
Trio Student Support Services	84.042A		302,602	-
Trio Talent Search Program	84.044A		333,493	-
Total Trio Cluster			<u>636,095</u>	<u>-</u>
<i>Passed through the Illinois Community College Board (ICCB)</i>				
Perkins Post Secondary	84.048	CTE-517-25	* 456,776	-
Perkins Leadership	84.048	CTEPL-51701-24	* 50,503	-
Adult Education - Basic Grants to States	84.002	AE-51701-25	188,460	-
Total Passed through ICCB			<u>695,739</u>	<u>-</u>
Total Department of Education			<u>8,594,767</u>	<u>-</u>
<b>Department of Labor</b>				
<i>Passed through Illinois Department of Commerce and Economic Opportunity</i>				
<i>Workforce Innovation and Opportunity Act (WIOA) Cluster</i>				
<i>WIOA Formula Funds</i>				
WIOA Adult Program	17.258	23-681023	319,940	277,733
WIOA Youth Activities	17.259	23-681023	226,393	172,034
WIOA Dislocated Workers	17.278	23-681023	67,630	45,153
Total WIOA Formula Funds			<u>613,963</u>	<u>494,920</u>
<i>WIOA Dislocated Worker Training</i>				
WIOA Rapid Response	17.278	23-651023	<u>118,128</u>	<u>118,128</u>
Total WIOA Cluster / Department of Labor			<u>732,091</u>	<u>613,048</u>
<b>Department of Transportation</b>				
<i>Direct</i>				
Commercial Motor Vehicle Operator Safety Training	20.235		<u>75,023</u>	<u>-</u>
<b>Department of Veterans Affairs</b>				
<i>Direct</i>				
Post 9/11 Veterans Educational Assistance	64.028		<u>45,309</u>	<u>-</u>
<b>National Science Foundation</b>				
<i>Direct</i>				
STEM Education	47.076		<u>71,789</u>	<u>-</u>
<b>Corporation for National and Community Service</b>				
<i>Direct</i>				
AmeriCorps State and National	94.006		<u>876</u>	<u>-</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 9,519,855</u>	<u>\$ 613,048</u>

\* - Denotes a major program.

*See Accompanying Notes on the Following Page*

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Notes to the Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2025

**1. Summary of Significant Accounting Policies**

The accompanying Schedule of Expenditures of Federal Awards (Schedule 22) includes the federal grant activity of Lake Land College (the College) for the year ended June 30, 2025. The information in this 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). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements of the College, which are presented in conformity with accounting principles generally accepted in the United States of America.

The College did not use the 10 percent de minimis indirect cost rate.

**2. Basis of Accounting**

The schedule has been prepared on the accrual basis of accounting. Expenditures include all accounts payable representing liabilities for goods and services received as of June 30, 2025.

**3. Property and Equipment**

Property and equipment purchases that are presented as expenditures in the schedule may be capitalized by the College, if applicable.

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 #517  
Mattoon, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Lake Land College (the College) and its discretely presented component unit as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the College's basic financial statements and have issued our report thereon dated October 29, 2025.

**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 College's internal control.

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

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

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the College's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 College's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

MH CPA PLLC  
Champaign, Illinois  
October 29, 2025



CERTIFIED PUBLIC ACCOUNTANTS



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

Board of Trustees  
Lake Land College  
Community College District #517  
Mattoon, Illinois

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Lake Land College'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, 2025. 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 types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

***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.

### ***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.

## Report on Internal Control Over Compliance

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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. *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 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. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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.

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.

MH CPA PLLC

Champaign, Illinois

October 29, 2025

LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2025

**1. Summary of Auditor's Results**

- (i) Type of audit report issued on the financial statements: Unmodified
- (ii) The audit did not disclose a material weakness or report a significant deficiency in internal control that is required to be reported in accordance with *Government Auditing Standards*.
- (iii) The audit did not disclose instances of noncompliance material to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.
- (iv) The audit did not disclose a material weakness or report a significant deficiency in internal control over a major federal award.
- (v) Type of report issued on compliance for the major programs: Unmodified
- (vi) The audit did not disclose a finding that is required to be reported in accordance with 2 CFR Section 200.516a.
- (vii) Major Programs:
  - U.S. Department of Education:
    - Student Financial Aid Cluster
      - Assistance Listing #84.063
      - Assistance Listing #84.033
      - Assistance Listing #84.268
      - Assistance Listing #84.007
    - Career and Technical Education – Basic Grants to States (Perkins V)
      - Assistance Listing #84.048
- (viii) The dollar threshold used to distinguish Type A and Type B programs was \$750,000.
- (ix) The College does not qualify as a low-risk auditee.

**2. Findings – Financial Statement Audit**

None noted

**3. Findings and Questioned Costs – Major Federal Award Programs Audit**

None noted



LAKE LAND COLLEGE  
COMMUNITY COLLEGE DISTRICT #517  
Summary Schedule of Prior Audit Findings  
For the Year Ended June 30, 2025

**2024-001: Federal Funding and Transparency Act (FFATA) Special Reporting**

*Condition*

The College did not submit the required FFATA special reports in Fiscal Year 2024.

*Current Status*

The College did not complete the required FFATA special reports in Fiscal Year 2025 as the WIOA grants ended September 30, 2024, which coincided with the timing of the finding in prior year.