



Comprehensive Annual Financial Report 2020

Fiscal years ended June 30, 2020 and 2019



Community College District 535, 1600 East Golf Road, Des Plaines, Illinois

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
Des Plaines, Illinois**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Years Ended June 30, 2020 and 2019**

Prepared by:
Administrative Affairs

Edwin Chandrasekar
Vice President for Administrative Affairs

W. Andy Williams, CPA
Controller, Budget and Accounting Services

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Years Ended June 30, 2020 and 2019**

TABLE OF CONTENTS

	<u>Page(s)</u>
Table of Contents	i-iii
 INTRODUCTORY SECTION	
President’s Letter.....	1-2
Transmittal Letter	3-12
Principal Officials.....	13-14
Organization Chart	15
Certificate of Achievement for Excellence in Financial Reporting.....	16
 FINANCIAL SECTION	
Independent Auditor’s Report	17-19
Management’s Discussion and Analysis (required supplementary information).....	20-36
Basic Financial Statements:	
Statements of Net Position	37-38
Statements of Revenues, Expenses and Changes in Net Position	39
Statements of Cash Flows	40-41
Component Unit:	
Statements of Financial Position	42
Statements of Activities.....	43
Notes to Financial Statements	44-92
Required Supplementary Information	
Schedule of Changes in the Employer’s Total OPEB Liability and Related Ratios	
Other Postemployment Benefit Plan.....	93
Schedule of the College’s Proportionate Share of the Total OPEB Liability and Schedule of Contributions	
CIP Plan.....	94
Schedule of Changes in the Employer’s Net Pension Liability and Related Ratios	
State Universities Retirement System of Illinois	95-96

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Years Ended June 30, 2020 and 2019**

TABLE OF CONTENTS (continued)

STATISTICAL SECTION (Unaudited)	<u>Table</u>	<u>Page(s)</u>
Statistical Section		97
Net Position By Component.....	1	98-99
Changes in Net Position	2	100-101
Assessed Value and Actual Value of Taxable Property	3	102
Property Tax Rates - Direct and Overlapping Governments.....	4	103
Principal Property Taxpayers	5	104
Property Tax Levies and Collections	6	105
Enrollment, Tuition and Fee Rates, Credit Hours Claimed and Tuition and Fee Revenue.....	7	106
Direct and Overlapping Bonded Debt.....	8	107-108
Legal Debt Margin Information	9	109
Ratios of Outstanding Debt by Type.....	10	110
Demographic and Economic Information.....	11	111
Principal Employers	12	112
Full-Time Equivalent Employees and Employee Headcount by Employee Group.....	13	113
Capital Asset Statistics	14	114
 SPECIAL REPORTS SECTION	 <u>Schedule</u>	 <u>Page(s)</u>
Supplemental Financial Information.....		115-116
Combining Schedule of Net Position, by Subfund	1	117-118
Combining Schedule of Revenues, Expenses and Changes in Net Position, by Subfund.....	2	119
Consolidated Year End Financial Report.....	3	120
Schedule of Management Information Schedule of Expenses by Function and Object.....	4	121

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Years Ended June 30, 2020 and June 30, 2019**

TABLE OF CONTENTS (continued)

SPECIAL REPORTS SECTION (continued)	<u>Schedule</u>	<u>Page(s)</u>
Uniform Financial Statements.....	5-9	122-129
Certificate of Chargeback Reimbursement.....	10	130
Illinois Community College Board Grants - Financial Compliance Section		131
Independent Auditor’s Report on Compliance with State Requirements for the State Adult Education and Family Literacy Restricted Grant		132-133
State Adult Education and Family Literacy - Restricted Grant Program Balance Sheet		134
Statement of Revenues, Expenditures and Changes in Fund Balances.....		135
Expenditure Amounts and Percentages for ICCB Grant Funds Only		136
Notes to Financial Statements - State Grants Programs		137-138
Reconciliation of Semester Credit Hours.....		139
Independent Accountant’s Report on the Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed and Reconciliation of Total Semester Credit Hours.....		140
Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed Total Semester Credit Hours by Term, Student Residency Verification Process, and Prior Year Equalized Assessed Valuation.....		141
Reconciliation of Total Semester Credit Hours		142



Introductory Section



Office of
the President

1600 East Golf Road
Des Plaines, Illinois 60016
847.635.1801
Fax 847.635.1992

October 13, 2020

Members of the Board of Trustees,

Like all of you, I am finding it almost surreal that we are still living with such uncertainty and the limitations inherent with quarantine in a time of pandemic. Finishing the 2019-2020 fiscal year in the midst of the Covid-19 pandemic was challenging for all of us. When future generations reflect Oakton's history, 2020 will most certainly stand out as a pivotal year in our story.

At Oakton, we are committed to helping people transform their lives for the better. We are here to help people of all ages and stages of life to "redefine" themselves. This spring and summer, we have had to redefine ourselves as an institution. Starting as early as February, we had to rethink how, when and where we could continue to deliver our courses and services. At every step, we focused on priorities for our students and employees: ensuring their health and safety, meeting their ongoing needs during a pandemic, and helping all of us move forward toward our professional and personal goals. At the same time, we needed to maintain a sense of community in a virtual world. I am pleased of our commitment to meet these priorities during this time.

At the same time, we have been thrown into the midst of a social upheaval that is testing the resilience of both our nation, and the higher education sector. The deaths of George Floyd and Breonna Taylor, along with the protests that followed demanding justice presented us with an opportunity to reaffirm a commitment to making Oakton a place where all people feel welcome, safe and celebrated. Once again, our emphasis on creating an inclusive environment provides a strong foundation to further examine every aspect of our campus and ensure we are living up to that promise.

An institution's finances reflect its values, and this Comprehensive Annual Financial Report (CAFR) documents our focus on what matters to student success – equity, teaching and learning, planning and community. We have made progress in closing the equity gap between white students and students of color. From fall 2018 – 2019, we saw increases in persistence for our Black and Latinx students, and a narrowing of the equity gap, particularly for our Latinx students. However we recognize that we have much work that lies ahead to overcome the systemic racism that impacts Black lives and other students of color. For that reason, equity continues to be a central theme in our programmatic and financial investments,

Oakton's resiliency planning has uniquely positioned the institution to be a powerful ally in the recovery process and lead in the new educational frontier. The College has been busier than ever in 2019-2020 with the introduction of new and innovative academic programs including cannabis patient care and supply chain delivery, as well as public health contact tracing and cancer registry management. In capital planning, we continued to implement our Master Plan and completed major projects including the completion of the Skokie campus student street corridor, along with the bookstore, student life center and cafeteria. In addition, the College also continued with its deferred maintenance catch-up and capital renewals for electric switchgear upgrades, carpeting and flooring replacements, and exterior landscape improvements.

I commend our Oakton employees, Trustees and students who continue to show up and stay engaged, despite the fact that all of them are laboring under the same stressors as the rest of us. I am heartened by the way we have come together to address these challenges as a community. As we move forward, be assured that Oakton will be guided by two commitments—offering an excellent education to each and every student and providing for the health and well-being of everyone in our campus community.

Respectfully,

/S/ Joianne L. Smith

Joianne Smith, PhD
President



October 13, 2020

To President Smith,
Members of the Board of Trustees, and
Citizens of Oakton Community College District No. 535:

The Comprehensive Annual Financial Report (CAFR) of Oakton Community College, Community College District 535, County of Cook, State of Illinois, for the fiscal year ended June 30, 2020, is hereby submitted. The CAFR provides a snap shot of Oakton's financial performance and major initiatives as well as an overview of trends in the local economy. Above all, the report represents our commitment to inform community members about Oakton's finances.

The responsibility for the accuracy of the data and the completeness and fairness of this report, including all disclosures, rests with Oakton. To the best of our knowledge and belief, the data here is accurate in all material respects and is reported in a manner designed to present fairly Oakton's financial position and any changes in the financial position of Oakton. We have included all disclosures necessary to enable the reader to gain an understanding of Oakton's financial activities in relation to its mission.

This letter of transmittal should be read in conjunction with the Management's Discussion and Analysis which focuses on current activities, accounting changes, and currently known facts.

PROFILE OF OAKTON COMMUNITY COLLEGE

Oakton has been accredited by the Higher Learning Commission of the North Central Association of Colleges and Schools. In addition, Oakton holds other programmatic accreditations including the Accreditation Commission for Education in Nursing, National Association for the Education of Young Children, the National Accrediting Agency for Clinical Laboratory Sciences, and the Commission on Accreditation for Health Informatics and Information Management Education. Oakton offers associate's degrees and certificate programs at the Des Plaines and Skokie campuses, some 240 neighborhood off-site locations, and through online courses.

Oakton, which serves a diverse population of approximately 424,000¹, is located in northern Cook County approximately 20 miles northwest of Chicago's Loop. Lake Michigan serves as District 535's eastern border and the Lake-Cook County line as its northern border. O'Hare International Airport sits just outside the southwest corner of the district. District 535 includes the townships of Evanston, Maine, New Trier, Niles, and Northfield, as well as one square mile of Wheeling, and small portions of Norwood and Leyden.

OAKTON'S MISSION, VALUES, AND GOALS

Oakton's mission, vision, and values are based on long-standing and fundamental principles guiding the college's work and the relationships among all those who work and study at Oakton, as well as members of the community and professional colleagues throughout the nation. The mission, vision, and values were formally ratified by the Board of Trustees on March 21, 2017 and affirmed on September 15, 2020.²

Mission

Oakton is the community's college. By providing access to quality education throughout a lifetime, we empower and transform our students in the diverse communities we serve.

Vision

Dedicated to teaching and learning, Oakton is a student-centered college known for academic rigor and high standards. Through exemplary teaching that relies on innovation and collaboration with our community partners, our students learn to think critically, solve problems, and to be ethical global citizens who shape the world. We are committed to diversity, cultural competence, and achieving equity in student outcomes.

Values

A focus on Oakton students is at the core of each of these values.

- We exercise **responsibility** through accountability to each other, our community, and the environment.
- We embrace the **diversity** of the Oakton community and honor it as one of our college's primary strengths.
- We advance **equity** by acknowledging the effects of systemic social injustices and intentionally designing the Oakton experience to foster success for all students.
- We uphold **integrity** through a commitment to trust, transparency, and honesty by all members of the Oakton community.

- We cultivate **compassion** within a caring community that appreciates that personal fulfillment and well-being are central to our mission.
- We foster **collaboration** within the college and the larger community and recognize our interdependence and ability to achieve more together.

FINANCIAL INFORMATION

Oakton maintains its accounts and prepares its financial statements in accordance with accounting principles generally accepted in the United States of America as set forth by the Governmental Accounting Standard Board (GASB). The Illinois Community College Board (ICCB) established additional accounting requirements for community colleges in Illinois. The ICCB requires accounting by funds to ensure that limitations and restrictions on resources can be easily accounted for. Oakton's financial records are maintained on the accrual basis of accounting whereby all revenues are recorded when earned and all expenses are recorded when they have been reduced to a legal obligation to pay. The notes to the financial statements expand and explain the financial statements and the accounting principles applied.

Internal Controls:

Oakton's management is responsible for establishing and maintaining internal controls designed to protect the assets of Oakton, prevent loss from theft or misuse, and provide that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. These internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgeting Controls:

Budgetary controls maintained by Oakton ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Oakton Board of Trustees.

The annual budget includes the following funds.

<u>Fund</u>
Education
Operations and Maintenance of Plant
Auxiliary Enterprises
Liability, Protection, and Settlement
Audit
Social Security/Medicare
Restricted Purposes
Working Cash
Operations and Maintenance (Restricted)
Bond and Interest
Retiree Health Insurance

The level of budgetary control (that is, the level at which expenditures cannot exceed the appropriated amount) is established for each individual fund. Oakton also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at year-end and are re-authorized – with appropriate administrative approvals - as part of the following year’s budget when funds are available. As demonstrated by the statements and schedules included in this report’s financial section, Oakton continues to fulfill its responsibility of sound financial management.

CARES Act Funding:

The College was awarded \$2.8 million in Coronavirus Aid, Relief, and Economic Security (CARES) Act grant funds in the last quarter of fiscal year 2020. Part of a national economic stimulus program, CARES funding was signed into law in late March 2020. Out of Oakton’s \$2.8 million award, half is for emergency financial aid assistance to Oakton students for expenses related to the disruption of campus operations due to coronavirus and the other half covers costs associated with significant changes to the delivery of instruction due to coronavirus. As of June 30, 2020, Oakton has spent about \$500,000 in CARES student financial aid funds.

Retiree Health Insurance:

Oakton participates in the State of Illinois College Insurance Program (CIP), which provides benefits primarily including medical and prescription drug and vision benefits, for retired community college employees and their spouses who are receiving pension benefits under the State Universities Retirement System of Illinois (SURS). These benefits are referred to as “Other Post-Employment Benefits” or OPEB.

Proper accounting and financial reporting of OPEB is governed under the Governmental Accounting Standards Board (or GASB) Statement No. 75 “*Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*” that was effective for the College’s fiscal year ended June 30, 2018. GASB 75 is designed to improve accounting and financial reporting by state and local governments for OPEB.

The impact of GASB 75 is that the College’s proportionate share of the net OPEB liability related to the CIP must be reported in the statements of net position rather in the footnotes. The share of Oakton’s liability in the CIP was \$42.4 million as of June 30, 2020. Oakton’s individual OPEB plan liability was \$1.5 million as of June 30, 2020. The total OPEB liability as of June 30, 2020 was \$43.9 million (see Statements of Net Position on page 37).

Recognizing the need to set aside funds for the College’s OPEB liability, Oakton’s Board of Trustees in September of this year approved \$3.1 million to partially fund the liability. The College has accumulated a total of \$21.9 million over three years to fund the OPEB liability. Oakton plans to make progress each year to pre-fund retiree health insurance.

LOCAL ECONOMY

State of Illinois:

The COVID-19 pandemic resulted in a severe budget crisis for the State of Illinois. Beginning in March 2020, state revenues declined significantly with many businesses closed to slow virus spread and thousands unemployed. The Governor’s Office of Management and Budget estimates a \$2.7 billion revenue shortfall for fiscal year 2020 and a revenue shortfall of \$4.6 to \$7.4 billion for fiscal year 2021.³ Illinois was already less financially prepared for a pandemic than other states as the result of contractual obligations, significant pension liabilities, and insufficient rainy day funds.⁴

State funding for the community college system is level with fiscal year 2020. This includes no change in state support for the base operating grant, adult education, and MAP grants.⁵ The state budget relies on up to \$5 billion in borrowing from the Federal Reserve to close a projected deficit of as much as \$7.4 billion. Borrowing would be repaid with uncertain federal aid. Due to the uncertainty of state funding, Oakton prudently budgeted the base operating grant at fifty percent of the fiscal year 2020 amount.

A University of Illinois Institute of Government and Public Affairs report issued in late May 2020 estimates that 550,000 jobs will be lost in the next year and forty percent of these losses will be concentrated in the trade and transportation, professional and business services, and leisure and hospitality sectors. Unlike most recessions induced by a financial crisis following an asset bubble or inflation, the coronavirus recession came on suddenly and with great uncertainty. Similar to the disease that caused it, the current economic downturn has created noticeable uncertainties.⁶ The College will continue to monitor the pandemic's economic impact and current and potential effects on the institution.

District 535:

District residents are primarily upper middle class and well-educated and the District's assessed property values are strong. The District incorporates three of the top five Illinois municipalities as ranked by per capita income. According to the U.S. Census Bureau, the per capita income in the past 12 months (in 2018 dollars, estimate) for the Village of Glencoe, the Village of Kenilworth, and the Village of Winnetka was \$130,020, \$104,301, and \$118,029, respectively.⁷ The District's estimated unemployment rate rose from 4.2 percent in March to 11.3 percent in July 2020 due to business slowdown from the pandemic.⁸

The district's population has higher education levels compared to the state average including professional, education, health care and science-related. With the Village of Skokie, the City of Des Plaines, the Village of Glenview, and the City of Evanston representing approximately 56 percent of the District's population, the education levels, as reported by the three year estimated U.S. Census, attained by their constituents are as follows: The percent of the population aged 25 and older that has at least a bachelor's degree (or higher) living in the Village of Skokie, the City of Des Plaines, Village of Glenview, and the City of Evanston is 48.3 percent, 37.1 percent, 64.5 percent, and 65.7 percent, respectively, or an average of 53.9 percent. This compares with 34.1 percent for the State of Illinois.⁹

The District's 2019 equalized assessed value (EAV) of \$25.5 billion (latest for which detail is available) includes a range of property types, including residential (74 percent) commercial (20 percent), industrial (6 percent), and other (0.1 percent).¹⁰ The 2019 EAV represents an overall increase of 14.4 percent from the previous year, primarily related to the triennial reassessment cycle for northern Cook County. The financial implication to Oakton as a result of any EAV increase or decrease is minimal due to the tax cap which also has a guarantee allowing districts to levy at the previous year's level plus inflation not to exceed five percent.

In September 2020, Moody’s Investor Service reaffirmed the Aaa rating to Oakton’s 2020 general obligation limited tax bonds with a stable outlook. Moody’s cited strong financial reserves, low debt burden, and limited exposure to state aid as reasons to assign its highest rating.¹¹

Property Taxes:

Property taxes are one of three major funding sources for Oakton, which also include tuition and state revenue. Illinois Public Act 89-1 places limitations on the annual growth of property tax collections of most local governments, including Oakton. As EAV changed between 2016 and 2019, the tax rate increased by about 14 percent. Tax rate changes did not affect Oakton’s tax revenue. Inflation and new property value are the primary two variables that affect property taxes and Oakton’s Education Fund rate is well below its rate cap of \$0.75 per \$100 of EAV. Overall, Oakton has the capacity to meet potential revenue shortfalls through increased tuition rates and prudent spending reductions. The following table illustrates Oakton's property tax levy rates from 2016-2019 (the last year for which data is available).

Fund Type	2019	2018	2017	2016
Current:				
Education	0.1734	\$0.1918	\$0.1800	\$0.1767
Operations and Maintenance	0.0323	0.0369	0.0361	0.0377
Audit	0.0004	0.0005	0.0002	0.0005
Debt:				
Bond and Interest	0.0142	0.0163	0.0149	0.0153
	<u>\$0.2203</u>	<u>\$0.2455</u>	<u>\$0.2312</u>	<u>\$0.2302</u>

Levy Rates (Per \$100 of assessed valuation)

Oakton's property tax collection for tax levy years from 2010 to 2018 is 98.96 percent. The District’s most recent estimated assessed property tax value for the 2019 tax year is \$25,523,199,326.¹²

PROSPECTS FOR THE FUTURE

We expect state funding to be less reliable in the future. Anticipating revenue losses, Oakton has prepared itself over the years to address financial shortcomings in State funding or property taxes. This is mainly attributable to sound financial planning, healthy reserves, and a strong property tax base. Oakton’s leaders are engaged in ongoing discussions to ensure fiscal stability given the new reality of limited state funds while minimizing service impacts to our students. Oakton is committed to the legislative process, and will continue to work with State leaders to inform them of the crucial role of community colleges play in Illinois’ economic and social well-being.

We believe that the key to Oakton’s long-term growth and success is to continue to effectively meet the demand for affordable, readily accessible, high-quality educational programs. Oakton’s sustainability will be driven by a number of factors, including our focus on student persistence, our understanding of enrollment patterns, Oakton’s financial strength, our investment in expanding student services, and our commitment to excellence in student learning.

Enrollment:

Oakton’s enrollment patterns are affected by the economy and are similar to state and national enrollment trends at other community colleges. As noted in the table below, Oakton’s 2020 credit hours (unrestricted and restricted) have declined by 2.8 percent from the previous year.

Enrollment 2016-2020				
Fiscal Year	Headcount	% Change	Credit Hours	% Change
2020	22,876	0.14%	172,628	-2.80%
2019	22,845	0.47%	177,609	-0.35%
2018	22,739	-3.95%	178,231	-3.94%
2017	23,674	-3.27%	185,545	-5.14%
2016	24,475	-5.45%	195,601	-5.33%

*Includes unrestricted and restricted credit hours.

Source for credit hours: *Reconciliation of Credit Hours, Oakton CAFRs*

Source for headcount: Oakton's Office of Research and Planning

The credit hours presented in this table include dual credit hours. Dual credits provide high school students with the opportunity to earn both high school and college credit simultaneously. Credit hours for fiscal year 2020 include 8,549 dual credit hours, which increased by 2,652 dual credit hours - a 45% increase from the prior fiscal year. Excluding dual credit hours, Oakton’s unrestricted and restricted credit hours declined 4.4% in fiscal year 2020.

Oakton regularly communicates with leaders and businesses in the district to assess educational needs. Based on this feedback and larger trends, Oakton adapts its credit and non-credit offerings. Enrollment at Oakton and other Chicago area community colleges is significantly impacted by high school enrollment and economic trends. It is Oakton’s experience that, as the economy improves, fewer students enroll at Oakton. Oakton believes in delivering a high quality education at a low cost to our students. Accordingly, Oakton regularly monitors tuition costs relative to our peers.

Expanding Access to Educational Programs and Services:

Oakton is entering the fourth year of its Facilities Master Plan (the Master Plan) for 2017 through 2022. This Plan creates a rational and orderly pathway for facilities improvements. In accordance with our current strategic plan “Success Matters,” Oakton’s Master Plan fosters Student Success, Academic Excellence and Connected Communities. In particular, the Plan provides: entrance signage replacement, student street renovation, west end remodeling, and site restoration and improvements.

The Master Plan was developed in collaboration with front-line student service employees, administrators, faculty, students, and Perkins and Will Architects. It takes into consideration a range of pillars for student success: increasing student learning and attainment, improving the learning environment, enhancing student life, updating technology, and minimizing disruption to existing classes, supporting teaching, and expanding instructional tools for new learning pedagogies. The Master Plan will provide for restoration of natural areas with native, non-invasive species to enhance the aesthetics and maintain a healthy environment.

Oakton will invest approximately \$53 million in its Facilities Master Plan.¹³ Major plan components that have been completed include the remodeling of the Des Plaines west wing (\$14.7 million), student street renovations on both campuses (\$3.7 million), Skokie Student Center/Cafeteria/Bookstore (\$4.4 million), Skokie HVAC system replacement (\$5.5 million), Des Plaines switchgear (\$1.3 million), and natural areas restoration (\$600,000). Funding sources for the Master Plan are anticipated to include the issuance of long term debt (\$25 million), use of Oakton’s net position reserves (\$26.5 million), student fees (\$1.3 million), and interest income (\$164,000). As part of the \$25 million planned debt issuance over five years, \$5.2 million in General Obligation Limited Tax Bonds were issued during fiscal year 2018, and \$20 million will be issued in October 2020.

OTHER INFORMATION

Awards:

The Government Finance Officers Association of the United States and Canada (GFOA) has recognized Oakton’s commitment to excellence and transparency in financial reporting. Oakton’s fiscal year 2019 CAFR received the GFOA’s Certificate of Achievement for Excellence in Financial Reporting. We believe our fiscal year 2019 CAFR continues the tradition for excellence in financial reporting - and that it will qualify for another GFOA award.

Independent Audit:

State statutes require an annual audit by independent certified public accountants. Oakton's Board of Trustees selected the accounting firm of Sikich LLP for this role. The auditors' report on the financial statements and schedules is included in the financial section of this CAFR. Sikich issued an unmodified (clean) opinion on Oakton Community College, Community College District No. 535's CAFR for the year ended June 30, 2020. The independent auditor's report is located at the front of the financial section of the report.

Respectfully submitted,

/s/ Edwin Chandrasekar

Edwin Chandrasekar
Vice President for Administrative Affairs

Sources:

- ¹ Computed using estimates from US Census Bureau's QuickFacts and application of percentages from Overlapping Bonded Debt Statements.
- ² Agenda 3/17-13, Minutes from the 719th Meeting of the Board of Trustees, March 21, 2017 and Agenda 9/20-9, Minutes from the 758th Meeting of the Board of Trustees, September 15, 2020.
- ³ Illinois Governor's Office of Management and Budget, April 2020 Revenue Forecast Revision, <https://www2.illinois.gov/sites/budget/Documents/April-2020-GOMB-Revenue-Forecast-Revision.pdf>
- ⁴ Civic Federation, Estimating the COVID-19 Pandemic's Impact on the State of Illinois Budget, May 4, 2020, <https://www.civiced.org/iifs/blog/estimating-covid-19-pandemics-impact-state-illinois-budget>
- ⁵ Illinois Community College Board (ICCB) website, www.iccb.org.
- ⁶ University of Illinois Institute of Government and Public Affairs, Economic Impacts of the COVID-19 Pandemic: State Perspectives, May 27, 2020, <https://igpa.uillinois.edu/page/igpa-covid-19-pandemic-task-force>
- ⁷ U.S. Census Bureau, QuickFacts, Per Capita Income in the Past 12 Months (in 2018 inflation-adjusted dollars), <https://www.census.gov/quickfacts/fact/table/US/PST045219>
- ⁸ Illinois Department of Employment Security, Illinois Unemployment Rate by Metropolitan Statistical Areas – July 2020.
- ⁹ U.S. Census Bureau, QuickFacts, Educational Attainment by Employment Status for the Population 25 to 64 Years, 2018 5-year Estimate, <https://www.census.gov/quickfacts/fact/table/US/PST045219>
- ¹⁰ Data from Offices of the County Clerk for Cook County; percentages by type are estimates based on 2018 EAV.
- ¹¹ Moody's Investor Service, "Moody's assigns Aaa to Oakton Community College District, IL's GOLT bonds; outlook stable." https://www.moody.com/research/Moodys-assigns-Aaa-to-Oakton-Community-College-District-ILs-GOLT--PR_906735215
- ¹² From Oakton's Agency Tax Rate Report for Tax Year 2018 available at <http://www.cookcountyclerk.com/tsd/taxagencyreports/Pages/default.aspx>
- ¹³ Oakton's Capital Improvement Program available at: <https://www.oakton.edu/about/instpubs/index.php>.

OAKTON COMMUNITY COLLEGE
Community College District No. 535

Listing of Principal Officials

**Members of the Board of Trustees
(with term expiration)**

Mr. William Stafford - 2021
Chair, Board of Trustees

Mr. Paul Kotowski - 2023
Vice Chair, Board of Trustees

Ms. Marie Lynn Toussaint - 2025
Secretary, Board of Trustees

Ms. Martha Burns - 2023
Member, Board of Trustees

Dr. Gail Bush – 2025
Member, Board of Trustees

Mr. Benjamin Salzberg - 2021
Member, Board of Trustees

Dr. Wendy Yanow – 2025
Member, Board of Trustees

Ms. Karen Suarez - 2021
Student Member, Board of Trustees

Emeritus Members of the Board of Trustees

Mrs. Joan B. Hall
Mr. Jody Wadhwa
Dr. Joan W. DiLeonardi

OAKTON COMMUNITY COLLEGE
Community College District No. 535

Listing of Principal Officials
(Continued)

Principal Administration Officials

Dr. Joianne Smith
President

Dr. Kelly Becker
Assistant Vice President
Institutional Effectiveness and Strategic Planning

Dr. Karl Brooks
Vice President for Student Affairs

Mr. Edwin Chandrasekar
Vice President for Administrative Affairs

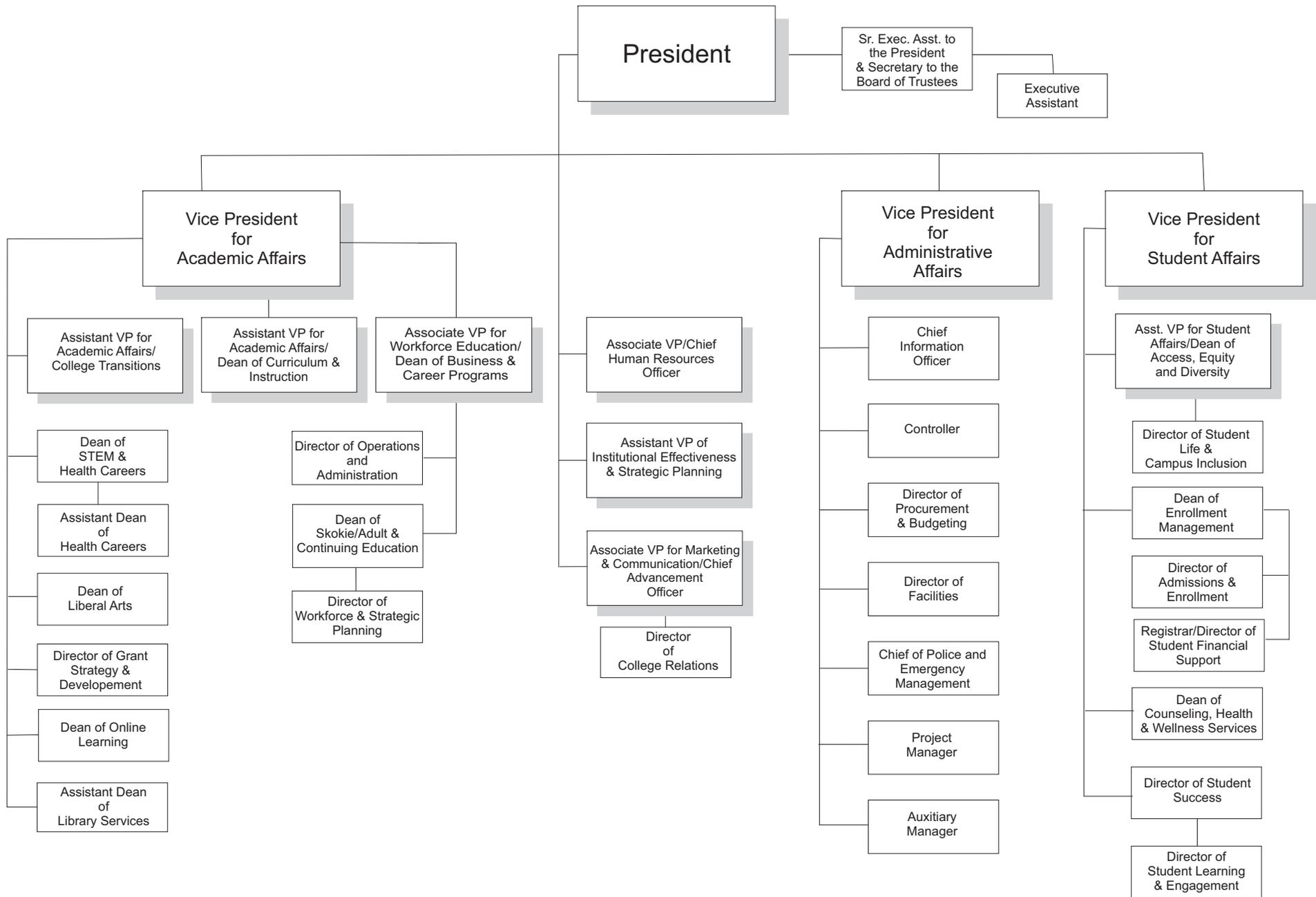
Dr. Colette Hands
Associate Vice President/
Chief Human Resources Officer

Dr. Ileo Lott
Vice President for Academic Affairs

Ms. Juletta Patrick
Assistant Vice President for Student Affairs/
Dean of Access, Equity and Diversity

Ms. Katherine Sawyer
Associate Vice President of Marketing & Communication/
Chief Advancement Officer

Oakton Community College





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Oakton Community College
Community College District 535
Illinois**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO



Financial Section

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

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Oakton Community College
Community College District No. 535
Des Plaines, Illinois

We have audited the accompanying financial statements of the business-type activities of Oakton Community College, Community College District No. 535 (the College) and discretely presented component unit, Oakton Community College Educational Foundation (the Foundation), as of and for the years ended June 30, 2020 and 2019, and the related notes to financial statements, which collectively comprise the College's basic financial statements as listed in the accompanying table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards*. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the College's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the respective financial position of Oakton Community College, Community College District No. 535 and the College's discretely presented component unit, Oakton Community College Educational Foundation as of June 30, 2020 and 2019, and the changes in financial position and, where applicable, its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

The College adopted new accounting guidance, GASB Statement No. 84, *Fiduciary Activities*, during the year ended June 30, 2020. The implementation of this guidance resulted in changes to the current liabilities, net position, revenue, expense and notes to financial statements. The data as of the June 30, 2019 fiscal year end was not restated as the required information was not available. Our opinion is not modified with respect to this matter.

As discussed in Note 12 to the financial statements, the Foundation adopted the provisions of Accounting Standards Update (ASU) No. 2014-09, *Revenue from Contracts with Customers*, as amended by ASU 2015-14, and ASU No. 2018-08, *Not-for-Profit Entities: Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The adoption of these ASUs did not result in a change to the accounting of any of the Foundation's revenue streams; as such, no cumulative effect adjustment was recorded. Our opinion has not been modified with respect to these matters.

As discussed in Note 12 to the financial statements, the Foundation adopted new accounting guidance as issued by the Financial Accounting Standards Board (FASB) under Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Topic 958) - Presentation of Financial Statements of Not-for-Profit Entities* during the year ended June 30, 2019. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements.

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The introductory and statistical sections and the supplemental financial information, uniform financial statements and Certificate of Chargeback Reimbursement are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audits of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 13, 2020 on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audits.

Sikich LLP

Naperville, Illinois
October 13, 2020

MANAGEMENT’S DISCUSSION AND ANALYSIS

The management’s discussion and analysis section of this report presents Oakton Community College’s financial information in a condensed financial presentation format for fiscal years ended June 30, 2020 and 2019. This section of the report is designed to provide an overview of the changes in financial activities from one year to the next and should be read in conjunction with the transmittal letter (pages 3-11) and Oakton’s basic financial statements (pages 37-41). Responsibility for the completeness and fairness of this information rests with Oakton.

Using This Annual Report

The Statements of Net Position; the Statements of Revenues, Expenses and Changes in Net Position; and, the Statements of Cash Flows presented on pages 40-41 emulate corporate presentation models whereby all College activities are consolidated into one total. The Statements of Net Position reflect Oakton’s financial position at a certain date, combining current financial resources (short-term spendable resources) with capital assets. The Statements of Revenues, Expenses, and Changes in Net Position focus on the gross costs and the net costs of College activities that are supported substantially by property taxes, state and federal grants and contracts, student tuition and fees, and auxiliary enterprises revenues. This approach is intended to summarize and simplify the user’s analysis of what College services cost.

Statement of Net Position

The Statement of Net Position presents Oakton’s assets, deferred outflows, liabilities, deferred inflows and net position as of the end of the fiscal year. It is prepared under the accrual basis of accounting, whereby revenues and assets are recognized when the service has been delivered by Oakton, and, expenses and liabilities are recognized when others have delivered goods or services to Oakton, regardless of when cash is exchanged. This statement enables the reader to assess Oakton’s financial condition including -- financial resources available to meet its current obligations and its ability to continue its mission.

The statements include assets (property that we own and what we are owed by others), deferred outflows (representing consumption of net assets that applies to a future period and so will not be recognized as an expense until then), liabilities (what we owe to others and have collected from others before we have provided the service), deferred inflows (representing an acquisition of net assets that applies to a future reporting period and so will not be recognized as revenue until then) and net position (the residual resources of the College). Finally, the statement provides a picture of the net position (assets and deferred outflows minus liabilities and deferred inflows) and their availability for use by the institution.

Net position is divided into three major categories. Funds invested in capital assets, net of debt, provides the institution's equity in property, plant, and equipment owned by the institution. Restricted net position is available for use by the institution but must be spent in accordance with any time or purpose restrictions specified by donors and/or other external entities. Unrestricted net position is available to the institution for any lawful purpose.

As of June 30, (in millions)

	2020	2019	Increase (Decrease) 2020-2019	2018	Increase (Decrease) 2019-2018
Current assets	\$ 138.9	\$ 145.6	\$ (6.7)	\$ 137.5	\$ 8.1
Non-current assets:					
Capital assets, net	115.7	116.4	(0.7)	114.5	1.9
Other	28.7	20.6	8.1	25.2	(4.6)
Total assets	283.3	282.6	0.7	277.2	5.4
Deferred outflows of resources	2.1	2.2	(0.1)	1.4	0.80
Total assets and deferred outflows of resources	285.4	284.8	0.6	278.6	6.2
Current liabilities	19.4	22.1	(2.7)	20.8	1.3
Non-current liabilities	74.5	76.9	(2.4)	77.8	(0.9)
Total liabilities	93.9	99.0	(5.1)	98.6	0.4
Deferred inflows of resources	34.7	32.2	2.5	29.3	2.9
Total liabilities and deferred inflows of resources	128.6	131.2	(2.6)	127.9	3.3
Net Position:					
Net investment in capital assets	83.5	81.7	1.8	77.5	4.2
Restricted	17.8	18.9	(1.1)	32.4	(13.5)
Unrestricted	55.4	52.9	2.5	40.8	12.1
Total net position	\$ 156.7	\$ 153.5	\$ 3.2	\$ 150.7	\$ 2.8

Fiscal Year 2020 Compared to 2019

Current assets: The total current assets balance decreased by \$6.7 million from the balance one year ago (\$145.6 million) to the current balance (\$138.9 million). The change is primarily due to a decrease in short-term investments.

Non-current assets - Capital: Capital assets net of depreciation decreased \$0.7 million from fiscal year 2019 to fiscal year 2020. At the beginning of fiscal year 2020, the College had several major building projects in progress. These projects were finished during fiscal year 2020 and work in progress decreased by \$12.7 million while completed building assets increased \$19.7 million. Accumulated depreciation increased \$8.5 million because depreciation for these new capital assets was recorded for the first time.

Capital Assets

June 30, (in millions)

	<u>2020</u>	<u>2019</u>	<u>Increase (Decrease) 2020-2019</u>	<u>2018</u>	<u>Increase (Decrease) 2019-2018</u>
Capital Assets:					
Land and Improvements	\$ 17.7	\$ 17.1	\$ 0.6	\$ 17.2	\$ (0.1)
Work in Progress	4.4	17.1	(12.7)	10.0	7.1
Building	163.3	143.6	19.7	142.0	1.6
Equipment	3.9	3.8	0.1	3.5	0.3
Computer Technology	<u>0.9</u>	<u>0.8</u>	<u>0.1</u>	<u>0.7</u>	<u>0.1</u>
Total	<u>190.2</u>	<u>182.4</u>	<u>7.8</u>	<u>173.4</u>	<u>9.0</u>
Less Accumulated Depreciation	<u>(74.5)</u>	<u>(66.0)</u>	<u>(8.5)</u>	<u>(58.9)</u>	<u>(7.1)</u>
Net Capital Assets	<u>\$ 115.7</u>	<u>\$ 116.4</u>	<u>\$ (0.7)</u>	<u>\$ 114.5</u>	<u>\$ 1.9</u>

Detailed information on capital asset activity may be found in Note 3 to financial statements – Capital Assets.

Non-current assets - Other: The other non-current assets balance increased by \$8.1 million from the balance one year ago (\$20.6 million) to the current balance (\$28.7 million). The change is primarily due to an increase in the percentage of balances invested long-term.

Deferred outflows of resources: Deferred outflows of resources are the consumption of net position by the College that is applicable to future reporting periods. Deferred outflows decreased by \$0.1 million from the balance one year ago (\$2.2 million) to the current balance (\$2.1 million). Deferred outflows include other

postemployment and pension contributions made after the date used to measure postemployment and pension liabilities.

Current liabilities: The current liabilities balance decreased by \$2.7 million from the balance one year ago (\$22.1 million) to the current balance (\$19.4 million). This is attributable to a decrease in construction-related payables (\$2.1 million) and a decline in unearned tuition and fee revenue (\$1.0 million) based on flat tuition rates as well as enrollment decreases.

Non-current liabilities: The non-current liabilities balance decreased by \$2.4 million from the balance one year ago (\$76.9 million) to the current balance (\$74.5 million). The decrease is primarily attributable to principal payments made on long-term debt obligations.

Deferred Inflows: Deferred inflows increased by \$2.5 million from the balance one year ago (\$32.2 million) to the current balance (\$34.7 million). The increase is primarily related to contributions into the State CIP plan made after the date used to measure postemployment and pension liabilities.

Current Ratio

The current ratio is an indicator of Oakton's ability to pay its current obligations. The ratio is determined by dividing current assets by current liabilities. Accordingly, the financial strength of the College continues to be strong and is undoubtedly capable of meeting its current obligations as indicated by a ratio of 7.2 to 1 for fiscal year 2020, an increase from the current ratio of 6.6 to 1 for fiscal year 2019.

Fiscal Year 2019 Compared to 2018 (Prior Year)

Current assets: The total current assets balance increased by \$8.1 million from the balance one year ago (\$137.5 million) to the current balance (\$145.6 million). The change is primarily due to an increase in short-term investments.

Non-current assets - Capital: Capital assets net of depreciation increased \$1.9 million from fiscal year 2018 to fiscal year 2019.

	Capital Assets				
	June 30, (in millions)				
	<u>2019</u>	<u>2018</u>	<u>Increase (Decrease) 2019-2018</u>	<u>2017</u>	<u>Increase (Decrease) 2018-2017</u>
Capital Assets:					
Land and Improvements	\$ 17.1	\$ 17.2	\$ (0.1)	\$ 16.6	\$ 0.6
Work in Progress	17.1	10.0	7.1	6.9	3.1
Building	143.6	142.0	1.6	133.4	8.6
Equipment	3.8	3.5	0.3	3.3	0.2
Computer Technology	<u>0.8</u>	<u>0.7</u>	<u>0.1</u>	<u>0.7</u>	<u>-</u>
Total	<u>182.4</u>	<u>173.4</u>	<u>9.0</u>	<u>160.9</u>	<u>12.5</u>
Less Accumulated Depreciation	<u>(66.0)</u>	<u>(58.9)</u>	<u>(7.1)</u>	<u>(51.7)</u>	<u>(7.2)</u>
Net Capital Assets	<u>\$ 116.4</u>	<u>\$ 114.5</u>	<u>\$ 1.9</u>	<u>\$ 109.2</u>	<u>\$ 5.3</u>

Non-current assets - Other: The other non-current assets balance decreased by \$4.6 million from the balance one year ago (\$25.2 million) to the current balance (\$20.6 million). The change is primarily due to a decrease in the percentage of balances invested long-term.

Deferred outflows of resources: Deferred outflows of resources are the consumption of net position by the College that is applicable to future reporting periods. Deferred outflows increased by \$0.8 million from the balance one year ago (\$1.4 million) to the current balance (\$2.2 million). Deferred outflows include other

postemployment and pension contributions made after the date used to measure postemployment and pension liabilities.

Current liabilities: The current liabilities balance increased by \$1.3 million from the balance one year ago (\$20.8 million) to the current balance (\$22.1 million). This is attributable to an increase in construction-related payables (\$1.8 million) offset by a decline in unearned tuition and fee revenue (\$0.7 million) based on flat tuition rates as well as enrollment decreases.

Non-current liabilities: The non-current liabilities balance decreased by \$0.8 million from the balance one year ago (\$77.8 million) to the current balance (\$77.0 million). The decrease is primarily attributable to principal payments made on long-term debt obligations offset by growth in the other postemployment benefits (OPEB) liability.

Deferred Inflows: Deferred inflows increased by \$2.9 million from the balance one year ago (\$29.3 million) to the current balance (\$32.2 million). The increase is primarily related to contributions into the State CIP plan made after the date used to measure postemployment and pension liabilities.

Current Ratio

The current ratio is an indicator of Oakton's ability to pay its current obligations. The ratio is determined by dividing current assets by current liabilities. Accordingly, the financial strength of the College continues to be strong and is undoubtedly capable of meeting its current obligations as indicated by a ratio of 6.6 to 1 for both fiscal years 2019 and 2018.

Capital Assets for Fiscal Year 2020 Compared to Fiscal Year 2019

The capital assets balance increased by \$7.8 million from the balance one year ago (\$182.4 million) to the current balance (\$190.2 million). The increase is attributable to continuing investments in Master Plan capital projects as follows:

- Student Street Renovation, Skokie Campus - \$2,708,321
- West End Remodeling A/E Fees, Des Plaines Campus - \$967,848
- West End Remodeling Phase 2, Des Plaines Campus - \$3,087,224
- Natural Area Restoration, Des Plaines Campus - \$125,119
- Landscape Improvements, Des Plaines Campus - \$77,453
- Main Entrances and Monument Signs - \$965,322

Accumulated depreciation increased by \$8.5 million from the balance one year ago (\$66.0 million) to the current balance (\$74.5 million). Current year depreciation totaled \$8.5 million.

Capital Assets for Fiscal Year 2019 Compared to Fiscal Year 2018

The capital assets balance increased by \$9.0 million from the balance at June 30, 2018 (\$173.4 million) to the balance at June 30, 2019 (\$182.4 million). The increase is attributable to continuing investments in Master Plan capital projects as follows:

- Student Street Renovation, Skokie Campus - \$147,198
- Sanitary Lift Station, Des Plaines Campus - \$546,956
- HVAC System Installation, Skokie Campus - \$295,028
- West End Remodeling A/E Fees, Des Plaines Campus - \$4,930,076
- West End Remodeling Phase 2, Des Plaines Campus - \$1,999,036
- Natural Area Restoration, Des Plaines Campus - \$118,455
- Backup Generator, Des Plaines Campus - \$81,678
- Landscape Improvement, Des Plaines Campus - \$414,326
- Switchgear Upgrades – Des Plaines Campus - \$694,815
- Fire Alarm Panel Replacement, Des Plaines Campus - \$371,238

Accumulated depreciation increased by \$7.1 million from the balance at June 30, 2018 (\$58.9 million) to the balance at June 30, 2019 (\$66.0 million). Depreciation for fiscal year 2019 totaled \$7.1 million.

Long-term Debt, Fiscal Year 2020 Compared to Fiscal Year 2019

The College paid outstanding bond principal of \$2.1 million using property tax revenue received during fiscal year 2020. As of fiscal year-end, the College's general obligation bond rating was Aaa by Moody's investor services. The share of Oakton's OPEB liability related to the College Insurance Plan increased \$0.3 million during fiscal year 2020 and was \$42.4 million as of June 30, 2020. Overall, the College's long-term debt decreased \$2.0 million from fiscal year 2019 to fiscal year 2020.

Long-term Debt June 30, (in millions)

	<u>2020</u>	<u>2019</u>	<u>Increase (Decrease) 2019-2020</u>	<u>2018</u>	<u>Increase (Decrease) 2018-2019</u>
Long-term Debt:					
General Obligation Bonds	\$ 30.0	\$ 32.1	\$ (2.1)	\$ 34.1	\$ (2.0)
Bond Premiums	2.2	2.5	(0.3)	2.8	(0.3)
Total Bonds, Net	<u>32.2</u>	<u>34.6</u>	<u>(2.4)</u>	<u>36.9</u>	<u>(2.3)</u>
Compensated Absences and Other Accrued Liabilities	2.4	2.1	0.3	2.2	(0.1)
OPEB Liability - CIP	42.4	42.1	0.3	40.3	1.8
OPEB Liability - College	1.5	1.7	(0.2)	1.7	-
Total Long-term Debt, Net	<u>\$ 78.5</u>	<u>\$ 80.5</u>	<u>\$ (2.0)</u>	<u>\$ 81.1</u>	<u>\$ (0.6)</u>

Long-term Debt, Fiscal Year 2019 Compared to Fiscal Year 2018

The College paid outstanding bond principal of \$2.0 million using property tax revenue received during fiscal year 2019. The share of Oakton's OPEB liability related to the College Insurance Plan increased \$1.8 million during fiscal year 2019 and was \$42.1 million as of June 30, 2019. Overall, the College's long-term debt decreased \$0.6 million from fiscal year 2018 to fiscal year 2019.

Long-term Debt
June 30, (in millions)

	2019	2018 (Restated)	Increase (Decrease) 2019-2018	2017 (Restated)	Increase (Decrease) 2018-2017
Long-term Debt:					
General Obligation Bonds	\$ 32.1	\$ 34.1	\$ (2.0)	\$ 30.9	\$ 3.2
Bond Premiums	2.5	2.8	(0.3)	3.2	(0.4)
Total Bonds, Net	<u>34.6</u>	<u>36.9</u>	<u>(2.3)</u>	<u>34.1</u>	<u>2.8</u>
Compensated Absences and Other Accrued Liabilities	2.1	2.2	(0.1)	2.1	0.1
OPEB Liability - CIP	42.1	40.3	1.8	38.9	1.4
OPEB Liability - College	1.7	1.7	-	1.7	-
Total Long-term Debt, Net	<u>\$ 80.5</u>	<u>\$ 81.1</u>	<u>\$ (0.6)</u>	<u>\$ 76.8</u>	<u>\$ 4.3</u>

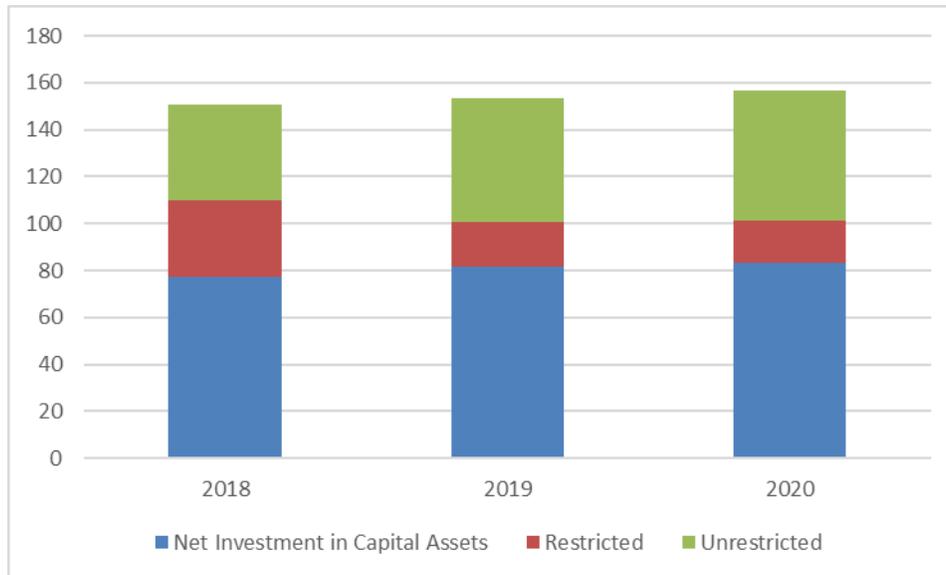
The payment schedules, along with changes in activities for debt, are provided in Note 9 to the financial statements found on pages 85-89.

Net Position

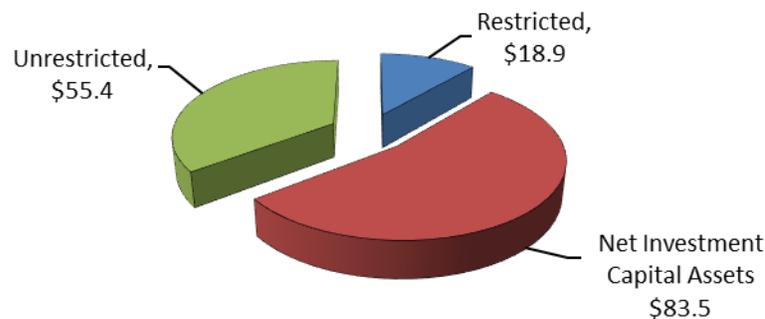
Analysis of Net Position
June 30, (in millions)

	2020	2019	Increase (Decrease) 2019-2020	2018	Increase (Decrease) 2018-2019
Net Position:					
Net Investment in Capital Assets	\$ 83.5	\$ 81.7	\$ 1.8	\$ 77.5	\$ 4.2
Restricted	17.8	18.9	(1.1)	32.4	(13.5)
Unrestricted	55.4	52.9	2.5	40.8	12.1
Total	<u>\$ 156.7</u>	<u>\$ 153.5</u>	<u>\$ 3.2</u>	<u>\$ 150.7</u>	<u>\$ 2.8</u>

Financial Highlights
Comparison of Net Position
Fiscal Years 2018 – 2020



Analysis of Net Position
(In millions)
June 30, 2020



Fiscal Year 2020 Compared to Fiscal Year 2019

Oakton’s total net position increased \$3.2 million from fiscal year 2019 to fiscal year 2020. The overall increase reflects a change in net position of \$2.0 million and a change in accounting principle of \$1.2 million. The various increases and decreases in the components of net position are described below.

Net Investment in Capital Assets: The net investment in capital assets balance increased \$1.8 million from the balance one year ago (\$81.7 million) to the current balance (\$83.5 million). The increase is attributed to assets completed, purchased, and capitalized during the year (\$7.9 million) reduced by depreciation of \$8.5 million offset by repayment of debt of \$2.5 million.

Restricted expendable net position: The restricted expendable net position decreased \$1.1 million from the balance one year ago (\$18.9 million) to the current balance (\$17.8 million). The change is attributed to a planned drawdown of net position restricted for capital projects in fiscal year 2020.

Unrestricted net position: The unrestricted net position balance increased by \$2.5 million from the balance one year ago (\$52.9 million) to the current balance (\$55.4 million). The increase is largely due to an increase in revenue from state and federal grants and contracts as well as a change in accounting principle that required the College to no longer record net student fees as deposits held in custody in the liabilities section of the Statement of Net Position. For fiscal year 2020, these amounts are instead recorded as a part of unrestricted net position.

Return on Net Position Ratios

The return on net position ratio determines whether the institution is financially better off than in the previous year by measuring total economic return. The return on net position for fiscal year 2020 was 1.3, a decrease relative to last year's reported ratio of 1.8 (change in net position divided by net position at the end of the fiscal year). The 2020 ratio also is lower than the Consumer Price Index (CPI) of 2.3% for all urban consumers for the period ending June 30, 2020. With the onset of the pandemic in mid-March 2020 and the transition to remote learning for credit classes, students were allowed to withdraw with full refunds which resulted in lower tuition revenue. At the same time, non-credit classes were cancelled resulting in refunds to students and lower auxiliary tuition revenue. The return on net position ratio is lower than in prior years due to reduced tuition revenue in at the end of fiscal year 2020.

Fiscal Year 2019 Compared to Fiscal Year 2018

Oakton's total net position increased \$2.9 million from fiscal year 2018 to fiscal year 2019. The various increases and decreases in the components of net position are described below.

Net Investment in Capital Assets: The net investment in capital assets balance increased \$4.2 million from the balance one year ago (\$77.5 million) to the current balance (\$81.7 million). The increase is attributed to assets completed, purchased, and capitalized during the year (\$9.0 million) reduced by depreciation of \$7.1 million offset by repayment of debt of \$2.3 million.

Restricted expendable net position: The restricted expendable net position decreased \$13.5 million from the balance one year ago (\$32.4 million) to the current balance (\$18.9 million). The change is attributed to a planned drawdown of net position restricted for capital projects in fiscal year 2019.

Unrestricted net position: The unrestricted net position balance increased by \$12.1 million from the balance one year ago (\$40.8 million) to the current balance (\$52.9 million). The increase is largely due to an increase in investment income and an increase in revenue from state grants and contracts.

Return on Net Position Ratios

The return on net position for fiscal year 2019 was 1.8, a slight decrease relative to last year's reported ratio of 2.1 (change in net position divided by net position at the end of the fiscal year). The 2019 ratio was on par with the Consumer Price Index (CPI) of 1.9% for all urban consumers for the period ending June 30, 2019, which meant that purchasing power was even with the CPI during the fiscal year.

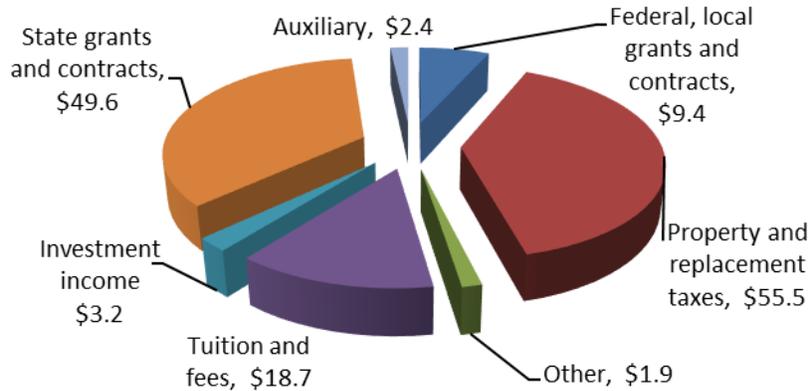
For the Years Ended June 30, (in millions)

	2020	2019	Increase (Decrease) 2019-2020	2018	Increase (Decrease) 2018-2019
Operating revenue:					
Tuition and fees	\$ 18.7	\$ 20.0	\$ (1.3)	\$ 21.4	\$ (1.4)
Auxiliary	2.4	3.0	(0.6)	3.1	(0.1)
Other	1.9	1.1	0.8	1.0	0.1
Total Operating Revenue	<u>23.0</u>	<u>24.1</u>	<u>(1.1)</u>	<u>25.5</u>	<u>(1.4)</u>
Non-operating revenue:					
State grants and contracts	49.6	44.3	5.3	41.8	2.5
Federal local grants and contracts	9.4	9.3	0.1	8.7	0.6
Property and replacement taxes	55.5	53.3	2.2	51.7	1.6
Investment income	3.2	3.2	-	1.2	2.0
Total Non-Operating Revenue	<u>117.7</u>	<u>110.1</u>	<u>7.6</u>	<u>103.4</u>	<u>6.7</u>
Total Revenues	140.7	134.2	6.5	128.9	5.3
Less:					
Operating expenses	137.7	130.2	7.5	124.6	5.6
Interest expense and fiscal charges	1.0	1.0	-	1.1	(0.1)
	<u>138.7</u>	<u>131.2</u>	<u>7.5</u>	<u>125.7</u>	<u>5.5</u>
Change in net position	<u>2.0</u>	<u>2.9</u>	<u>(0.9)</u>	<u>3.2</u>	<u>(0.3)</u>
Net position, beginning of year	153.6	150.7	2.9	183.8	(33.1)
Change in accounting principle	1.2	-	1.2	(36.3)	36.3
Net position, beginning of year, restated	<u>154.7</u>	<u>150.7</u>	<u>4.0</u>	<u>147.5</u>	<u>3.2</u>
Net position, end of year	<u>\$ 156.7</u>	<u>\$ 153.6</u>	<u>\$ 3.1</u>	<u>\$ 150.7</u>	<u>\$ 2.9</u>

Revenues

June 30, 2020

(In millions)



Fiscal Year 2020 Compared to 2019

Operating Revenue: The operating revenue decreased by \$1.1 million from the total one year ago (\$24.1 million) to the current balance (\$23.0 million) primarily because tuition and fees revenue decreased by \$1.3 million. Oakton's per credit hour resident tuition rate of \$136.25 remained unchanged from fiscal year 2019. Revenues also were impacted by declining enrollment. As reported in the Schedule of Enrollment Data and Other Bases upon Which Claims Are Filed report (included in this CAFR), the reported credit hours declined from 163,892 in fiscal year 2019 to 158,176 in fiscal year 2020.

Non-operating revenue: Non-operating revenue increased \$7.6 million from fiscal year 2019 to fiscal year 2020 for the following reasons:

- State grants and contracts increased by \$5.3 million. The increase was related to the increase in state payments to the SURS pension plan of \$5.3 million. Based on the special funding situation, Oakton recognizes a pension expense and related revenue from the state. The SURS pension expense and related revenue was \$38.8 million in fiscal year 2020 as compared to contributions of \$33.5 million in fiscal year 2019.
- Property and replacement taxes increased by \$2.2 million due to inflation-based property tax increases.

Fiscal Year 2019 Compared to 2018

Operating Revenue: The operating revenue decreased by \$1.4 million from the total for fiscal year 2018 (\$25.5 million) to fiscal year 2019 (\$24.1 million) because tuition and fees revenue decreased by \$1.4

million. Oakton's per credit hour resident tuition rate of \$136.25 remained unchanged from fiscal year 2018. Revenues also were impacted by declining enrollment. As reported in the Schedule of Enrollment Data and Other Bases upon Which Claims Are Filed report (included in this CAFR), the reported credit hours declined from 168,807 in fiscal year 2018 to 163,892 in fiscal year 2019.

Non-operating revenue: Non-operating revenue increased \$6.7 million from fiscal year 2018 to fiscal year 2019 for the following reasons:

- State grants and contracts increased by \$2.5 million. The increase was primarily related to the increase in state payments to the SURS pension plan of \$3.2 million. Based on the special funding situation, Oakton recognizes a pension expense and related revenue from the state. The SURS pension expense and related revenue was \$33.5 million in fiscal year 2019 as compared to contributions of \$30.3 million in fiscal year 2018.
- Property and replacement taxes increased by \$1.5 million due to inflation-based property tax increases.
- Local grants and contracts increased by \$0.6 million due to an increase in grants from the college foundation and an insurance recovery payment from a flooding event at the Des Plaines campus.

Investment income increased by \$1.9 million because interest rates were higher during fiscal year 2019 than in prior fiscal years.

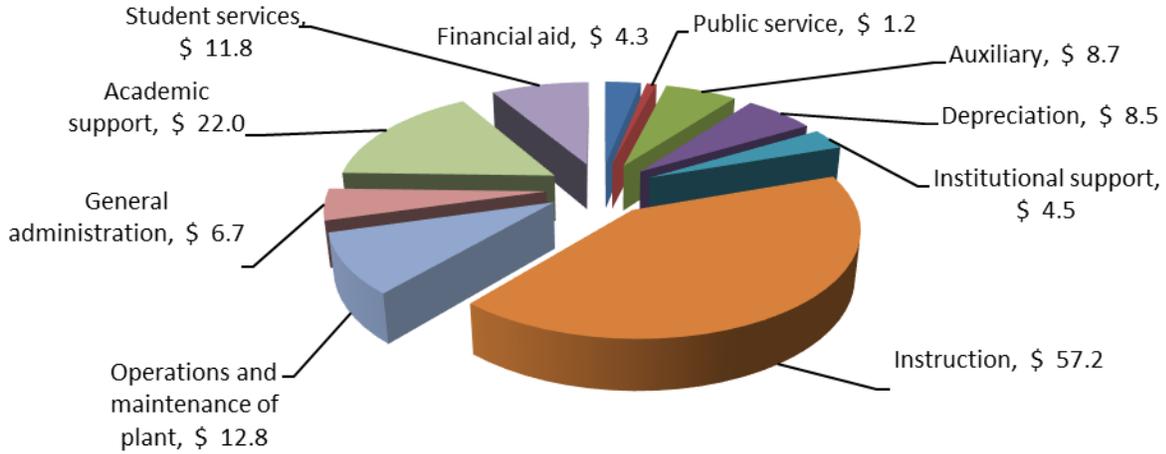
Expenses

	2020	2019	Net Increase (Decrease) 2019-2020	2018	Net Increase (Decrease) 2018-2019
Operating Expense:					
Instruction	\$ 57.2	\$ 55.3	\$ 1.9	\$ 56.3	\$ (1.0)
Academic Support	22.0	21.4	0.6	19.3	2.1
Student Services	11.8	10.4	1.4	9.9	0.5
Public Service	1.2	1.4	(0.2)	1.2	0.2
Operations and Maintenance of Plant	12.8	13	(0.2)	11.4	1.6
General Administration	6.7	6.6	0.1	5.6	1.0
Institutional Support	4.5	3.5	1.0	3.1	0.4
Financial Aid	4.3	3.6	0.7	3.6	-
Auxiliary	8.7	7.9	0.8	7.1	0.8
Depreciation	8.5	7.1	1.4	7.1	-
Total	<u>\$ 137.7</u>	<u>\$ 130.2</u>	<u>\$ 7.5</u>	<u>\$ 124.6</u>	<u>\$ 5.6</u>

Operating Expenses

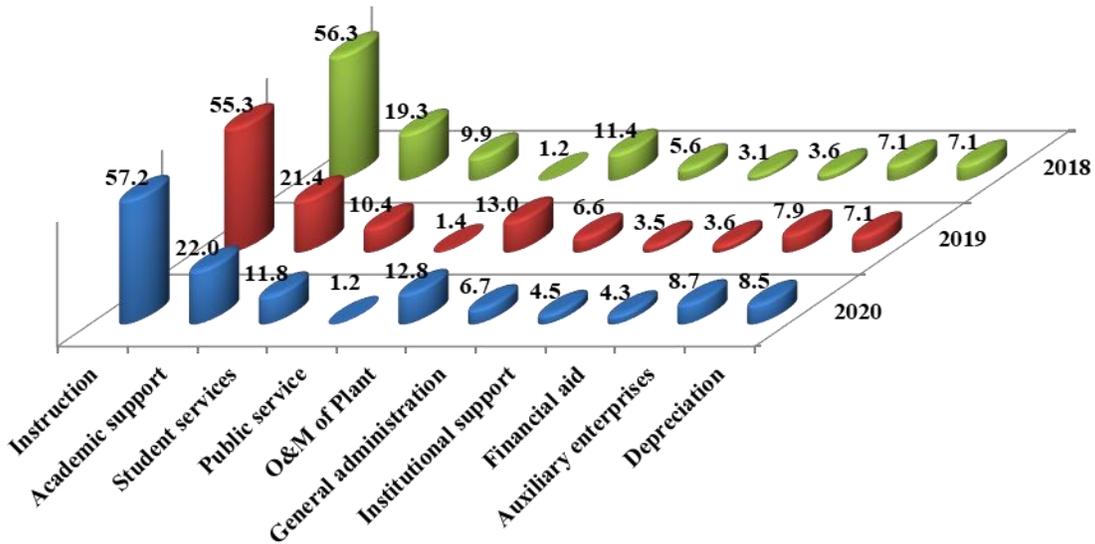
June 30, 2020

(In millions)



Comparison of Operating Expenses Fiscal Years 2018 thru 2020

(In millions)



Fiscal Year 2020 Compared to Fiscal Year 2019

Operating Expense: Operating expenses increased by \$7.5 million from the total one year ago (\$130.2 million) to the current balance (\$137.7 million) for the following reasons:

- Instruction expenses increased by \$1.9 million mainly related to contractual salary increases and on-behalf SURS pension payments made by the state.
- Academic support and student services expenses increased \$2.0 million. This increase is due to an increase in SURS expense and contractual salary increases.
- General administration and institutional expenses increased by \$1.1 million. This increase is due to an increase in SURS expense and contractual salary increases.
- Financial Aid increased \$0.7 million primarily based on new aid provided to students directly affected by the COVID-19 pandemic from CARES Relief Act funds awarded to the College.
- Auxiliary enterprises expenses increased by \$0.8 million because of an increase in SURS expense and contractual salary increases.
- Depreciation expense increased by \$1.4 million based on the first year of depreciation expense for new capital assets recently placed in service.

Fiscal Year 2019 Compared to Fiscal Year 2018

Operating Expense: Operating expenses increased by \$5.6 million from the total in fiscal year 2018 (\$124.6 million) to the total in fiscal year 2019 (\$130.2 million) mainly for the following reasons:

- Instruction expenses declined by \$1.0 million based on reclassifying several foundation grant expenses from the instructional category to categories that more accurately reflect the purpose for each grant. This realignment explains over half of the total decline. The decrease also occurred because of declines in non-personnel contractual and rental expense.
- Academic support expenses increased \$2.1 million. This increase is attributable to an increase in SURS expense and contractual salary increases.
- Operations and maintenance of plant costs increased \$1.7 million attributable to an increase in SURS expense and contractual salary increases.
- General administration and institutional expenses increased by \$2.7 million. This increase is due to an increase in SURS expense, interest expense based on a new bond issue, and contractual salary increases.
- Auxiliary enterprises expenses increased by \$0.8 million because of an increase in SURS expense and contractual salary increases.

CONTACTING OAKTON'S FINANCIAL MANAGEMENT

This financial report is designed to provide our constituents with a general overview of Oakton Community College's finances and to demonstrate Oakton's accountability for the resources it receives. Questions concerning this report or requests for additional financial information should be directed to the office of the Vice President for Administrative Affairs, 1600 East Golf Road, Des Plaines, IL 60016.

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

STATEMENTS OF NET POSITION

June 30, 2020 and 2019

	2020	2019
CURRENT ASSETS		
Cash and cash equivalents	\$ 10,131,421	\$ 6,900,825
Short-term investments	91,802,020	101,832,276
Property tax receivable, net of allowance; 2020 \$548,156; 2019 \$531,589	26,859,730	26,047,947
Student tuition receivable, net of allowance; 2020 \$772,345; 2019 \$794,161	6,220,739	6,681,353
Other accounts receivable	2,513,954	2,828,625
Inventory	586,221	654,189
Prepaid expenses	813,591	664,771
Total current assets	138,927,676	145,609,986
NONCURRENT ASSETS		
Long-term investments	28,639,028	20,663,584
Capital assets	190,189,640	182,383,372
Less accumulated depreciation	(74,472,554)	(66,014,678)
Total noncurrent assets	144,356,114	137,032,278
Total assets	283,283,790	282,642,264
DEFERRED OUTFLOWS OF RESOURCES		
State CIP plan	1,910,868	2,080,202
OPEB plan - College	122,181	41,956
SURS pension contributions	38,468	28,499
Total deferred outflows of resources	2,071,517	2,150,657
Total assets and deferred outflows of resources	285,355,307	284,792,921

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

STATEMENTS OF NET POSITION (continued)

June 30, 2020 and 2019

	2020	2019
CURRENT LIABILITIES		
Accounts payable	\$ 4,612,577	\$ 6,702,926
Accrued salaries	1,119,727	255,391
Accrued compensated absences	590,949	480,375
OPEB liability - CIP	556,667	201,489
OPEB liability - College	125,378	171,309
Accrued interest payable	103,891	110,945
Other accrued liabilities	125,381	222,021
Deposits held in custody for others	-	1,000,289
Unearned tuition and fees revenue	9,301,569	10,286,723
Current portion of long-term debt obligations	2,554,344	2,469,344
Other unearned revenue	301,734	180,487
	<hr/>	<hr/>
Total current liabilities	19,392,217	22,081,299
NONCURRENT LIABILITIES		
Accrued compensated absences	1,772,845	1,441,127
OPEB liability - CIP	41,834,009	41,855,976
OPEB liability - College	1,326,619	1,499,742
Long-term debt obligations	29,615,812	32,170,156
	<hr/>	<hr/>
Total noncurrent liabilities	74,549,285	76,967,001
	<hr/>	<hr/>
Total liabilities	93,941,502	99,048,300
DEFERRED INFLOWS OF RESOURCES		
Deferred property tax revenue	27,560,516	26,833,297
College OPEB plan	247,694	-
State CIP plan	6,901,629	5,359,652
	<hr/>	<hr/>
Total deferred inflows of resources	34,709,839	32,192,949
	<hr/>	<hr/>
Total liabilities and deferred inflows of resources	128,651,341	131,241,249
NET POSITION		
Net investment in capital assets	83,546,930	81,729,194
Restricted for		
Working cash	14,500,000	14,500,000
Debt service	1,706,076	1,569,951
Specific purposes	1,548,243	2,839,118
Unrestricted	55,402,717	52,913,409
	<hr/>	<hr/>
TOTAL NET POSITION	\$ 156,703,966	\$ 153,551,672

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION

For the Years Ended June 30, 2020 and 2019

	2020	2019
OPERATING REVENUES		
Student tuition and fees, net of scholarship allowances of \$5,191,375 and \$5,487,291 in 2020 and 2019, respectively	\$ 18,764,959	\$ 20,031,862
Auxiliary enterprises revenue	2,469,104	2,976,878
Other operating revenue	1,862,803	1,064,469
	23,096,866	24,073,209
OPERATING EXPENSES		
Instruction	57,226,903	55,344,294
Academic support	22,054,080	21,403,018
Student services	11,814,933	10,370,642
Public services	1,194,061	1,363,514
Operation and maintenance of plant	12,828,815	13,029,369
General administration	6,668,642	6,548,590
Institutional support	4,473,142	3,472,742
Financial aid	4,287,808	3,556,609
Auxiliary enterprises	8,678,166	7,940,377
Depreciation	8,486,026	7,138,558
	137,712,576	130,167,713
OPERATING INCOME (LOSS)	(114,615,710)	(106,094,504)
NON-OPERATING REVENUES (EXPENSES)		
State grants and contracts	49,484,753	44,283,105
Property taxes	54,360,523	52,269,457
Personal property replacement tax	1,107,346	1,009,413
Federal grants and contracts	8,455,081	7,618,635
Local grants and contracts	968,163	1,680,335
Investment income	3,180,453	3,179,037
Loss on disposal of capital assets	(17,469)	-
Interest expense and fiscal charges	(942,613)	(1,032,635)
	116,596,237	109,007,347
CHANGE IN NET POSITION	1,980,527	2,912,843
NET POSITION, JULY 1	153,551,672	150,638,829
Change in accounting principle	1,171,767	-
NET POSITION, JULY 1, RESTATED	154,723,439	150,638,829
NET POSITION, JUNE 30	\$ 156,703,966	\$ 153,551,672

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Tuition and fees	\$ 18,361,666	\$ 19,677,730
Payments to suppliers	(31,847,199)	(31,049,686)
Payments to employees	(52,894,544)	(52,411,369)
Auxiliary enterprise charges	2,469,953	2,890,128
Other	1,862,803	1,064,469
	<u>(62,047,321)</u>	<u>(59,828,728)</u>
Net cash from operating activities		
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Local property taxes	55,383,305	53,065,279
State appropriations	8,427,046	7,710,966
Grants and contracts	9,875,450	9,206,386
	<u>73,685,801</u>	<u>69,982,631</u>
Net cash from noncapital financing activities		
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of capital assets	(10,259,108)	(7,644,536)
Bond principal paid	(2,130,000)	(2,020,000)
Interest paid on G.O. bonds	(1,289,011)	(1,380,107)
	<u>(13,678,119)</u>	<u>(11,044,643)</u>
Net cash from capital and related financing activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of investments	70,985,983	124,872,615
Interest on investments	3,215,423	3,139,353
Purchase of investments	(68,931,171)	(127,252,753)
	<u>5,270,235</u>	<u>759,215</u>
Net cash from investing activities		
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	3,230,596	(131,525)
CASH AND CASH EQUIVALENTS, JULY 1	<u>6,900,825</u>	<u>7,032,350</u>
CASH AND CASH EQUIVALENTS, JUNE 30	<u>\$ 10,131,421</u>	<u>\$ 6,900,825</u>

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

STATEMENTS OF CASH FLOWS (continued)

For the Years Ended June 30, 2020 and 2019

	2020	2019
RECONCILIATION OF NET OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES		
Operating income (loss)	\$ (114,615,710)	\$ (106,094,504)
Adjustments to reconcile net income (loss) to net cash from operating activities		
State on behalf expense for fringe benefits	38,847,356	33,483,289
State on behalf expense for CIP plan	2,036,997	2,901,946
Depreciation	8,486,026	7,138,558
Changes in net position		
Receivables (net)	461,463	507,128
Inventories	67,968	37,941
Prepaid expenses	(148,820)	(299,359)
SURS pension expense	(9,969)	(2,173)
Accounts payable	316,872	414,039
Accrued salaries	864,336	66,042
Accrued compensated absences	442,292	72,713
CIP OPEB liability	333,211	1,783,222
College OPEB liability	(219,054)	(39,941)
CIP deferred outflows	169,334	(771,709)
College OPEB deferred outflows	(80,225)	113
CIP deferred inflows	1,541,977	1,890,433
Other accrued liabilities	151,054	(88,798)
Deposits held in custody for others	171,478	120,342
Unearned tuition and fees	(985,154)	(677,655)
Other unearned revenues	121,247	(270,355)
NET CASH FROM OPERATING ACTIVITIES	\$ (62,047,321)	\$ (59,828,728)
NONCASH INVESTING, CAPITAL AND FINANCIAL		
State on behalf payments for fringe benefits	\$ 39,056,359	\$ 33,483,289
State on behalf payments for CIP plan	2,044,522	2,901,946
Amortization of bond premium	(339,344)	(339,344)
TOTAL NONCASH INVESTING, CAPITAL AND FINANCIAL	\$ 40,761,537	\$ 36,045,891

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NUMBER 535
COMPONENT UNIT
OAKTON COMMUNITY COLLEGE EDUCATIONAL FOUNDATION
DES PLAINES, ILLINOIS**

STATEMENTS OF FINANCIAL POSITION

June 30, 2020 and 2019

	2020	2019
ASSETS		
Cash and cash equivalents	\$ 102,318	\$ 370,568
Accrued interest and other	97,126	49,821
Prepaid expenses	-	2,850
Investments	16,160,450	16,205,042
	\$ 16,359,894	\$ 16,628,281
LIABILITIES AND NET ASSETS		
LIABILITIES		
Due to Oakton Community College	\$ 108,597	\$ 536,530
Deferred revenue	95,658	16,591
	204,255	553,121
NET ASSETS		
Without donor restrictions		
Undesignated	9,165,671	8,974,636
Designated	104,444	35,482
	9,270,115	9,010,118
With donor restrictions	6,885,524	7,065,042
	16,155,639	16,075,160
TOTAL LIABILITIES AND NET ASSETS	\$ 16,359,894	\$ 16,628,281

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NUMBER 535
COMPONENT UNIT
OAKTON COMMUNITY COLLEGE EDUCATIONAL FOUNDATION
DES PLAINES, ILLINOIS**

STATEMENTS OF ACTIVITIES

For the Year Ended June 30, 2020
(With Summarized Financial Information for the Year Ended June 30, 2019)

	2020			2019
	Without Donor Restrictions	With Donor Restrictions	Total	
REVENUES				
Gifts and contributions	\$ 334,154	\$ 369,535	\$ 703,689	\$ 477,524
Fundraising events	36,997	-	36,997	23,012
Net investment return	192,742	63,843	256,585	792,802
In-kind contributions	7,875	-	7,875	34,325
Miscellaneous	-	-	-	788
Reclassifications and designations of net assets	104,910	(104,910)	-	-
Net assets released from restrictions	507,986	(507,986)	-	-
Total revenues	1,184,664	(179,518)	1,005,146	1,328,451
EXPENSES				
Program services	896,191	-	896,191	1,140,373
Management and general	341,975	-	341,975	287,075
Fundraising	38,504	-	38,504	76,219
Direct benefits to donors	3,841	-	3,841	4,671
Total expenses	1,280,511	-	1,280,511	1,508,338
TRANSFER FROM AFFILIATE- OAKTON COMMUNITY COLLEGE - Combined services				
	355,844	-	355,844	368,994
CHANGE IN NET ASSETS	259,997	(179,518)	80,479	189,107
NET ASSETS, JULY 1	9,010,118	7,065,042	16,075,160	15,886,053
NET ASSETS, JUNE 30	\$ 9,270,115	\$ 6,885,524	\$ 16,155,639	\$ 16,075,160

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS
June 30, 2020 and 2019

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Oakton Community College, Community College District No. 535 (the College), established in 1969 under the Illinois Public Community College Act, provides baccalaureate, vocational and continuing education courses to a five-township area located directly north and northwest of Chicago, Illinois. The Board of Trustees is the College's ruling body which establishes the policies and procedures by which the College is governed.

A. Reporting Entity

The College follows Governmental Accounting Standards Board (GASB) Statement No. 61, *The Financial Reporting Entity*, which reinforced the applicability of GASB Statement Number 39, *Determining Whether Certain Organizations are Component Units*. This statement amends GASB Statement No. 14, *The Financial Reporting Entity*, to provide additional guidance to determine whether certain organizations for which the College is not financially accountable should be reported as component units based on the nature and significance of their relationship with the College. As defined by accounting principles generally accepted in the United States of America, as applicable to governments (hereinafter referred to as generally accepted accounting principals (GAAP)), the financial reporting entity consists of the primary government, as well as its component unit, the Oakton Community College Educational Foundation (the Foundation).

The Foundation is a legally separate, tax-exempt component unit of the College. The Foundation acts primarily as a fundraising organization to supplement the resources that are available to the College in support of its programs. The 32-member board of the Foundation is self-perpetuating and consists of graduates and friends of the College. Although the College does not control the timing or amount of receipts from the Foundation, the majority of resources or income thereon that the Foundation holds and invests is restricted to the activities of the College by the donors. Because these restricted resources held by the Foundation can only be used by, or for the benefit of, the College, the Foundation is considered a component unit of the College. The Foundation is reported in separate financial statements because of the difference in its reporting model, as further described below.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(continued)

A. Reporting Entity (continued)

The Foundation is a private not-for-profit 501(c)(3) organization that reports its financial results under Financial Accounting Standards Board (FASB) Statements. Most significant to the Foundation's operations and reporting model are FASB Statement No. 116, *Accounting for Contributions Received and Contributions Made*, and FASB Statement No. 117, *Financial Reporting for Not-for-Profit Organizations*. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundation's financial information in the College's financial reporting entity for these differences. However, significant note disclosures (See Note 11) to the Foundation's financial statements have been incorporated into the College's notes to financial statements. Financial statements for the Foundation can be obtained by calling the Foundation at (847) 635-1892.

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

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

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

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(continued)

B. Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

The accounting policies of the College conform to GAAP as applicable to colleges and universities as well as those prescribed by the Illinois Community College Board (ICCB). The College's reports are based on all applicable GASB pronouncements. When applicable, certain prior year amounts have been reclassified to conform to current year presentation. The following is a summary of the more significant policies.

C. Cash and Cash Equivalents

Cash includes deposits held at banks plus small amounts maintained for change funds. Cash equivalents are defined as short-term highly liquid investments readily converted to cash with original maturities of three months or less.

D. Investments

Investments with a maturity less than one year when purchased are carried at cost or amortized cost. Investments with a maturity greater than one year when purchased are reported at fair value.

E. Inventories

Inventories consist primarily of prepaid postage and items held for resale by the bookstore and are stated at the lower of cost (principally average) or market. The cost is recorded as expenses as the inventory is consumed.

F. Unearned Revenues

Unearned revenues includes: (1) tax levies accrued that are restricted for future fiscal years; (2) amounts received or accrued for tuition and fees prior to the end of the fiscal year that are related to the subsequent fiscal year; and (3) amounts received from grant and contract sponsors that have not been earned and have not met all eligibility requirements.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(continued)

G. Noncurrent Liabilities

Noncurrent liabilities include: estimated amounts of accrued compensated absences and other postemployment health care benefits (OPEB) liabilities that will not be paid within the next fiscal year and the general obligation bonds and general obligation debt certificates that will not be paid within the next fiscal year.

H. Net Position

The College's net position is classified as follows:

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

Restricted - This includes resources that the College is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties. When both restricted and unrestricted resources are available for use, it is the College's policy to use restricted resources first, then unrestricted resources when they are needed.

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

I. Property Taxes

The College's property taxes are levied each calendar year on all taxable real property located in the district. Pursuant to Board of Trustees resolution, property tax levies passed in December 2019 and 2018 were allocated 50% for each of the two years after the levy year. Property taxes and personal property replacement tax are recorded on the accrual basis.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(continued)

I. Property Taxes (continued)

The County Assessor is responsible for the assessment of all taxable real property within Cook County except for certain railroad property, which is assessed directly by the state. Reassessment is on a three-year schedule established by the County Assessor. The County Clerk computes the annual tax for each parcel of real property and prepares tax books used by the County Collector as the basis for issuing tax bills to all taxpayers in the County.

Property taxes are collected by the County Collector and are submitted to the County Treasurer, who remits to each unit its respective share of the collections. Taxes levied in one year become due and payable in two installments during the following year, generally on March 1st and August 30th of each year. However, the second payment for the 2019 levy will not be due until later in fiscal year 2021. The first installment is an estimated bill and is approximately 55% of the prior year's tax bill. The second installment is based on the current levy, assessment, equalization and certificate to limit levy, if any; changes from the prior year will be reflected in the second installment bill. Taxes must be levied by the last Tuesday in December for the following collection year. The levy becomes an enforceable lien against the property as of January 1 of the levy year. The 2020 tax levy, which attached as an enforceable lien on property as of January 2020, has not been recorded as a receivable as of June 30, 2020 as the tax has not yet been levied and will not be levied until December 2019 and, therefore, the levy is not measurable at June 30, 2020. Public Act 89-1 placed limitations on the annual growth of most local governments' property tax collections. Currently, the limitation is 5%, or the rate of inflation, whichever is less. In levy year 2019, the College's overall tax rate was limited to 0.7% plus an allowance for new property. The respective rates for the 2019, 2018 and 2017 tax levies, per \$100 of assessed valuation, are reflected in the following table.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(continued)

I. Property Taxes (continued)

Property Taxes

	2019 Rate	2018 Rate	2017 Rate
Current:			
Education	\$ 0.1824	\$ 0.1918	\$ 0.1800
Operations and maintenance	0.0323	0.0369	0.0361
Liability, protection and settlement	-	-	-
Audit	0.0004	0.0005	0.0002
Social Security	-	-	-
Debt:			
Bond and interest	0.0142	0.0163	0.0149
TOTAL	\$ 0.2293	\$ 0.2455	\$ 0.2312

J. Capital Assets

Capital assets include property, movable equipment and infrastructure assets, such as roads and sidewalks. Capital assets are defined by the College as assets with an initial unit cost of \$10,000 or more and an estimated useful life in excess of four years. Intangible assets are defined by the College as assets with an initial unit cost of \$100,000 or more. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed and at estimated acquisition value if donated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment of the College are depreciated using the straight-line method over the following useful lives (see Note 3 for further details).

Assets	Years (Prior to fiscal year 2009)	Years (Effective fiscal year 2009)
Buildings	47	50
Building improvements	7	8
Land improvements	6	8
Equipment	7	8
Intangible assets	4	4

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(continued)

K. Classification of Revenues and Expenses

The College has classified its revenues and expenses as either operating or non-operating. Operating revenue and expenses include activities that have the characteristics of exchange transactions, such as (a) student tuition and fees, (b) sales and services of auxiliary enterprises, net of scholarship discounts and allowances, (c) salaries and benefits and (d) materials and supplies. Non-operating revenue and expenses include activities that have the characteristics of non-exchange transactions, such as (a) local property taxes, (b) state appropriations, (c) most federal, state and local grants and contracts and federal appropriations and (d) gifts and contributions.

L. Federal Financial Assistance Programs

The College participates in federally funded Pell Grants, SEOG Grants, Federal Work-Study, Federal Family Education Loans and Perkins Loans programs. Federal programs are audited in accordance with the Uniform Grant Guidance.

M. Proportionate Share of Fringe Benefits

The College applies the requirements of GASB Statement No 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* and recognizes a revenue and expense for the State of Illinois portion of the program under a special funding situation. The College applies the requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, whereby the State of Illinois is responsible for the employer contribution and the total pension liability resulting from a special funding situation. Therefore, for the fiscal years ended June 30, 2020 and 2019, the College has reported its proportionate share of the collective pension expense and revenue for the state's contribution (see Note 6).

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(continued)

N. Compensated Absences

The College records a liability for employees' vacation leave earned, but not taken. Employees are allowed to carry over a limited number of vacation days from year-to-year. The College has no commitment for accumulated sick leave for continuing employees, and no liability is recorded. Administrators who retire may elect to have unused sick leave credited towards years of service in SURS' pension plan, or receive a prorated lump sum payment of accumulated unused sick leave. Eligible classified staff who retire may receive a prorated lump sum payment of accumulated unused sick leave.

O. Deferred Outflows/Inflows of Resources

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

P. Use of Estimates

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

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

2. DEPOSITS AND INVESTMENTS

The Illinois Public Community College Act and the Illinois Investment of the Public Funds Act, allows the College to make deposits in commercial banks and savings and loan institutions, and to invest in the following types of securities within certain limitations: United States Government securities, securities backed by the full faith and credit of the United States Government, bank certificates of deposit, commercial paper, money market, savings and loan securities, repurchase agreements.

It is the policy of the College to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the College and conforming to all state and local statutes governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio. The primary objective of the policy is legality, safety (preservation of capital and protection of investment principal), liquidity and yield. The College’s investment policy specifically prohibits the use of or the investment in derivatives. Investments are commingled in order to maximize earnings. College policy delegates these responsibilities to the Treasurer of the Board of Trustees as permitted by Illinois law.

All funds deposited in the commingled portfolio are classified as investments even though some could be withdrawn on a day’s notice. The following table presents the investments in debt securities as of June 30, 2020 and 2019 by type of investment.

Investment, June 30, 2020

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. agency obligations	\$ 9,793,812	\$ 502,115	\$ 5,264,963	\$ 2,829,970	\$ 1,196,764
Negotiable CDs	15,624,351	9,415,012	6,209,339	-	-
U.S. Treasury notes	1,257,963	803,040	454,923	-	-
Municipal obligations	1,394,135	-	855,957	538,178	-
TOTAL	\$ 28,070,261	\$ 10,720,167	\$ 12,785,182	\$ 3,368,148	\$ 1,196,764

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

2. DEPOSITS AND INVESTMENTS (continued)

Investment, June 30, 2019

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. agency obligations	\$ 8,999,361	\$ 579,015	\$ 4,483,351	\$ 2,052,896	\$ 1,884,099
Negotiable CDs	740,000	494,000	246,000	-	-
U.S. Treasury notes	10,781,477	9,260,695	1,290,323	230,459	-
Municipal obligations	822,070	-	-	507,067	315,003
TOTAL	\$ 21,342,908	\$ 10,333,710	\$ 6,019,674	\$ 2,790,422	\$ 2,199,102

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

The College has the following recurring fair value measurements as of June 30, 2020: U.S. Treasury notes of \$1.26 million, U.S. agency obligations of \$9.79 million, Municipal obligations of \$1.39 million and negotiable certificates of deposit of \$15.6 million are significant other observable outputs and are part of a limited secondary market (Level 2 inputs) and are valued using quoted matrix pricing models.

The College has the following recurring fair value measurements as of June 30, 2019: U.S. Treasury notes of \$10.78 million, U.S. agency obligations of \$8.99 million, Municipal obligations of \$0.82 million and negotiable certificates of deposit of \$0.74 million are significant other observable outputs and are part of a limited secondary market (Level 2 inputs) and are valued using quoted matrix pricing models.

Deposits Held at Financial Institutions Risks: Custodial credit risk for deposits with financial institutions is the risk that, in the event of bank failure, the College’s deposits may not be returned. The College’s investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance with the collateral held by an agent of the College in the College’s name.

The Illinois Public Treasurers’ Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

2. DEPOSITS AND INVESTMENTS (continued)

value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

Illinois School District Liquid Asset Fund Plus is a not-for-profit investment trust fund formed pursuant to the Illinois Municipal Code and is managed by a Board of Trustees elected from the participating members. The fund invests member deposits, on a pooled basis, primarily in short-term certificates of deposit and in high rated short-term obligations of the U.S. Treasury and major United States corporations and banks. The fair value of the College's position in the pool is the same as the value of the pool shares. The credit rating provided by Standard & Poor's of the Illinois School District Liquid Asset Fund Plus - Liquid and Max Class was AAAM at June 30, 2020 and 2019.

Custodial Credit Risk for Investments: It is the risk that, in the event of the failure of the counterparty to the investment, the College will not be able to recover the value of its investments that are in the possession of an outside party. To limit its exposure, the College's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the College's agent separate from where the investment was purchased. The Illinois Funds, ISDLAF+, IMET or the money market are not subject to custodial credit risk.

Interest Rate Risk: In accordance with its investment policy, the College limits its investment portfolio to no more than 50% maturing more than one year from the date of purchase unless approved by the Board of Trustees through a special resolution.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

2. DEPOSITS AND INVESTMENTS (continued)

Credit Risk: The College limits its exposure to credit risk, the risk that the issuer of a debt security that will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly guaranteed by the United States Government. However, the College's investment policy does not specifically limit the College to these types of investments. At June 30, 2020 and 2019, the U.S. agency obligations were rated AAA, and the municipal bonds were rated not rated.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

3. CAPITAL ASSETS

The following tables present the changes in the various capital asset categories for fiscal years 2020 and 2019.

Capital Assets - Fiscal Year 2020

	Balance June 30, 2019	Additions	Transfers	Deletions	Balance June 30, 2020
Capital assets not being depreciated					
Land	\$ 11,052,086	\$ -	\$ -	\$ -	\$ 11,052,086
Work in progress	17,064,756	3,715,382	(16,330,816)	-	4,449,322
Total capital assets not depreciated	<u>28,116,842</u>	<u>3,715,382</u>	<u>(16,330,816)</u>	<u>-</u>	<u>15,501,408</u>
Capital assets being depreciated					
Land improvements	6,094,279	125,119	433,469	-	6,652,867
Buildings	143,581,586	3,839,733	15,897,347	-	163,318,666
Equipment	3,765,806	143,299	-	45,619	3,863,486
Computer technology	824,859	28,354	-	-	853,213
Total capital assets being depreciated	<u>154,266,530</u>	<u>4,136,505</u>	<u>16,330,816</u>	<u>45,619</u>	<u>174,688,232</u>
Less accumulated depreciation for					
Land improvements	4,001,377	667,426	-	-	4,668,803
Buildings	58,664,118	7,441,120	-	-	66,105,238
Equipment	2,616,320	339,380	-	28,150	2,927,550
Computer technology	732,863	38,100	-	-	770,963
Total accumulated depreciation	<u>66,014,678</u>	<u>8,486,026</u>	<u>-</u>	<u>28,150</u>	<u>74,472,554</u>
Net capital assets being depreciated	<u>88,251,852</u>	<u>(4,349,521)</u>	<u>16,330,816</u>	<u>17,469</u>	<u>100,215,678</u>
NET CAPITAL ASSETS	<u><u>\$ 116,368,694</u></u>	<u><u>\$ (634,139)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 17,469</u></u>	<u><u>\$ 115,717,086</u></u>

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

3. CAPITAL ASSETS (continued)

Capital Assets - Fiscal Year 2019

	Balance June 30, 2018	Additions	Transfers	Deletions	Balance June 30, 2019
Capital assets not being depreciated					
Land	\$ 11,052,086	\$ -	\$ -	\$ -	\$ 11,052,086
Work in progress	9,916,089	7,704,992	(556,325)	-	17,064,756
Total capital assets not depreciated	<u>20,968,175</u>	<u>7,704,992</u>	<u>(556,325)</u>	<u>-</u>	<u>28,116,842</u>
Capital assets being depreciated					
Land improvements	6,079,967	-	14,312	-	6,094,279
Buildings	142,029,223	1,010,350	542,013	-	143,581,586
Equipment	3,528,887	236,919	-	-	3,765,806
Computer technology	740,932	83,927	-	-	824,859
Total capital assets being depreciated	<u>152,379,009</u>	<u>1,331,196</u>	<u>556,325</u>	<u>-</u>	<u>154,266,530</u>
Less accumulated depreciation for					
Land improvements	3,363,572	637,805	-	-	4,001,377
Buildings	52,534,078	6,130,040	-	-	58,664,118
Equipment	2,286,476	329,844	-	-	2,616,320
Computer technology	691,994	40,869	-	-	732,863
Total accumulated depreciation	<u>58,876,120</u>	<u>7,138,558</u>	<u>-</u>	<u>-</u>	<u>66,014,678</u>
Net capital assets being depreciated	<u>93,502,889</u>	<u>(5,807,362)</u>	<u>556,325</u>	<u>-</u>	<u>88,251,852</u>
NET CAPITAL ASSETS	<u>\$ 114,471,064</u>	<u>\$ 1,897,630</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 116,368,694</u>

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS

In addition to providing the pension benefits described in Note 5, the College provides postemployment health care benefits (OPEB) for retired employees through a single-employer plan through the State of Illinois College Insurance Plan (CIP). The benefit, benefit levels, employee contributions and employer contributions are governed by the College and can be amended by the College through its personnel manual and union contracts. The plan is not accounted for as a trust fund as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

The following disclosures are for the year ended June 30, 2020 and 2019, in accordance with GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*.

Benefits Provided

The College provides postemployment health care and life insurance benefits to its retirees. All staff and administrative retirees who are eligible to retire under SURS will be reimbursed for the individual premium cost of CIP for the retiree, less the average employee individual premium contribution for the College-sponsored HMO plans for that year. The reimbursement will be made for a period of up to five years immediately following the effective date of retirement. Eligible full-time faculty retirees receive lump sum payments at retirement of either \$6,000 or \$10,000 depending upon years of service. Eligible administrative retirees may also select a \$10,000 lump sum payment.

Plan Description

The College provides OPEB for retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the College and can be amended by the College through its personnel manual and employment contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan.

Membership

2020

At June 30, 2020, membership consisted of:

Inactive employees entitled to but not yet receiving benefits	-
Inactive employees currently receiving benefits	40
Active employees	439
	479
TOTAL	479
Participating Employers	1

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

Membership (continued)

2019

At June 30, 2019, membership consisted of:

Inactive employees entitled to but not yet receiving benefits	-
Inactive employees currently receiving benefits	66
Active employees	<u>423</u>
 TOTAL	 <u><u>489</u></u>
 Participating Employers	 <u><u>1</u></u>

Total OPEB Liability

The College's total OPEB liability of \$1,451,997 was measured as of June 30, 2020 and was determined by an actuarial valuation as of that date. The College's total OPEB liability of \$1,671,051 was measured as of June 30, 2019 and was determined by an actuarial valuation as of July 1, 2018 rolled forward to June 30, 2019.

Actuarial Assumptions and Other Inputs

2020

The total OPEB liability at June 30, 2020, as determined by an actuarial valuation as of that date, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified. The total OPEB liability was measured as of June 30, 2020, with the following assumptions as noted below.

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019**

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

Actuarial Assumptions and Other Inputs (continued)

2020 (continued)

Actuarial cost method	Entry-age
Actuarial value of assets	Market value
Inflation	2.50%
Salary increases	3.00%
Discount rate	2.66%
Healthcare cost trend rates	6.50% Initial 5.00% Ultimate

The discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). A rate of 2.66% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2020.

Mortality rates were based on the RP-2014 Combined Annuitant Mortality Table for males and females, as appropriate.

2019

The total OPEB liability at June 30, 2019, as determined by an actuarial valuation as of July 1, 2018 actuarial valuation, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified. The total OPEB liability was measured as of June 30, 2018 and rolled forward to June 30, 2019, the measurement date, with the following assumptions as noted below.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

Actuarial Assumptions and Other Inputs (continued)

2019 (continued)

Actuarial cost method	Entry-age
Actuarial value of assets	Market value
Inflation	2.50%
Salary increases	3.00%
Discount rate	2.79%
Healthcare cost trend rates	8.00% Initial 5.50% Ultimate

The discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). A rate of 2.79% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2019.

Mortality rates were based on the RP-2014 Combined Annuitant Mortality Table for males and females, as appropriate.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

Changes in the Total OPEB Liability

2020

	(a) Total OPEB Liability
BALANCES AT JULY 1, 2019	\$ 1,671,051
Changes for the period	
Service cost	48,651
Interest	38,794
Difference between expected and actual experience	(200,092)
Changes in assumptions	20,067
Benefit payments and refunds	(123,052)
Other	(3,422)
Net changes	(219,054)
BALANCES AT JUNE 30, 2020	\$ 1,451,997

There were changes in assumptions related to the discount rate.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

Changes in the Total OPEB Liability (continued)

2019

	(a) Total OPEB Liability
BALANCES AT JULY 1, 2018	\$ 1,710,992
Changes for the period	
Service cost	18,489
Interest	49,119
Difference between expected and actual experience	-
Changes in assumptions	13,970
Benefit payments and refunds	(125,378)
Other	3,859
Net changes	(39,941)
BALANCES AT JUNE 30, 2019	\$ 1,671,051

There were changes in assumptions related to the discount rate.

Rate Sensitivity

2020

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the College calculated using the discount rate of 2.66% as well as what the College total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.66%) or 1 percentage point higher (3.66%) than the current rate:

	1% Decrease (1.66%)	Current Discount Rate (2.66%)	1% Increase (3.66%)
Total OPEB liability	\$ 1,527,132	\$ 1,451,997	\$ 1,383,133

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

Rate Sensitivity (continued)

2020 (continued)

The table below presents the total OPEB liability of the College calculated using the current healthcare rate of as well as what the College's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease	Current Healthcare Rate	1% Increase
Total OPEB liability	\$ 1,369,767	\$ 1,451,997	\$ 1,545,809

2019

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the College calculated using the discount rate of 2.79% as well as what the College total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.79%) or 1 percentage point higher (3.79%) than the current rate:

	1% Decrease (1.79%)	Current Discount Rate (2.79%)	1% Increase (3.79%)
Total OPEB liability	\$ 1,748,554	\$ 1,671,051	\$ 1,600,052

The table below presents the total OPEB liability of the College calculated using the current healthcare rate of as well as what the College's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease	Current Healthcare Rate	1% Increase
Total OPEB liability	\$ 1,595,264	\$ 1,671,051	\$ 1,755,236

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

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

2020

For the year ended June 30, 2020, the College recognized OPEB expense of \$71,467. At June 30, 2020, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 163,096
Changes in assumptions	122,181	84,598
	\$ 122,181	\$ 247,694
TOTAL	\$ 122,181	\$ 247,694

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

Year Ending June 30,			
2021		\$	(15,977)
2022			(29,066)
2023			(32,696)
2024			(33,918)
2025			(13,856)
Thereafter			-
TOTAL		\$	(125,513)

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources
Related to OPEB (continued)**

2019

For the year ended June 30, 2019, the College recognized OPEB expense of \$85,549. At June 30, 2019, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Changes in assumptions	41,956	-
	\$ 41,956	\$ -
TOTAL	\$ 41,956	\$ -

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

Year Ending June 30,			
2020		\$	17,941
2021			17,941
2022			4,852
2023			1,222
2024			-
Thereafter			-
			-
TOTAL		\$	41,956

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

5. PENSION PLAN (SURS)

Plan Description

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

Benefits Provided

A traditional benefit plan was established in 1941. Public Act 90-0448 enacted effective January 1, 1998, established an alternative defined benefit program known as the portable benefit package. The traditional and portable plan Tier 1 refers to members that began participation prior to January 1, 2011. Public Act 96-0889 revised the traditional and portable benefit plans for members who begin participation on or after January 1, 2011, and who do not have other eligible Illinois reciprocal system services. The revised plan is referred to as Tier 2. New employees are allowed six months after their date of hire to make an irrevocable election. A summary of the benefit provisions as of June 30, 2019 can be found in SURS' comprehensive annual financial report (CAFR) notes to financial statements.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

5. PENSION PLAN (SURS) (continued)

Contributions

The state is primarily responsible for funding SURS on behalf of the individual employers at an actuarially determined amount. Public Act 88-0593 provides a Statutory Funding Plan consisting of two parts: (i) a ramp-up period from 1996 to 2010 and (ii) a period of contributions equal to a level percentage of the payroll of active members of the System to reach 90% of the total actuarial accrued liability by the end of fiscal year 2045. Employer contributions from trust, federal and other funds are provided under Section 15-155(b) of the Illinois Pension Code and require employers to pay contributions which are sufficient to cover the accruing normal costs on behalf of applicable employees. The employer normal cost for fiscal years 2019 and 2020 was 12.29% and 13.02%, respectively, of covered payroll. The normal cost is equal to the value of current year's pension benefit and does not include any allocation for the past unfunded liability or interest on the unfunded liability. Plan members are required to contribute 8% of their annual covered salary. The contribution requirements of plan members and employers are established and may be amended by the Illinois General Assembly.

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

Funding Policy

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

Net Pension Liability

At June 30, 2019 and 2018, SURS reported a net pension liability of \$28,720,071,173 and \$27,494,556,682, respectively. The net pension liability was measured as of June 30, 2018 and 2017, respectively.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

5. PENSION PLAN (SURS) (continued)

Funding Policy (continued)

A. Pension Liabilities, Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

Employer Proportionate Share of Net Pension Liability

For the year ended June 30, 2020, the amount of the proportionate share of the net pension liability to be recognized for the College is \$0. The proportionate share of the state's net pension liability associated with the College is \$360,523,053 or 1.2553%. This amount is not recognized in the financial statement due to the special funding situation. The net pension liability was measured as of June 30, 2020, and the total pension used to calculate the net pension liability was determined based on the June 30, 2018 actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable earnings made to SURS during fiscal year 2019.

For the year ended June 30, 2019, the amount of the proportionate share of the net pension liability to be recognized for the College is \$0. The proportionate share of the state's net pension liability associated with the College is \$342,829,627 or 1.2469%. This amount is not recognized in the financial statement due to the special funding situation. The net pension liability was measured as of June 30, 2019, and the total pension used to calculate the net pension liability was determined based on the June 30, 2017 actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable earnings made to SURS during fiscal year 2018.

Pension Expense

At June 30, 2019 and 2018, SURS reported a collective net pension expense of \$3,094,666,252 and \$2,685,322,700, respectively.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

5. PENSION PLAN (SURS) (continued)

Funding Policy (continued)

A. Pension Liabilities, Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

Employer Proportionate Share of Pension Expense

The College's proportionate share of collective net pension expense is recognized as both revenue and matching expense in the 2020 financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable earnings made to SURS during fiscal year 2019. As a result, the College recognized revenue and pension expense of \$38,847,356 for the fiscal year ended June 30, 2020.

The College's proportionate share of collective net pension expense is recognized as both revenue and matching expense in the 2019 financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable earnings made to SURS during fiscal year 2018. As a result, the College recognized revenue and pension expense of \$33,483,289 for the fiscal year ended June 30, 2019.

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

Deferred outflows of resources are the consumption of net position by the College that is applicable to future reporting periods. The College paid \$38,468 in federal, trust or grant contributions for the fiscal year ended June 30, 2020. These contributions were made subsequent to the pension liability measurement date of June 30, 2019 and are recognized as deferred outflows of resources as of June 30, 2020.

Deferred outflows of resources are the consumption of net position by the College that is applicable to future reporting periods. The College paid \$28,499 in federal, trust or grant contributions for the fiscal year ended June 30, 2019. These contributions were made subsequent to the pension liability measurement date of June 30, 2018 and are recognized as deferred outflows of resources as of June 30, 2019.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

5. PENSION PLAN (SURS) (continued)

Funding Policy (continued)

B. Assumptions and Other Inputs

Actuarial Assumptions

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period June 30, 2014 – 2017. The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to periods included in the measurement:

Inflation	2.25%
Salary increases	3.25% to 12.25%, including inflation
Investment rate of return	6.75% beginning with the actuarial valuation as of June 30, 2018

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. 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, 2019 and 2018, these best estimates are summarized in the following table:

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

5. PENSION PLAN (SURS) (continued)

Funding Policy (continued)

B. Assumptions and Other Inputs (continued)

Actuarial Assumptions (continued)

	2019	
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	23.00%	5.25%
Private Equity	6.00%	8.65%
Non-U.S. Equity	19.00%	6.75%
Global Equity	8.00%	6.25%
Fixed Income	19.00%	1.85%
Treasury-Inflation Protected Securities	4.00%	1.20%
Emerging Market Debt	3.00%	4.00%
Real Estate REITS	4.00%	5.70%
Direct Real Estate	6.00%	4.85%
Commodities	2.00%	2.00%
Hedged Strategies	5.00%	2.85%
Opportunity Fund	1.00%	7.00%
Total	100.00%	4.80%
Inflation		2.75%
EXPECTED ARITHMETIC RETURN		7.55%

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

5. PENSION PLAN (SURS) (continued)

Funding Policy (continued)

B. Assumptions and Other Inputs (continued)

Actuarial Assumptions (continued)

2018		
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	23.00%	5.00%
Private Equity	6.00%	8.50%
Non-U.S. Equity	19.00%	6.45%
Global Equity	8.00%	6.00%
Fixed Income	19.00%	1.50%
Treasury-Inflation Protected Securities	4.00%	0.75%
Emerging Market Debt	3.00%	3.65%
Real Estate REITS	4.00%	5.45%
Direct Real Estate	6.00%	4.75%
Commodities	2.00%	2.00%
Hedged Strategies	5.00%	2.85%
Opportunity Fund	1.00%	7.00%
Total	100.00%	4.55%
Inflation		2.75%
EXPECTED ARITHMETIC RETURN		7.30%

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

5. PENSION PLAN (SURS) (continued)

Funding Policy (continued)

B. Assumptions and Other Inputs (continued)

Discount Rate

2019

A single discount rate of 6.59% was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 6.75% and a municipal bond rate of 3.13% (based on the weekly rate closest to but not later than the measurement date of the 20-Year Bond Buyer Index as published by the Federal Reserve). The projection of cash flows used to determine this single discount rate were the amounts of contributions attributable to current plan members and assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the statutory contribution rates under the system's funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2075. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2075, and the municipal bond rate was applied to all benefit payments after that date.

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

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 6.59%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1 percentage point lower (5.59%) or 1 percentage point higher (7.59%):

	1% Decrease (5.59%)	Current Single Discount Rate Assumption (6.59%)	1% Increase (7.59%)
Net pension liability	\$ 34,786,851,779	\$ 28,720,071,173	\$ 23,712,555,197

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

5. PENSION PLAN (SURS) (continued)

Funding Policy (continued)

B. Assumptions and Other Inputs (continued)

Discount Rate (continued)

2018

A single discount rate of 6.65% was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 6.75% and a municipal bond rate of 3.62% (based on the weekly rate closest to but not later than the measurement date of the 20-Year Bond Buyer Index as published by the Federal Reserve). The projection of cash flows used to determine this single discount rate were the amounts of contributions attributable to current plan members and assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the statutory contribution rates under the system's funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2075. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2075, and the municipal bond rate was applied to all benefit payments after that date.

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

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 6.65%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1 percentage point lower (5.65%) or 1 percentage point higher (7.65%):

	1% Decrease (5.65%)	Current Single Discount Rate Assumption (6.65%)	1% Increase (7.65%)
Net pension liability	\$ 33,352,188,584	\$ 27,494,556,682	\$ 22,650,651,520

Additional information regarding the SURS' basic financial statements including the plan net position can be found in the SURS' CAFR by accessing the website at www.SURS.org.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

6. RETIREE HEALTH PLAN (CIP)

Plan Description

The following disclosures are for the year ended June 30, 2020 and 2019, in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. CIP is a cost-sharing, multiple-employer, defined benefit OPEB plan. For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB and OPEB expense, information about the fiduciary net position of CIP and additions to/deductions from CIP's fiduciary net position have been determined on the same basis as they are reported by CIP. For this purpose, CIP recognizes benefit payments when due and payable in accordance with the benefit terms. Investments, if any, are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

At June 30, 2020, the College reported a liability of \$42,390,676 for its proportionate share of the total OPEB liability that reflected a reduction for state OPEB support of \$42,390,676 resulting in a total OPEB liability associated with the College of \$84,781,352. The OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation performed as of June 30, 2018 rolled forward to June 30, 2019. The College's proportion of the net OPEB liability was based on the College's actual contributions to the OPEB plan relative to the projected contributions of all participating colleges and the State of Illinois, statutorily determined. At June 30, 2020 and June 30, 2019, the College's proportions were 2.244626% and 2.230867%, respectively.

At June 30, 2019, the College reported a liability of \$42,057,465 for its proportionate share of the total OPEB liability that reflected a reduction for state OPEB support of \$42,057,465 resulting in a total OPEB liability associated with the College of \$84,114,930. The OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation performed as of June 30, 2017 rolled forward to June 30, 2018. The College's proportion of the net OPEB liability was based on the College's actual contributions to the OPEB plan relative to the projected contributions of all participating colleges and the State of Illinois, statutorily determined. At June 30, 2019 and June 30, 2018, the College's proportions were 2.230867% and 2.208457%, respectively.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

6. RETIREE HEALTH PLAN (CIP) (continued)

Plan Description (continued)

2020

For the year ended June 30, 2020, the College recognized OPEB expense of \$2,044,522 and revenue of \$2,044,522 for support provided by the state. At June 30, 2020, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 496,813	\$ 896,468
Changes in assumption	-	5,906,009
Changes in proportionate share and differences between College contributions and proportionate share of contributions	1,205,041	1,872
Contributions made after the measurement date	209,014	-
Net difference between projected and actual earnings on OPEB plan investments	-	97,280
	\$ 1,910,868	\$ 6,901,629
TOTAL		

\$209,014 reported as deferred outflows or resources related to OPEB resulting from college contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the measurement period ended June 30, 2020 (fiscal year ending June 30, 2021). Other amounts reported as deferred outflows of resources and deferred inflows of resources related to CIP will be recognized in OPEB expense as follows:

Year Ending June 30,	
2021	\$ (866,629)
2022	(866,629)
2023	(866,629)
2024	(866,629)
2025	(866,629)
Thereafter	(866,630)
TOTAL	\$ (5,199,775)

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

6. RETIREE HEALTH PLAN (CIP) (continued)

Plan Description (continued)

2019

For the year ended June 30, 2019, the College recognized OPEB expense of \$2,901,946 and revenue of \$2,901,946 for support provided by the state. At June 30, 2019, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 618,142	\$ 92,113
Changes in assumption	-	5,264,354
Changes in proportionate share and differences between College contributions and proportionate share of contributions	1,260,571	1,811
Contributions made after the measurement date	201,489	-
Net difference between projected and actual earnings on OPEB plan investments	-	1,374
	\$ 2,080,202	\$ 5,359,652
TOTAL		

\$201,489 reported as deferred outflows or resources related to OPEB resulting from college contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the measurement period ended June 30, 2019 (fiscal year ending June 30, 2020). Other amounts reported as deferred outflows of resources and deferred inflows of resources related to CIP will be recognized in OPEB expense as follows:

Year Ending June 30,	
2020	\$ (580,156)
2021	(580,156)
2022	(580,156)
2023	(580,156)
2024	(580,156)
Thereafter	(580,159)
TOTAL	\$ (3,480,939)

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019**

6. RETIREE HEALTH PLAN (CIP) (continued)

Actuarial Assumptions

2020

The total OPEB liability was determined by an actuarial valuation as of June 30, 2018, rolled forward to June 30, 2019, the measurement date, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

Assumptions	
Inflation	2.25%
Salary increases	3.25% to 12.25%
Investment rate of return	0.00%
Healthcare cost trend rates	8.00% to 9.00% trending to 4.50%
Asset valuation method	Market value

Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Healthy Annuitant Mortality Table. For disabled annuitants mortality rates were based on the RP-2014 Disabled Annuitant table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table. Tables were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2017. The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period June 30, 2006 to June 30, 2014.

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since CIP is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates were 3.62% as of June 30, 2018 and 3.13% as of June 30, 2019.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

6. RETIREE HEALTH PLAN (CIP) (continued)

Actuarial Assumptions (continued)

2019

The total OPEB liability was determined by an actuarial valuation as of June 30, 2017, rolled forward to June 30, 2018, the measurement date, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

Assumptions	
Inflation	2.75%
Salary increases	3.75% to 10.00%
Investment rate of return	0.00%
Healthcare cost trend rates	8.00% to 9.00% trending to 4.50%
Asset valuation method	Market value

Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Annuitant Mortality Table. For disabled annuitants mortality rates were based on the RP-2014 Disabled Annuitant table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table. Tables were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2014. The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period June 30, 2010 to June 30, 2014.

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since CIP is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates were 3.56% as of June 30, 2017 and 3.62% as of June 30, 2018.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

6. RETIREE HEALTH PLAN (CIP) (continued)

Rate Sensitivity

2020

The following is a sensitivity analysis of the OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the OPEB liability of the College calculated using the discount rate of 3.13% as well as what the College's OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.13%) or 1 percentage point higher (4.13%) than the current rate:

	1% Decrease (2.13%)	Current Discount Rate (3.13%)	1% Increase (4.13%)
OPEB liability	\$ 48,653,302	\$ 42,390,676	\$ 37,075,249

The table below presents the College's OPEB liability, calculated using the healthcare cost trend rates as well as what the College's OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower, than the current healthcare cost trend rates. The key trend rates are 8.00% in 2020 decreasing to an ultimate trend rate of 4.90% in 2029, for non-Medicare coverage, and 9.00% in 2020 decreasing to an ultimate trend rate of 4.50% in 2029 for Medicare coverage.

	1% Decrease	Current Healthcare Rate	1% Increase
OPEB liability	\$ 35,181,679	\$ 42,390,676	\$ 51,916,947

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

6. RETIREE HEALTH PLAN (CIP) (continued)

Rate Sensitivity (continued)

2018

The following is a sensitivity analysis of the OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the OPEB liability of the College calculated using the discount rate of 3.62% as well as what the College's OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.62%) or 1 percentage point higher (4.62%) than the current rate:

	1% Decrease (2.62%)	Current Discount Rate (3.62%)	1% Increase (4.62%)
OPEB liability	\$ 48,743,509	\$ 42,057,465	\$ 36,942,687

The table below presents the College's OPEB liability, calculated using the healthcare cost trend rates as well as what the College's OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower, than the current healthcare cost trend rates. The key trend rates are 8.00% in 2019 decreasing to an ultimate trend rate of 4.91% in 2026, for non-Medicare coverage, and 9.00% in 2019 decreasing to an ultimate trend rate of 4.50% in 2028 for Medicare coverage.

	1% Decrease	Current Healthcare Rate	1% Increase
OPEB liability	\$ 34,865,361	\$ 42,057,465	\$ 51,523,363

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued CIP financial report.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

7. CONTINGENCIES AND COMMITMENTS

The College had active construction projects. The commitments related to the remaining contract balances as of June 30, 2020 and 2019 are summarized as follows:

2020:

Project	Contract Amount	Amount Paid To Date	Balance Remaining
West End Remodeling, Des Plaines Campus	\$ 12,199,539	\$ 10,592,994	\$ 1,606,545
Fire Alarm Replacement System	471,680	420,827	50,853
Natural Areas Restoration	183,747	-	183,747
Sidewalk Replacement	184,900	-	184,900
Landscape and Signage	250,000	161,038	88,962
Cafeteria Remodeling, Des Plaines Campus	290,193	24,131	266,062
Skokie Campus Renovations	2,821,202	2,055,883	765,319
Main Entrance Renovations	1,775,550	771,023	1,004,527
Pedestrian Pathway – Des Plaines Campus	104,100	-	104,100
Owner’s Representative Consulting – Master Plan	362,000	290,929	71,071
Architectural Services Related to the Master Plan	1,865,356	1,510,926	354,430
TOTAL	\$ 20,508,267	\$ 15,827,751	\$ 4,680,516

2019:

Project	Contract Amount	Amount Paid To Date	Balance Remaining
West End Remodeling, Des Plaines Campus	\$ 12,199,539	\$ 5,059,376	\$ 7,140,163
Des Plaines Campus Electrical Switchgear	739,703	700,568	39,135
Landscape and Signage	283,382	161,038	122,344
Emergency Power Back Up Generator	514,878	469,819	45,059
Fire Alarm Replacement System	471,680	353,741	117,939
Natural Areas Restoration	536,000	376,780	159,220
Sanitary Lift Station	553,564	425,654	127,910
Skokie Campus HVAC Replacement	5,500,000	5,457,939	42,061
Owner’s Representative Consulting – Master Plan	700,000	459,665	240,335
Architectural Services Related to the Master Plan	1,865,356	1,510,926	354,430
TOTAL	\$ 23,364,102	\$ 14,975,506	\$ 8,388,596

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

7. CONTINGENCIES AND COMMITMENTS (continued)

The College is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the College's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the College. The range of potential exposure faced by the College from these lawsuits at June 30, 2020 is estimated at \$15,000.

8. RISK MANAGEMENT

The College participates in the Illinois Community College Risk Management Consortium (Consortium) which operates as a public entity risk pool for the member colleges. The Consortium was established in 1981 by several Chicago area community colleges as a means of reducing the cost of general liability insurance for its college members. The main purpose of the Consortium is to jointly self-insure certain risks up to an agreed upon retention limit and to obtain excess catastrophic coverage and aggregate stop-loss reinsurance over the selected retention limit. The excess coverage including underlying policies coverage is as follows; crisis response (\$250 thousand); identity protection and crime (\$1 million); boiler and machinery (\$100 million); property (\$500 million); general liability (\$30 million); auto liability, law enforcement, school board legal liability (\$30 million), and employee liability (\$22 million); workers' compensation statutory limits); and foreign liability (\$22 million). The insurance cost for fiscal year 2020 and 2019 was \$788,494 and \$741,761, respectively. The College also received \$74,700 and \$59,342 in 2020 and 2019, respectively, in dividends due to favorable loss experience in prior years. Since the Consortium requests initial payments to cover substantially any losses to be incurred for that policy year, the College anticipates no future liabilities for incurred losses. Through June 30, 2011, the College maintained a comprehensive self-insurance plan through a third party administrator, as an option, for its employees' health and dental coverage. The College maintained specific insurance of \$70,000 per individual to limit its liability exposure. The College also maintained adequate reserves to cover potential losses. The following is a reconciliation of changes in the reserve in health and dental care costs for the current and prior two fiscal years. The reserve is based on deposits net of charges for the past ten years and is required by employee contractual agreements. Effective July 1, 2011, the College discontinued its self-insured health plan only and began participating in the Consortium for the healthcare portion only. The Consortium is a public entity risk pool to provide health insurance coverage to its employees. The following is a reconciliation of changes in the reserve in dental care costs for the current and prior two fiscal years.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

8. RISK MANAGEMENT (continued)

	2020 (000)	2019 (000)	2018 (000)
Reserve for dental care costs at July 1	\$ 16	\$ 33	\$ 38
Incurred claims/changes in estimates	325	276	344
Payments on claims	<u>(309)</u>	<u>(293)</u>	<u>(349)</u>
 RESERVE FOR DENTAL CARE COSTS AT JUNE 30	 <u>\$ 32</u>	 <u>\$ 16</u>	 <u>\$ 33</u>

9. LONG-TERM OBLIGATIONS

Schedule of the College's long-term obligation activity for the years ended June 30, 2020 and 2019:

Long-Term Obligations - Fiscal Year 2020

	Balance June 30, 2019	Additions	Deletions	Balance June 30, 2020	Amounts Due Within One Year	Noncurrent Liability
Compensated absences	\$ 1,921,503	\$ 922,666	\$ 480,376	\$ 2,363,793	\$ 590,948	\$ 1,772,845
Other accrued liabilities						
Retirement reserves	206,164	93,248	206,164	93,248	93,248	-
Dental insurance reserve	15,857	325,243	308,967	32,133	32,133	-
OPEB liability - CIP	42,057,465	333,211	-	42,390,676	556,667	41,834,009
OPEB liability - College	<u>1,671,051</u>	<u>-</u>	<u>219,054</u>	<u>1,451,997</u>	<u>125,378</u>	<u>1,326,619</u>
Subtotal, other	<u>43,950,537</u>	<u>751,702</u>	<u>734,185</u>	<u>43,968,054</u>	<u>807,426</u>	<u>43,160,628</u>
General obligation bonds	32,130,000	-	2,130,000	30,000,000	2,215,000	27,785,000
Bond premium	<u>2,509,500</u>	<u>-</u>	<u>339,344</u>	<u>2,170,156</u>	<u>339,344</u>	<u>1,830,812</u>
Subtotal	<u>34,639,500</u>	<u>-</u>	<u>2,469,344</u>	<u>32,170,156</u>	<u>2,554,344</u>	<u>29,615,812</u>
TOTAL OBLIGATIONS	<u>\$ 80,511,540</u>	<u>\$ 1,674,368</u>	<u>\$ 3,683,905</u>	<u>\$ 78,502,003</u>	<u>\$ 3,952,718</u>	<u>\$ 74,549,285</u>

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

9. LONG-TERM OBLIGATIONS (continued)

Long-Term Obligations - Fiscal Year 2019

	Balance June 30, 2018	Additions	Deletions	Balance June 30, 2019	Amounts Due Within One Year	Noncurrent Liability
Compensated absences	\$ 1,848,789	\$ 534,911	\$ 462,197	\$ 1,921,503	\$ 480,376	\$ 1,441,127
Other accrued liabilities						
Retirement reserves	277,819	101,330	172,985	206,164	206,164	-
Dental insurance reserve	33,000	275,851	292,994	15,857	15,857	-
OPEB liability - CIP	40,274,243	1,783,222	-	42,057,465	-	42,057,465
OPEB liability - College	1,710,992	-	39,941	1,671,051	125,378	1,545,673
Subtotal, other	42,296,054	2,160,403	505,920	43,950,537	347,399	43,603,138
General obligation bonds	34,150,000	-	2,020,000	32,130,000	2,130,000	30,000,000
Bond premium	2,848,844	-	339,344	2,509,500	339,344	2,170,156
Subtotal	36,998,844	-	2,359,344	34,639,500	2,469,344	32,170,156
TOTAL OBLIGATIONS	\$ 81,143,687	\$ 2,695,314	\$ 3,327,461	\$ 80,511,540	\$ 3,297,119	\$ 77,214,421

General Obligation Limited Tax Bonds, Series 2014

The bonds were issued to pay the College's \$14.5 million Debt Certificates, Series 2014 issued on May 7, 2014, which certificates were issued to finance various capital projects including the construction and remodeling of various campus buildings and infrastructure improvements. The bonds bear a fixed interest at varying rates ranging from 3.13% to 5.00% per annum. The bonds maturing on or after December 1, 2025 are subject to optional redemption prior to maturity at the redemption price of par plus accrued interest to the redemption date.

General obligation debt issue date	September 23, 2014
Current portion	\$ -
Long-term portion	\$ 13,970,000
Interest rate	Fixed interest at varying rates ranging from 2.25% to 5.00%
Final payment date	December 1, 2029
Payment dates	June 1 and December 1

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

9. LONG-TERM OBLIGATIONS (continued)

General Obligation Limited Tax Bonds, Series 2014 (continued)

Fiscal Year Ending June 30,	Principal	Interest
2021	\$ -	\$ 587,525
2022	-	587,525
2023	-	587,525
2024	-	587,525
2025	1,025,000	567,025
2026 - 2030	<u>12,945,000</u>	<u>1,148,088</u>
TOTAL	<u><u>\$ 13,970,000</u></u>	<u><u>\$ 4,065,213</u></u>

General Obligation Limited Tax Bonds, Series 2011

On September 8, 2011, the College issued General Obligation Limited Tax Bonds, Series 2011 in the amount of \$27,245,000. The bonds were issued to pay the College's \$30.1 million Debt Certificates, Series 2011 issued on June 1, 2011, which certificates were issued to finance the construction of the Science and Health Careers Building pursuant to the College's five-year Facilities Master Plan. The bonds bear a fixed interest at varying rates ranging from 2.25% to 5.00% per annum. The bonds maturing on or after December 1, 2022 are subject to optional redemption prior to maturity at the redemption price of par plus accrued interest to the redemption date.

General obligation debt issue date	September 8, 2011
Current portion	\$ 2,020,000
Long-term portion	\$ 12,960,000
Interest rate	Fixed interest at varying rates ranging from 2.25% to 5.00%
Final payment date	December 1, 2024
Payment dates	June 1 and December 1

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

9. LONG-TERM OBLIGATIONS (continued)

General Obligation Limited Tax Bonds, Series 2011 (continued)

Fiscal Year Ending June 30,	Principal	Interest
2021	\$ 2,155,000	\$ 447,038
2022	2,265,000	336,538
2023	2,380,000	220,412
2024	2,495,000	107,287
2025	1,590,000	26,833
TOTAL	\$ 10,885,000	\$ 1,138,108

General Obligation Limited Tax Bonds, Series 2018

On April 11, 2018, the College issued General Obligation Limited Tax Bonds, Series 2018 in the amount of \$5,200,000. The bonds were issued to pay the College's \$5.015 million Debt Certificates, Series 2017 issued on December 20, 2017, which certificates were issued to finance various capital improvements in and for the College. The bonds bear a fixed interest at varying rates ranging from 3.00% to 3.20% per annum. The bonds maturing on or after December 1, 2031 are subject to optional redemption prior to maturity at the redemption price of par plus accrued interest to the redemption date.

General obligation debt issue date	April 11, 2018
Current portion	\$ -
Long-term portion	\$ 5,200,000
Interest rate	Fixed interest at varying rates ranging from 3.00% to 3.20%
Final payment date	December 1, 2031
Payment dates	June 1 and December 1

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

9. LONG-TERM OBLIGATIONS (continued)

General Obligation Limited Tax Bonds, Series 2018 (continued)

Fiscal Year Ending June 30,	Principal	Interest
2021	\$ 60,000	\$ 157,350
2022	60,000	155,550
2023	60,000	153,750
2024	65,000	151,875
2025	55,000	150,075
2026 - 2030	2,070,000	713,250
2031 - 2032	2,775,000	79,575
TOTAL	\$ 5,145,000	\$ 1,561,425

10. TAX ABATEMENT

From time-to-time, the College has authorized special property tax incentive classifications that have been authorized by the Cook County Board for certain commercial and industrial properties (Chapter 74 Taxation, Article II Real Property Taxation, Division 2, Classification System for Assessment Sections 74-63 and 74-71 of the Cook County Code). The purpose of these special Cook County property tax incentives (generally known as Class 6, 7 and 8 incentives) is to encourage commercial and industrial development, rehabilitation of existing facilities and reutilization of unoccupied and abandoned buildings. The goal of these special incentive classifications is to stimulate expansion and retention of existing commercial and industrial activities and to increase employment opportunities.

The College has approved these special incentive requests to businesses that, as a result, have occupied vacant structures, constructed new buildings or expanded existing facilities. It is not uncommon for the improved properties to increase the property's overall Equalized Assessed Value (EAV) and produce greater property tax revenue potential for the College and the other overlapping taxing districts than would have resulted if the development had not occurred.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

10. TAX ABATEMENT (continued)

Under these special incentive classifications, qualifying property is eligible to be assessed at 10% of market value for a ten-year period, versus the normal assessment rate of 25% which would otherwise apply. These special incentive classifications authorize the same level of assessment (10%) for the qualifying property as is normally afforded to residential properties in Cook County and results in significant tax savings for the businesses benefiting from the incentive. The structure of these Cook County incentive programs include provision for a two-year “ramp up” period (assessed at 15% in year eleven and 20% in year twelve) to moderate the transition from the special low assessment rate to the normal assessment rate, should the incentive not to be renewed.

These special incentives are not direct tax abatements where a portion of the tax levy extended by the College is waived, foregone, or reduced. Instead, these special incentives affect the determination of the overall EAV applicable to the property and taxing districts before the extension of the taxing districts’ requested tax levies and the determination of tax rates.

However, because of the discounted EAV granted to the properties and the impact of property tax levy limits, these Cook County special incentives effectively redistribute a portion of the tax levy of each taxing district to all of the other taxpayers within each of the overlapping taxing districts.

An approximation of the College’s share of the tax impact attributable to the “discount” created by the reduced assessment rates is obtained by multiplying the discount EAV (the difference between the EAV without incentive and the EAV with incentive) times the tax rate. The impact under these special Cook County incentive classifications was not determinable for the years ended June 30, 2020 and June 30, 2019.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

11. COMPONENT UNIT

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

Net Assets without Donor Restrictions

Undesignated – Net assets that are not subject to donor-imposed restrictions or Board restrictions.

Board Designated - Net assets subject to restrictions imposed by the Board and determined to be unavailable for general use.

Net Assets with Donor Restrictions

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

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation. Expirations of restrictions on net assets (i.e. the donor stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS (continued)
June 30, 2020 and 2019

12. CHANGE IN ACCOUNTING PRINCIPLE

2020

For the fiscal year ended June 30, 2020, the College implemented GASB Statement No. 84, *Fiduciary Activities*. With the implementation, the College is required to record the beginning net position of their student activity funds. The beginning net position has been restated to reflect the new guidance as follows:

BEGINNING NET POSITION, AS PREVIOUSLY REPORTED	\$ <u> -</u>
Record net position of custodial fund	1,171,767
Total restatement	<u>1,171,767</u>
BEGINNING NET POSITION, AS RESTATED	<u>\$ 1,171,767</u>

2019

The Foundation has adopted ASU No. 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities* (Topic 958), for the year ended June 30, 2019 financial statements. The ASU amends the current reporting model for nonprofit organizations and enhances their required disclosures.

**OAKTON COMMUNITY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 535
DES PLAINES, ILLINOIS**

SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTRETIREMENT BENEFIT PLAN

Last Three Fiscal Years

MEASUREMENT DATE JUNE 30,	2018	2019	2020
TOTAL OPEB LIABILITY			
Service cost	\$ 19,091	\$ 18,489	\$ 48,651
Interest	48,435	49,119	38,794
Difference between expected and actual results	-	-	(200,092)
Changes in assumptions	12,647	13,970	20,067
Benefit payments	(171,309)	(125,378)	(123,052)
Other changes	43,212	3,859	(3,422)
Net change in total OPEB liability	(47,924)	(39,941)	(219,054)
Total OPEB liability - beginning	1,758,916	1,710,992	1,671,051
TOTAL OPEB LIABILITY - ENDING	\$ 1,710,992	\$ 1,671,051	\$ 1,451,997
Covered payroll	\$ 28,696,583	\$ 28,696,583	\$ 34,029,921
Employers total OPEB liability as a percentage of covered payroll	5.96%	5.82%	4.27%

2018, 2019, 2020: Changes in assumptions related to the discount rate were made since the previous measurement period.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

**OAKTON COMMUNITY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 535
DES PLAINES, ILLINOIS**

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

Last Three Fiscal Years

MEASUREMENT DATE JUNE 30,	2017	2018	2019
College's proportion of the total OPEB liability	2.208457%	2.230867%	2.244626%
College's proportionate share of the total OPEB liability	\$ 40,274,243	\$ 42,057,465	\$ 42,390,676
Portion of state's total proportion of total OPEB liability associated with the College	39,743,802	42,057,465	42,390,676
Total	\$ 80,018,045	\$ 84,114,930	\$ 84,781,352
College covered payroll	\$ 41,816,078	\$ 42,558,546	\$ 43,283,223
Proportion of collective total OPEB liability associated with the College as a percentage of covered payroll	191.36%	197.65%	195.88%
CIP plan net position as a percentage of total OPEB liability	(2.87%)	(3.54%)	(4.13%)
FISCAL YEAR ENDED JUNE 30,	2018	2019	2020
Statutorily required contribution	\$ 194,815	\$ 201,489	\$ 209,014
Contribution in relation to the statutorily required contribution	194,815	201,489	209,014
CONTRIBUTION EXCESS (DEFICIENCY)	\$ -	\$ -	\$ -
Employer covered payroll	\$ 54,369,493	\$ 55,410,069	\$ 55,936,446
Contributions as a percentage of covered payroll	0.36%	0.36%	0.37%

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

Notes to Required Supplementary Information

Changes of Benefit Terms

There were no benefit changes recognized in the total OPEB liability as of June 30, 2019 and 2018.

Changes in Assumptions

The discount rate changed from 3.62% at June 30, 2018 to 3.13% at June 30, 2019

The discount rate changed from 3.56% at June 30, 2017 to 3.62% at June 30, 2018

The discount rate changed from 2.85% at June 30, 2016 to 3.56% at June 30, 2017

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

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

Last Seven Fiscal Years

MEASUREMENT DATE JUNE 30,	2014	2015	2016
(a) Proportion percentage of the collective net pension liability	0.00%	0.00%	0.00%
(b) Proportion amount of the collective net pension liability	\$ -	\$ -	\$ -
(c) Portion of non-employer contributing entities' total proportion of net pension liability associated with employer	258,484,273	290,021,280	324,723,877
Total (b) + (c)	\$ 258,484,273	\$ 290,021,280	\$ 324,723,877
Employer covered payroll	\$ 53,520,833	\$ 54,670,746	\$ 55,332,989
Proportion of collective net pension liability associated with employer as a percentage of covered payroll	482.96%	530.49%	586.85%
SURS plan net position as a percentage of total pension liability	44.39%	42.37%	39.57%

FISCAL YEAR ENDED JUNE 30,

**OAKTON COMMUNITY COLLEGE - DISTRICT
NUMBER 535**

Federal, trust, grant and other contributions	\$ 33,178	\$ 44,739	\$ 36,623
Contribution in relation to required contribution	33,178	44,739	36,623

CONTRIBUTION DEFICIENCY (Excess)

	\$ -	\$ -	\$ -
Employer covered payroll	\$ 53,520,833	\$ 54,670,746	\$ 55,332,989
Contributions as a percentage of covered payroll	0.06%	0.08%	0.07%

Note: The system implemented GASB No. 68 in fiscal year 2015. The information above is presented for as many years as available. The schedule is intended to show information for ten years.

Notes to Required Supplementary Information

Changes of Benefit Terms

There were no benefit changes recognized in the total pension liability as of June 30, 2019 and 2018.

Changes in Assumptions

In accordance with Illinois Compiled Statutes, an actuarial review is to be performed at least once every three years to determine the reasonableness of actuarial assumptions regarding the retirement, disability, mortality, turnover, interest and salary of the members and benefit recipients of SURS. An experience review for the years June 30, 2014 to June 30, 2017 was performed in February 2018, resulting in the adoption of new assumptions as of June 30, 2018.

- Mortality rates - Maintain the RP-2014 mortality tables with projected generational mortality improvement. Update the projection scale from the MP-2014 to the MP-2017 scale.
- Salary increase - Decrease in the overall assumed salary increase rates, ranging from 3.25% to 12.25% based on years of service, with underlying wage inflation of 2.25%.
- Normal retirement rates - A slight increase in the retirement age at 50. No change to the rates for ages 60-61, 67-74, and 80+, but a slight decrease in rates at all other ages. A rate of 50% if the member has 40 or more years of service and is younger than age 80.
- Early retirement rates - Decrease in rates for all Tier 1 early retirement eligibility ages (55-59).
- Turnover rates - Change rates to produce lower expected turnover for members with less than ten years of service and higher turnover for members with more than ten years of service.
- Disability rates - Decrease current rates to reflect that certain members who receive disability benefits do not receive benefits on a long-term basis.
- Effective rate of interest - Decrease the long-term assumption for the ERI for crediting the money purchase accounts to 6.75% (effective July 2, 2019).
- Investment return - Decrease the investment return assumption to 6.75%. This reflects maintaining an assumed real rate of 4.50% and decreasing the underlying assumed price inflation to 2.25%.

2017		2018		2019	
	0.00%		0.00%		0.00%
\$	-	\$	-	\$	-
	319,889,805		342,829,627		360,523,053
\$	319,889,805	\$	342,829,627	\$	360,523,053
\$	54,434,715	\$	54,369,493	\$	55,410,069
	587.66%		630.56%		650.65%
	42.04%		41.27%		40.71%
2020					
\$	29,225	\$	26,327	\$	28,499
	29,225		26,327		28,499
\$	-	\$	-	\$	-
\$	54,434,715	\$	54,369,493	\$	55,410,069
	0.05%		0.05%		0.07%



Statistical Section

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
STATISTICAL SECTION (Unaudited)**

This part of the Oakton Community College, Community College District No. 535’s statistical section of the comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the College’s overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the College’s financial performance and well-being have changed over time.	98-101
Revenue Capacity	
These schedules contain information to help the reader assess the College’s most significant local revenue source, the property tax, and tuition and fees data.	102-105
Debt Capacity	
These schedules present information to help the reader assess the affordability of the College’s current levels of outstanding debt and the College’s ability to issue additional debt in the future.	106-110
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the College’s financial activities take place.	111-112
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the College’s financial report relates to the services the College provides and the activities it performs.	113-114

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

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Table 1

FINANCIAL TRENDS
NET POSITION BY COMPONENT

Last Ten Fiscal Years
(In Thousands)

Fiscal Year	2020	2019	2018*	2017
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	\$ 83,547	\$ 81,729	\$ 77,472	\$ 75,102
Restricted				
Capital projects	-	-	13,489	5,230
Other purposes	17,754	18,909	18,875	18,718
Unrestricted	55,403	52,914	40,803	84,732
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 156,704	\$ 153,552	\$ 150,639	\$ 183,782

*The College's unrestricted net position declined in 2018 due to the implementation of GASB Statement No. 75.

Data Source

Audited Financial Statements

2016	2015	2014	2013	2012 (Restated)	2011
\$ 69,371	\$ 71,113	\$ 71,264	\$ 60,780	\$ 53,186	\$ 53,422
8,158	5,450	2,399	4,918	3,317	5,316
18,864	19,152	18,140	18,448	17,237	16,979
79,780	82,053	82,881	82,576	84,185	76,876
\$ 176,173	\$ 177,768	\$ 174,684	\$ 166,722	\$ 157,925	\$ 152,593

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Table 2

FINANCIAL TRENDS
CHANGES IN NET POSITION

Last Ten Fiscal Years
(In Thousands)

Fiscal Year	2020	2019	2018	2017
OPERATING REVENUES				
Student tuition and fees	\$ 18,765	\$ 20,032	\$ 21,364	\$ 18,181
Chargeback revenue	-	-	-	67
Auxiliary enterprises revenue	2,469	2,977	3,096	5,836
Other operating revenue	1,863	1,064	1,014	809
Total operating revenues	23,097	24,073	25,474	24,893
OPERATING EXPENSES				
Instruction	57,227	55,344	56,287	55,022
Academic support	22,054	21,403	19,270	14,018
Student services	11,815	10,371	9,855	9,313
Public services	1,194	1,364	1,237	849
Operation and maintenance of plant	12,829	13,029	11,346	10,798
General administration	6,669	6,549	5,587	6,259
Institutional support	4,473	3,473	3,141	1,233
Financial aid	4,288	3,557	3,609	2,589
Auxiliary services	8,678	7,940	7,105	10,044
Depreciation	8,486	7,139	7,147	6,048
Total operating expenses	137,713	130,169	124,584	116,173
OPERATING INCOME (LOSS)	(114,616)	(106,096)	(99,110)	(91,280)
NON-OPERATING REVENUES (EXPENSES)				
State grants and contracts	49,485	44,283	41,769	39,896
Property taxes (1)	54,361	52,269	50,725	49,964
Personal property replacement tax	1,107	1,009	984	1,192
Federal grants and contracts	8,455	7,619	7,564	7,605
Local grants and contracts	968	1,680	1,100	1,010
Investment income	3,180	3,179	1,226	216
Gain (loss) on disposal of assets	-	-	-	-
Interest expense and fiscal charges	(959)	(1,030)	(1,094)	(993)
Total non-operating revenues (expenses)	116,597	109,009	102,274	98,890
CHANGE IN NET POSITION	\$ 1,981	\$ 2,913	\$ 3,164	\$ 7,610

(1) The College is subject to two property tax caps in Illinois whereby the increase in the levy from year-to-year is limited to the lesser of 5% or the consumer price index for the state as determined by the Illinois Department of Revenue, and individual rates are limited by maximum rates established by Illinois Compiled Statutes.

Data Source

Audited Financial Statements

Table 2

	2016	2015	2014	2013	2012 (Restated)	2011
\$	17,517	\$ 17,007	\$ 15,835	\$ 16,097	\$ 15,614	\$ 16,048
	59	60	69	75	95	104
	6,145	6,515	6,370	6,655	6,994	7,597
	868	871	1,231	1,320	1,742	1,577
	24,589	24,453	23,505	24,147	24,445	25,326
	51,885	46,510	43,718	45,094	43,578	40,505
	12,508	11,300	11,045	9,858	9,871	9,399
	9,175	8,543	8,321	7,916	7,971	7,338
	840	980	797	855	935	852
	10,099	10,516	9,358	8,619	8,418	7,603
	5,673	6,700	6,228	5,845	5,490	4,984
	2,593	3,777	2,512	1,907	2,354	2,550
	3,416	4,033	4,032	4,326	5,029	5,369
	9,935	10,264	10,050	9,439	9,044	9,173
	5,427	3,926	2,788	2,548	2,548	3,598
	111,551	106,549	98,849	96,407	95,238	91,371
	(86,962)	(82,096)	(75,344)	(72,260)	(70,793)	(66,045)
	26,920	27,364	24,750	24,257	21,094	18,357
	48,944	47,914	46,959	45,596	42,516	40,142
	876	1,091	1,042	995	940	1,065
	8,555	9,357	9,576	9,647	10,458	11,120
	825	805	1,274	1,004	758	741
	335	(104)	492	406	1,483	1,238
	(10)	-	-	-	-	-
	(1,079)	(1,247)	(789)	(848)	(1,124)	(92)
	85,366	85,180	83,304	81,057	76,125	72,571
\$	(1,596)	\$ 3,084	\$ 7,960	\$ 8,797	\$ 5,332	\$ 6,526

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

REVENUE CAPACITY
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years
(In Thousands)

Levy Year	Residential Property	Commercial Property	Industrial Property	Farm Property	Railroad Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Estimated Actual Value
2019	DNA	DNA	DNA	DNA	\$ 16,674	\$ 25,523,199	0.2210	\$ 76,569,597	33.333%
2018	\$ 16,545,729	\$ 4,509,181	\$ 1,234,371	\$ 333	15,406	22,305,020	0.2455	66,915,060	33.333%
2017	16,973,742	4,591,621	1,246,121	336	14,401	22,826,221	0.2312	68,478,663	33.333%
2016	16,747,697	4,334,266	1,191,320	429	14,440	22,288,152	0.2302	66,864,456	33.333%
2015	13,637,969	3,959,943	1,068,223	441	14,055	18,680,632	0.2703	56,041,896	33.333%
2014	14,001,177	4,102,734	1,075,879	447	11,686	19,191,923	0.2578	57,575,769	33.333%
2013	13,816,508	3,332,005	1,748,869	167	11,050	18,908,599	0.2559	56,725,797	33.333%
2012	16,113,637	3,577,610	1,908,306	204	9,117	21,608,874	0.2181	64,826,622	33.333%
2011	17,430,003	3,825,993	2,036,844	205	8,762	23,301,807	0.1956	69,905,421	33.333%
2010	19,075,287	4,487,649	2,316,617	205	8,455	25,888,213	0.1596	77,664,639	33.333%

DNA: Data not available

Data Source

Offices of the County Clerk for Cook County

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

REVENUE CAPACITY
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Tax Levy Year	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
TAX RATES (1)										
District Rates										
Education	0.1734	0.1918	0.1800	0.1767	0.2072	0.1972	0.1964	0.1661	0.1480	0.1266
Audit	0.0004	0.0005	0.0002	0.0005	0.0006	0.0005	0.0005	0.0004	0.0001	0.0004
Operations and maintenance purposes (unrestricted)	0.0323	0.0369	0.0361	0.0377	0.0441	0.0424	0.0419	0.0367	0.0336	0.0298
Liability, protection and settlement	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0028
Bond and interest	0.0142	0.0163	0.0149	0.0153	0.0184	0.0177	0.0171	0.0149	0.0139	0.0000
Total district rates (1)	0.2203	0.2455	0.2312	0.2302	0.2703	0.2578	0.2559	0.2181	0.1956	0.1596
Others										
County of Cook										
Public safety	0.1340	0.1230	0.1095	0.1300	0.1470	0.2410	0.2190	0.1814	0.1608	0.1126
Health facilities	0.0450	0.0470	0.0601	0.0871	0.1160	0.0310	0.0660	0.0630	0.0779	0.0822
Other funds	0.2750	0.3190	0.3264	0.3159	0.2890	0.2960	0.2750	0.2856	0.2226	0.2278
Cook County Forest Preserve	0.0590	0.0600	0.0620	0.0630	0.0690	0.0690	0.0690	0.0630	0.0572	0.0510
Metropolitan Water Reclamation District	0.3890	0.3960	0.4020	0.4060	0.4260	0.4300	0.4170	0.3699	0.3191	0.2741
City of Park Ridge	0.7530	0.8380	0.8060	1.0030	1.3230	1.2730	1.0640	0.8502	0.7521	0.6563
City of Park Ridge Library	0.2230	0.2390	0.3600	0.3090	0.3790	0.3650	0.2900	0.2383	0.2330	0.2126
Park Ridge Recreation and Park District	0.4400	0.5120	0.4930	0.4950	0.0584	0.5590	0.5540	0.3906	0.3438	0.3067
Town of Maine	0.0330	0.0920	0.1050	0.1080	0.1240	0.1190	0.1200	0.0955	0.0844	0.0741
Consolidated Elections	0.0300	0.0000	0.0310	0.0000	0.0340	0.0000	0.0310	0.0000	0.0247	0.0000
Maine Township General Assistance	0.0000	0.0000	0.0210	0.0270	0.0310	0.0290	0.0290	0.0229	0.0202	0.0177
Maine Township Road and Bridge	0.0530	0.0600	0.0570	0.0560	0.0650	0.0620	0.0610	0.0482	0.0429	0.0377
Northwest Mosquito Abatement	0.0100	0.0110	0.0100	0.0100	0.0110	0.0130	0.0130	0.0107	0.0096	0.0084
School District 64	3.7200	4.2360	4.0140	4.0400	4.7880	4.6100	4.5720	3.6583	3.2841	2.9505
Maine Township High School District 207	2.5530	2.6520	2.5290	2.5070	2.9010	2.7390	2.7220	2.2149	1.9948	1.7813
Total rates (2)	8.9373	9.8305	9.6172	9.7872	11.0317	11.0938	10.7579	8.7106	7.8228	6.9526

Data Sources

- (1) The direct tax rates reported for the College are those of Cook County
- (2) Property taxes rates report issued by the Cook County Clerk David Orr

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Table 5

REVENUE CAPACITY
PRINCIPAL PROPERTY TAXPAYERS

Current Levy Year and Nine Years Ago

Taxpayer	Type of Business	2019 Levy Year			2010 Levy Year		
		Assessed Value (1) (million)	Rank	Percentage of Total District Assessed Valuation	Assessed Value (2) (million)	Rank	Percentage of Total District Assessed Valuation
WFLD Processing Dept.	Shopping centers including public garage	\$ 175.0	1	0.69%	\$ 201.8	1	0.78%
DDRTC Vlg Crossing	Shopping centers and theaters	72.9	2	0.29%	50.7	9	0.20%
Cambridge Realty Cap	Special commercial structure	71.3	3	0.28%			
Midwest Gaming	Special commercial structure	70.6	4	0.28%			
Imperial Realty Co./Klairmont LLC	Commercial, industrial and retail buildings	69.6	5	0.27%			
Jones Lang LaSalle	Numerous commercial buildings over three stories (office buildings) with parking lots	65.9	6	0.26%	72.8	6	0.28%
Allstate Insurance	Insurance (office buildings)	62.7	7	0.25%	91.7	3	0.35%
Walgreens	Commercial buildings	61.0	8	0.24%	54.5	7	0.21%
West Coast Estates	Northbrook Court shopping center	56.4	9	0.22%	125.4	2	0.48%
Property Tax Department (O'Hare International Center)	Office buildings and parking facility	56.4	10	0.22%			
Kraft General Foods and Kraft Inc.	Corporate headquarters, research & development food sales and distribution				88.0	4	0.34%
Thomson Tax & Acct.207	Shopping center, hotel, supermarkets and industrial properties				81.0	5	0.31%
Mid America Asset Mgt.	Several one-story stores and shopping plazas				51.6	8	0.20%
Inland Real Estate	Numerous real estate properties				47.1	10	0.18%
		<u>\$ 761.8</u>		<u>3.00%</u>	<u>\$ 864.6</u>		<u>3.33%</u>

(1) Includes only those parcels with a 2019 equalized assessed value of approximately \$250,000 or over.

(2) Includes only those parcels with a 2010 equalized assessed value of approximately \$850,000 or over.

Data Sources

Cook County and various township assessor's offices

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

REVENUE CAPACITY
PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Assessed Valuation (3)	Direct Tax Rate (1)	Taxes Extended	Total Collected Through June 30, 2019	Collected During Year Ended June 30, 2020	Total Collected Through June 30, 2020 (2)	Percent of Taxes Extended Collected Through June 30, 2020	Tax Cap Limit
2019	\$ 25,523,199,326	0.2210	\$ 56,406,271	\$ -	\$ 28,838,067	\$ 28,838,067	51.13%	2.70%
2018	22,305,020,127	0.2455	54,870,350	28,182,294	26,208,015	54,390,309	99.13%	2.10%
2017	22,826,220,852	0.2312	52,956,832	27,407,810	25,127,282	52,535,092	99.20%	2.10%
2016	22,288,152,310	0.2302	51,485,632	26,645,539	24,611,668	51,257,207	99.56%	0.70%
2015	18,680,632,422	0.2578	50,624,514	25,997,497	24,504,097	50,501,594	99.76%	0.73%
2014	19,191,923,740	0.2578	49,515,163	25,093,230	24,098,804	49,192,034	99.35%	0.76%
2013	18,908,599,219	0.2559	48,406,014	24,625,661	23,364,488	47,990,149	99.14%	1.50%
2012	21,608,874,665	0.2181	47,323,435	46,878,844	146,318	47,025,162	99.37%	1.70%
2011	23,301,807,879	0.1956	45,671,543	45,360,042	(308,583)	45,051,459	98.64%	3.00%
2010	25,888,213,578	0.1596	41,421,141	40,790,582	(194,080)	40,596,502	98.01%	1.50%

(1) The direct tax rates reported for the College are those of Cook County, as it comprises approximately 100% of Oakton Community College District No. 535.

(2) Taxes are generally due on March 1st and September 1st of the calendar year subsequent to the levy year.

(3) Properties located in our district are reassessed every three years by the County Assessor's Office. The changes in values are the result of property reassessment. The next reassessment will occur in 2020.

Data Sources

District property tax records.
Office of the County Clerk for Cook County.

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

REVENUE CAPACITY
ENROLLMENT, TUITION AND FEE RATES, CREDIT HOURS CLAIMED AND TUITION AND FEE REVENUE

Last Ten Fiscal Years

Fiscal Year	Fall Term Census Day Enrollment			Tuition and Fee Rates			Total Credit Hours Claimed	Tuition and Fee Revenues		
	FTE Credit Courses	Headcount Credit Courses	Headcount Noncredit Courses	In-District Tuition and Fees per Semester Hour	Out-of-District Tuition and Fees per Semester Hour	Out-of-State Tuition and Fees per Semester Hour		Education Purpose and Operations and Maintenance Purposes Subfunds	Auxiliary Enterprises and Other Subfunds	Total All Subfunds
	2020	4,307	7,653	7,885	\$ 141.25	\$ 372.00		\$ 444.00	172,628	\$ 23,639,638
2019	4,544	7,942	7,727	141.25	372.00	444.00	177,609	25,801,119	3,351,073	29,152,192
2018	4,701	8,349	7,629	141.25	372.00	444.00	178,861	26,628,479	3,436,760	30,065,239
2017	4,967	8,936	7,537	123.25	342.00	415.00	185,545	23,091,053	3,536,465	26,627,518
2016	5,191	9,311	4,750	116.25	316.00	387.00	195,601	22,152,754	3,608,145	25,760,899
2015	5,479	9,883	6,049	108.25	293.00	371.00	206,608	22,042,638	3,228,835	25,271,473
2014	5,549	9,963	14,139	100.34	292.88	353.16	213,443	20,991,754	3,216,889	24,208,643
2013	5,743	10,348	8,366	98.35	292.48	352.76	223,072	21,411,031	3,282,754	24,693,785
2012	5,956	10,716	16,341	95.60	292.48	352.76	217,384	21,467,746	2,973,165	24,440,911
2011	6,064	10,717	17,110	93.60	290.48	350.76	221,552	22,068,991	2,968,371	25,037,362

Data Source

College records

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Table 8

DEBT CAPACITY
DIRECT AND OVERLAPPING BONDED DEBT

June 30, 2020

Governmental Unit	Gross Bonded Debt	Percentage* of Debt Applicable to Government	Government's Share of Debt
Oakton Community College	\$ 32,170,156	100.00%	\$ 32,170,156
COUNTIES AND LARGE UNITS			
Cook County	2,803,851,750	15.3202%	429,555,696
Cook County Forest Preserve	140,990,000	15.3202%	21,599,950
Metropolitan Water Reclamation District	2,274,859,669 (2)	15.5863%	354,566,453
City of Chicago	6,882,925,438 (4)(8)	0.0537%	3,696,131
Chicago Park District	541,825,000 (4)	0.0537%	290,960
Chicago Board of Education	8,128,336,129 (3)(5)	0.0537%	4,364,917
MUNICIPALITIES			
Village of Deerfield	54,580,000	12.7255%	6,945,578
City of Des Plaines	- (6)	83.5497%	-
City of Evanston	190,045,000 (7)	100.0000%	190,045,000
Village of Glencoe	17,800,000 (4)	100.0000%	17,800,000
Village of Glenview	29,700,000 (6)	100.0000%	29,700,000
Village of Golf	2,343,000	100.0000%	2,343,000
Village of Kenilworth	8,325,000 (4)	100.0000%	8,325,000
Village of Morton Grove	12,540,000	100.0000%	12,540,000
Village of Mount Prospect	106,340,000	0.1956%	208,001
Village of Niles	16,830,000	100.0000%	16,830,000
Village of Northbrook	126,510,000	98.9520%	125,184,175
Village of Northfield	8,345,000 (4)	100.0000%	8,345,000
Village of Northfield SSA #04-1	445,000	100.0000%	445,000
Village of Northfield SSA #17-1	1,023,189	100.0000%	1,023,189
City of Park Ridge	21,760,000	100.0000%	21,760,000
City of Prospect Heights	8,375,000 (5)	3.6463%	305,378
Village of Rosemont	74,070,000 (6)	25.9512%	19,222,054
Village of Skokie	52,945,000 (5)	100.0000%	52,945,000
Village of Wilmette	63,275,000	100.0000%	63,275,000
Village of Winnetka	13,060,000	100.0000%	13,060,000
SCHOOL DISTRICTS			
School District Number 26	12,870,000 (5)	11.6479%	1,499,085
School District Number 29	5,100,000 (5)	100.0000%	5,100,000
School District Number 30	32,350,000	100.0000%	32,350,000
School District Number 31	11,825,000	100.0000%	11,825,000
School District Number 34	18,380,000	100.0000%	18,380,000
School District Number 35	9,840,000	100.0000%	9,840,000
School District Number 36	5,495,000	100.0000%	5,495,000
School District Number 37	8,865,000	100.0000%	8,865,000
School District Number 38	7,835,000	100.0000%	7,835,000
School District Number 39	18,875,000 (5)	100.0000%	18,875,000
School District Number 62	- (4)	100.0000%	-
School District Number 63	48,885,000	100.0000%	48,885,000
School District Number 64	2,405,000	100.0000%	2,405,000
School District Number 65	68,456,167 (1)	100.0000%	68,456,167

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Table 8

DEBT CAPACITY
DIRECT AND OVERLAPPING BONDED DEBT (continued)

June 30, 2020

Governmental Unit	Gross Bonded Debt	Percentage* of Debt Applicable to Government	Government's Share of Debt
SCHOOL DISTRICTS (Continued)			
School District Number 67	\$ 8,112,394 (1)	100.0000%	\$ 8,112,394
School District Number 68	6,220,000	100.0000%	6,220,000
School District Number 69	40,300,000	100.0000%	40,300,000
School District Number 70	3,400,000	100.0000%	3,400,000
School District Number 73	45,315,000	100.0000%	45,315,000
School District Number 73 1/2	9,115,000	100.0000%	9,115,000
School District Number 74	14,925,000	100.0000%	14,925,000
School District Number 78	34,430,000	0.0010%	344
School District Number 79	1,890,000	0.2082%	3,935
HIGH SCHOOL DISTRICTS			
High School District Number 202	31,345,000	100.0000%	31,345,000
High School District Number 203	81,970,000 (4)	100.0000%	81,970,000
High School District Number 207	128,780,000	96.6884%	124,515,322
High School District Number 214	33,010,000	0.2730%	90,117
High School District Number 219	53,448,952 (1)	100.0000%	53,448,952
High School District Number 225	68,151,706 (1)	100.0000%	68,151,706
PARK DISTRICTS			
Deerfield	850,000	5.9273%	50,382
Des Plaines	7,463,685 (4)	98.2751%	7,334,944
Glencoe	5,675,000	100.0000%	5,675,000
Glenview	22,165,000 (4)(5)	100.0000%	22,165,000
Golf Maine	1,259,000	100.0000%	1,259,000
Morton Grove	946,900	100.0000%	946,900
Niles	1,091,000 (4)	100.0000%	1,091,000
Northbrook	13,410,000	98.9983%	13,275,672
Park Ridge	16,026,000	100.0000%	16,026,000
Rosemont	993,000	26.8791%	266,909
Skokie	2,812,000 (4)	100.0000%	2,812,000
Wilmette	8,441,000	100.0000%	8,441,000
Winnetka	5,640,000	100.0000%	5,640,000
TOTAL DIRECT AND OVERLAPPING DEBT			<u>\$ 2,248,252,467</u>

*2019 Equalized Assessed Values were used for the calculations in the preparation of this statement.

- (1) Includes original principal amounts outstanding of Capital Appreciation Bonds.
- (2) Includes IEPA Revolving Loan Fund Bonds.
- (3) Includes Public Building Commission Revenue Bonds payable from lease payments secured by ad valorem taxes on all property in the taxing body.
- (4) Excludes outstanding principal amounts of General Obligation Alternate Revenue Source Bonds which are expected to be paid from sources other than general taxation.
- (5) Excludes General Obligation Notes (Commercial Paper) and/or Certificates or TANS.
- (6) Excludes self-supporting bonds for which abatements are filed annually.
- (7) Includes self-supporting bonds
- (8) Includes Tax Levy Bonds and Pledge Bonds.

Data Sources

District records and Offices of the County Clerk for Cook County, Comptroller, the Treasurer of the Metropolitan Water Reclamation District and various underlying and overlapping districts.

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Table 9

DEBT CAPACITY
LEGAL DEBT MARGIN INFORMATION

Last Ten Levy Years

Tax Year	Assessed Value (2)	Debt Limit Rate	Debt Limit (Assessed Value x Debt Limit Rate)	Net Debt Applicable to Debt Limit (1)	Legal Debt Margin	Net Debt Applicable to Debt Limit as a Percentage of Debt Limit
2019	\$ 25,523,199,326	2.875%	\$ 733,791,981	\$ 32,130,000	\$ 701,661,981	4.38%
2018	22,305,020,127	2.875%	641,269,329	34,150,000	607,119,329	5.33%
2017	22,826,220,852	2.875%	656,253,849	30,895,000	625,358,849	4.71%
2016	22,288,152,310	2.875%	640,784,379	33,175,000	607,609,379	5.18%
2015	18,680,632,422	2.875%	537,068,182	35,370,000	501,698,182	6.59%
2014	19,191,923,740	2.875%	551,767,808	37,480,000	514,287,808	6.79%
2013	18,908,599,219	2.875%	543,622,228	38,040,000	505,582,228	7.00%
2012	21,608,874,665	2.875%	621,255,147	25,540,000	595,715,147	4.11%
2011	23,301,807,879	2.875%	669,926,977	27,245,000	642,681,977	4.07%
2010	25,888,213,578	2.875%	744,286,140	30,100,000	714,186,140	4.04%

(1) The College has not had any debt outstanding including our 2011 debt certificates associated with our tax levy since 1996.

(2) Properties located in our district are reassessed every three years by the County Assessor's Office. The increase (decrease) in values for tax years 2004, 2007, 2010 and 2011 is mainly attributed to changes in values as a result of the completed property assessment. The next reassessment will occur in 2020.

Data Sources

Oakton Community College records, Comprehensive Annual Financial Reports and Cook County records.

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Table 10

DEBT CAPACITY
RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	General Obligation Bonds	Debt Certificate Obligations	Total Primary Government	District Estimated Assessed Value	Percentage of Total Outstanding Debt to Estimated Assessed Value	District Population (Estimated)	Total Outstanding Debt Per Capita
2020	\$ 32,170,156	\$ -	\$ 32,170,156	\$ 25,523,199,326	0.13%	424,182	\$ 75.84
2019	34,639,500	-	34,639,500	22,826,220,852	0.15%	442,432	78.29
2018	36,998,844	-	36,998,844	22,826,220,852	0.16%	442,432	83.63
2017	34,078,642	-	34,078,642	22,288,152,310	0.15%	442,575	77.00
2016	36,697,683	-	36,697,683	18,680,632,422	0.20%	434,625	84.44
2015	41,341,724	-	41,341,724	19,191,923,740	0.22%	435,721	94.88
2014	26,019,572	14,530,000	40,549,572	18,908,599,219	0.21%	439,939	92.17
2013	28,277,715	-	28,277,715	21,608,874,665	0.13%	430,593	65.67
2012	30,210,858	-	30,210,858	23,301,807,879	0.13%	430,593	70.16
2011	-	30,100,000	30,100,000	25,888,213,578	0.12%	430,593	69.90

N/A - Prior to fiscal year 2011, the last year the College had debt associated with our tax levy was 1996.

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

Data Sources

Oakton Community College record, Comprehensive Annual Financial Reports and Cook County records.

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Table 11

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population (Estimate) (1)	Personal Income (1)(2)	Per Capita Personal Income (2)	Unemployment Rate (2)(3)
2020	424,182 (4)	\$ 26,261,107,620 (4)	\$ 61,910 (4)	2.80%
2019	416,614 (4)	24,517,733,900 (4)	58,850 (4)	3.00%
2018	442,432 (4)	21,143,382,848 (4)	47,789 (4)	3.83%
2017	442,575 (4)	20,591,687,025 (4)	46,527 (4)	4.60%
2016	434,625 (4)	19,801,949,625 (4)	45,561 (4)	4.45%
2015	435,721 (4)	19,490,671,772 (4)	44,732 (4)	5.40%
2014	439,939 (5)	20,114,890,958 (4)	45,722 (4)	6.80%
2013	478,768 (1)(a)	25,435,986,304	53,128	6.58%
2012	430,593	22,969,583,490	53,344	7.62%
2011	430,593	22,969,552,992	53,344	7.89%

Data Sources

- (1) Based on 2010 U.S. Census data
 - (a) Population and Housing Occupancy Status: 2010 - State -- School District
2010 Census Redistricting Data (Public Law 94-171) Summary File
- (2) Data Source: U.S. Census Bureau, annual American Community Surveys
- (3) Data Source: Illinois Department of Employment Security
Average of the 19 communities in the District
- (4) Computed using estimates from US Census Bureau's QuickFacts
and application of percentages from Overlapping Bonded Debt Statements
- (5) 2014 Official Statement of the District

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Table 12

DEMOGRAPHIC AND ECONOMIC INFORMATION
PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

2020				2011			
Employer	Rank	Estimated Employees	% of Total District Employment	Employer	Rank	Estimated Employees	% of Total District Employment
Allstate Corporation (HQ)	1	12,000	5.77%	Allstate Corporation	1	23,000	12.02%
Northshore University Health System, Evanston/Glenview, Skokie	2	6,820	3.28%	Northshore University Health System, Glenview	2	5,000	2.61%
Northwestern University	3	5,700	2.74%	Northwestern University, Evanston	3	4,500	2.35%
Advocate Lutheran General Hospital	4	4,200	2.02%	Advocate Lutheran General Hospital	4	4,000	2.09%
Baxter Healthcare Corp. (HQ)	5	2,700	1.30%	Underwriters Laboratories Inc., Northbrook	5	2,000	1.04%
CVS/Caremark International, Northbrook/Mount Prospect	6	2,445	1.18%	Regency Rehabilitation Center, Niles	6	1,968	1.03%
Underwriters Laboratories Inc.	7	1,840	0.88%	CVS/Caremark International, Northbrook/Mt Prospect	7	1,800	0.94%
Tenneco (purchased Federal-Mogul Corp. in 2018)	8	1,500	0.72%	Baxter International, Northbrook	8	1,750	0.91%
Rivers Casino	9	1,450	0.70%	Federal-Mogul Corp.	9	1,500	0.78%
Walgreen Co. (HQ)	10	1,250	0.60%	Rivers Casino	10	1,377	0.72%
TOTAL		<u>39,905</u>	<u>19.19%</u>	TOTAL		<u>46,895</u>	<u>24.49%</u>

Data Sources

- (1) 2020 Illinois Manufacturers Directory
- (2) 2020 Illinois Services Directory
- (3) Village Financial Reports / Official Employer Website

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Table 13

OPERATING INFORMATION
FULL-TIME EQUIVALENT EMPLOYEES AND EMPLOYEE HEADCOUNT BY EMPLOYEE GROUP

Last Ten Fiscal Years

Function/Program	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Instruction										
Administrators	7	7	7	7	7	7	8	7	7	7
Full-time faculty	151	149	149	148	148	147	139	142	142	144
Adjunct faculty	219	206	198	201	215	213	228	219	239	246
Staff	55	55	55	51	48	47	47	47	47	47
Academic support										
Administrators	6	6	6	6	5	5	4	5	5	5
Full-time faculty	4	3	3	4	4	6	7	7	6	6
Staff	66	70	68	37	37	35	35	35	35	35
Student services										
Administrators	8	7	7	7	7	7	5	5	5	5
Full-time faculty	1	4	4	4	5	3	3	5	5	5
Staff	61	55	56	56	59	55	55	51	48	48
Public services										
Administrators	3	3	3	3	3	3	3	3	3	4
Full-time faculty	-	-	-	-	-	-	-	-	-	-
Staff	6	7	7	4	4	8	8	7	7	7
Operations/maintenance of plant										
Administrators	2	2	2	2	2	1	1	1	1	1
Staff	84	86	87	89	90	89	87	84	84	84
General administration										
Administrators	5	5	5	5	5	5	5	5	5	5
Staff	37	36	35	36	35	33	32	32	32	32
Institutional support										
Administrators	3	3	3	3	3	1	3	2	2	2
Full-time faculty	-	-	-	-	-	-	-	-	-	1
Staff	10	10	10	8	8	8	8	8	8	8
Auxiliary enterprises										
Administrators	-	1	1	1	1	1	1	1	1	1
Adjunct faculty	86	86	86	85	89	90	117	94	105	107
Staff	39	38	43	93	91	98	98	98	98	98
Financial aid										
Administrators	1	1	1	1	1	1	1	1	1	1
Staff	8	8	8	8	6	6	6	6	6	6
TOTAL	862	848	844	859	873	869	901	865	892	905

Data Sources

Oakton Community College Human Resources Office, "Comparison of Instructional Faculty and Administrators," "Comparison of FTE Assignments" and "Comparison of Classified Staff Positions."

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Table 14

OPERATING INFORMATION
CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2020	2019	2018	2017	2016	2015 (A)	2014	2013 (B)	2012	2011
Size of campus (acres)	192	192	192	192	192	192	192	192	192	192
Square footage available	707,020	707,020	707,020	707,020	707,020	707,020	612,225	612,225	612,225	612,225
Number of classrooms	90	90	89	98	98	94	92	92	95	95
Number of laboratories	101	101	102	110	110	102	105	105	98	98

Notes:

(A) In 2015, the Margaret Burke Lee Science and Health Careers Center was opened on the Des Plaines campus

(B) During fiscal year 2013, the college remodeled a series of classrooms some of which were combined and converted to laboratory classrooms.

Data Source

College records



Special Reports Section

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
SUPPLEMENTAL FINANCIAL INFORMATION SECTION
JUNE 30, 2019**

MANAGEMENT INFORMATION STATEMENTS

The following supplemental financial information is maintained for management information purposes.

	<u>Schedule</u>
Combining Schedule of Net Position - by Subfund.....	1
Combining Schedule of Revenues, Expenses and Changes in Net Position, by Subfund.....	2
Consolidated Year End Financial Report	3
Schedule of Expenses by Function and Object.....	4

UNIFORM FINANCIAL STATEMENTS

The Uniform Financial Statements are required by the Illinois Community College Board (ICCB) for the purpose of providing consistent audited data for every community college district. Regardless of the basis of accounting used for a College’s Statement of Net Position, Statement of Revenues, Expenses and Changes in Net Position, the Uniform Financial Statements are completed using the accrual basis of accounting and a total financial resource measurement focus prescribed by ICCB. The Uniform Financial Statements include the following:

	<u>Schedule</u>
All Funds Summary - Uniform Financial Statement No. 1.....	5
Summary of Capital Assets and Debt - Uniform Financial Statement No. 2.....	6
Operating Funds Revenues and Expenditures - Uniform Financial Statement No. 3.....	7
Restricted Purposes Fund Revenues and Expenditures - Uniform Financial Statement No. 4.....	8
Current Funds Expenditures by Activity - Uniform Financial Statement No. 5.....	9

CERTIFICATE OF CHARGEBACK REIMBURSEMENT

Schedule

Certificate of Chargeback Reimbursement..... 10

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS

Schedule 1

COMBINING SCHEDULE OF NET POSITION, BY SUBFUND

June 30, 2020

	Education	Operations and Maintenance	Operations and Maintenance Restricted	Bond and Interest	Auxiliaries	Restricted Purposes	Working Cash	Audit	Liability and Protection Settlement	Social Security/Medicare	Retiree Health Insurance	Student Activity	Long-Term Obligations	Capital Assets	Eliminations	Total
CURRENT ASSETS																
Cash and cash equivalents	\$ 257,266	\$ 78,861	\$ 145,275	\$ 1,728,983	\$ 2,272,591	\$ (889,962)	\$ -	\$ 62,152	\$ 719,539	\$ 165,651	\$ 4,703,449	\$ 887,616	\$ -	\$ -	\$ -	\$ 10,131,421
Short-term investments	52,344,857	8,549,644	2,532,458	-	439,847	-	14,500,000	36,495	284,652	100,502	12,819,382	194,183	-	-	-	91,802,020
Property tax receivable, net	20,945,402	4,104,785	-	1,758,132	-	-	-	51,309	51	51	-	-	-	-	-	26,859,730
Student tuition receivable, net	5,868,898	450	-	-	261,527	-	-	-	-	-	-	89,864	-	-	-	6,220,739
Other accounts receivable	818,379	55,680	41,902	-	241,483	1,293,043	-	240	1,875	120	61,232	-	-	-	-	2,513,954
Inventory	11,082	-	-	-	575,139	-	-	-	-	-	-	-	-	-	-	586,221
Prepaid expenses	774,480	-	23,065	-	16,046	-	-	-	-	-	-	-	-	-	-	813,591
Total current assets	81,020,364	12,789,420	2,742,700	3,487,115	3,806,633	403,081	14,500,000	150,196	1,006,117	266,324	17,584,063	1,171,663	-	-	-	138,927,676
NONCURRENT ASSETS																
Long-term investments	19,520,500	3,188,342	755,883	-	164,028	-	-	13,610	106,153	37,479	4,780,618	72,415	-	-	-	28,639,028
Capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	190,189,640	-	190,189,640
Less accumulated depreciation	-	-	-	-	-	-	-	-	-	-	-	-	-	(74,472,554)	-	(74,472,554)
Total noncurrent assets	19,520,500	3,188,342	755,883	-	164,028	-	-	13,610	106,153	37,479	4,780,618	72,415	-	115,717,086	-	144,356,114
Total assets	100,540,864	15,977,762	3,498,583	3,487,115	3,970,661	403,081	14,500,000	163,806	1,112,270	303,803	22,364,681	1,244,078	-	115,717,086	-	283,283,790
DEFERRED OUTFLOWS OF RESOURCES																
State CIP plan	-	-	-	-	-	-	-	-	-	-	1,910,868	-	-	-	-	1,910,868
OPEB plan - College	-	-	-	-	-	-	-	-	-	-	122,181	-	-	-	-	122,181
SURS pension contributions	-	-	-	-	-	-	-	-	-	-	-	-	38,468	-	-	38,468
Total deferred outflows of resources	-	-	-	-	-	-	-	-	-	-	2,033,049	-	38,468	-	-	2,071,517
Total assets and deferred outflows of resources	100,540,864	15,977,762	3,498,583	3,487,115	3,970,661	403,081	14,500,000	163,806	1,112,270	303,803	24,397,730	1,244,078	38,468	115,717,086	-	285,355,307

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS

Schedule 1

COMBINING SCHEDULE OF NET POSITION, BY SUBFUND (continued)

June 30, 2020

	Education	Operations and Maintenance	Operations and Maintenance Restricted	Bond and Interest	Auxiliaries	Restricted Purposes	Working Cash	Audit	Liability and Protection Settlement	Social Security/Medicare	Retiree Health Insurance	Student Activity	Long-Term Obligations	Capital Assets	Eliminations	Total
CURRENT LIABILITIES																
Accounts payable	\$ 1,431,085	\$ 261,622	\$ 2,250,698	\$ -	\$ 493,350	\$ 102,611	\$ -	\$ 2,000	\$ -	\$ -	\$ -	\$ 71,211	\$ -	\$ -	\$ -	\$ 4,612,577
Accrued salaries	888,743	113,889	-	-	59,406	34,314	-	-	-	23,375	-	-	-	-	-	1,119,727
Accrued compensated absences	454,724	71,985	-	-	50,636	13,604	-	-	-	-	-	-	-	-	-	590,949
OPEB liability - CIP	-	-	-	-	-	-	-	-	-	-	556,667	-	-	-	-	556,667
OPEB liability - College	-	-	-	-	-	-	-	-	-	-	125,378	-	-	-	-	125,378
Accrued interest payable	-	-	-	-	-	-	-	-	-	-	-	-	103,891	-	-	103,891
Other accrued liabilities	125,381	-	-	-	-	-	-	-	-	-	-	-	-	-	-	125,381
Unearned tuition and fees revenue	9,175,821	-	106,131	-	19,617	-	-	-	-	-	-	-	-	-	-	9,301,569
Current portion of bonds payable	-	-	-	-	-	-	-	-	-	-	-	-	2,554,344	-	-	2,554,344
Other unearned revenue	-	-	-	-	95,834	205,900	-	-	-	-	-	-	-	-	-	301,734
Total current liabilities	12,075,754	447,496	2,356,829	-	718,843	356,429	-	2,000	-	23,375	682,045	71,211	2,658,235	-	-	19,392,217
NONCURRENT LIABILITIES																
Accrued compensated absences	1,364,171	215,955	-	-	151,908	40,811	-	-	-	-	-	-	-	-	-	1,772,845
OPEB liability - CIP	-	-	-	-	-	-	-	-	-	-	41,834,009	-	-	-	-	41,834,009
OPEB liability - College	-	-	-	-	-	-	-	-	-	-	1,326,619	-	-	-	-	1,326,619
Long term bonds payable	-	-	-	-	-	-	-	-	-	-	-	-	29,615,812	-	-	29,615,812
Total noncurrent liabilities	1,364,171	215,955	-	-	151,908	40,811	-	-	-	-	43,160,628	-	29,615,812	-	-	74,549,285
DEFERRED INFLOWS OF RESOURCES																
Deferred property tax revenue	21,691,307	4,037,600	-	1,781,039	-	-	-	50,470	50	50	-	-	-	-	-	27,560,516
College OPEB plan	-	-	-	-	-	-	-	-	-	-	247,694	-	-	-	-	247,694
State CIP plan	-	-	-	-	-	-	-	-	-	-	6,901,629	-	-	-	-	6,901,629
Total deferred inflows of resources	21,691,307	4,037,600	-	1,781,039	-	-	-	50,470	50	50	7,149,323	-	-	-	-	34,709,839
Total liabilities and deferred inflows of resources	35,131,232	4,701,051	2,356,829	1,781,039	870,751	397,240	-	52,470	50	23,425	50,991,996	71,211	32,274,047	-	-	128,651,341
NET POSITION																
Net investment in capital assets	-	-	-	-	-	-	-	-	-	-	-	-	(32,170,156)	115,717,086	-	83,546,930
Restricted for																
Working cash	-	-	-	-	-	-	14,500,000	-	-	-	-	-	-	-	-	14,500,000
Debt service	-	-	-	1,706,076	-	-	-	-	-	-	-	-	-	-	-	1,706,076
Specific purposes	-	-	-	-	-	5,841	-	111,336	1,112,220	280,378	-	-	38,468	-	-	1,548,243
Unrestricted (deficit)	65,409,632	11,276,711	1,141,754	-	3,099,910	-	-	-	-	-	(26,594,266)	1,172,867	(103,891)	-	-	55,402,717
TOTAL NET POSITION (DEFICIT)	\$ 65,409,632	\$ 11,276,711	\$ 1,141,754	\$ 1,706,076	\$ 3,099,910	\$ 5,841	\$ 14,500,000	\$ 111,336	\$ 1,112,220	\$ 280,378	\$ (26,594,266)	\$ 1,172,867	\$ (32,235,579)	\$ 115,717,086	\$ -	\$ 156,703,966

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS

Schedule 2

COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION, BY SUBFUND

For the Year Ended June 30, 2020

	Education	Operations and Maintenance	Operations and Maintenance Restricted	Bond and Interest	Auxiliaries	Restricted Purposes	Working Cash	Audit	Liability Protection and Settlement	Social Security/Medicare	Retiree Health Insurance	Student Activity	Long-Term Obligations	Subtotal	Capital Asset Adjustments	Eliminations	Total
OPERATING REVENUES																	
Student tuition and fees, net	\$ 27,923,010	\$ 700	\$ 317,813	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,620	\$ -	\$ 28,244,143	\$ -	\$ (9,479,184)	\$ 18,764,959
Auxiliary enterprises revenue	-	-	-	-	2,612,668	-	-	-	-	-	-	-	-	2,612,668	-	(143,564)	2,469,104
Other operating revenue	846,708	1,591	-	-	-	205,645	-	-	-	-	-	808,859	-	1,862,803	-	-	1,862,803
Total operating revenues	28,769,718	2,291	317,813	-	2,612,668	205,645	-	-	-	-	-	811,479	-	32,719,614	-	(9,622,748)	23,096,866
OPERATING EXPENSES																	
Instruction	31,298,979	-	-	-	542,214	23,212,004	-	-	-	-	2,176,513	5,079	(7,886)	57,226,903	-	-	57,226,903
Academic support	15,517,438	-	-	-	43,654	5,920,313	-	-	-	-	574,757	-	(2,082)	22,054,080	-	-	22,054,080
Student services	6,454,745	-	-	-	-	4,145,953	-	-	-	-	408,935	805,300	-	11,814,933	-	-	11,814,933
Public services	591,668	-	-	-	-	552,143	-	-	-	-	50,250	-	-	1,194,061	-	-	1,194,061
Operation and maintenance of plant	-	7,370,152	9,498,816	-	-	3,454,613	-	-	-	-	357,121	-	-	20,680,702	(7,851,887)	-	12,828,815
General administration	5,441,807	-	-	-	-	1,226,835	-	-	-	-	-	-	-	6,668,642	-	-	6,668,642
Institutional support	2,695,147	71,351	-	2,131,500	-	131,261	-	84,250	488,415	874,394	126,824	-	(2,130,000)	4,473,142	-	-	4,473,142
Financial aid	4,287,808	-	-	-	-	-	-	-	-	-	-	-	-	4,287,808	-	-	4,287,808
Auxiliary enterprises	-	-	-	-	5,160,092	3,318,579	-	-	-	-	343,059	-	-	8,821,730	-	(143,564)	8,678,166
Scholarships, grants and waivers	1,400	-	-	-	-	9,477,784	-	-	-	-	-	-	-	9,479,184	-	(9,479,184)	-
Depreciation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	8,486,026	-	8,486,026
Total operating expenses	66,288,992	7,441,503	9,498,816	2,131,500	5,745,960	51,439,485	-	84,250	488,415	874,394	4,037,459	810,379	(2,139,968)	146,701,185	634,139	(9,622,748)	137,712,576
OPERATING INCOME (LOSS)	(37,519,274)	(7,439,212)	(9,181,003)	(2,131,500)	(3,133,292)	(51,233,840)	-	(84,250)	(488,415)	(874,394)	(4,037,459)	1,100	2,139,968	(113,981,571)	(634,139)	-	(114,615,710)
NON-OPERATING REVENUES (EXPENSES)																	
Slate grants and contracts	4,932,923	-	-	-	721,417	41,785,891	-	-	-	-	2,044,522	-	-	49,484,753	-	-	49,484,753
Property taxes	42,654,075	8,049,511	-	3,556,637	-	-	-	100,698	(253)	(145)	-	-	-	54,360,523	-	-	54,360,523
Personal property replacement tax	1,107,346	-	-	-	-	-	-	-	-	-	-	-	-	1,107,346	-	-	1,107,346
Federal grants and contracts	-	-	-	-	-	8,455,081	-	-	-	-	-	-	-	8,455,081	-	-	8,455,081
Local grants and contracts	-	-	-	-	117,942	850,221	-	-	-	-	-	-	-	968,163	-	-	968,163
Investment income	1,909,056	296,531	293,958	-	95,337	-	290,000	1,286	10,084	562	283,639	-	-	3,180,453	-	-	3,180,453
Loss on disposal of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(17,469)	-	(17,469)
Interest expense and fiscal charges	-	-	-	(1,289,012)	-	-	-	-	-	-	-	-	346,399	(942,613)	-	-	(942,613)
Total non-operating revenues (expenses)	50,603,400	8,346,042	293,958	2,267,625	934,696	51,091,193	290,000	101,984	9,831	417	2,328,161	-	346,399	116,613,706	(17,469)	-	116,596,237
NONMANDATORY TRANSFERS																	
Transfers in (out)	(10,345,620)	(500,000)	-	-	2,058,990	(1,200,000)	(290,000)	-	581,000	795,630	8,900,000	-	-	-	-	-	-
CHANGE IN NET POSITION	2,738,506	406,830	(8,887,045)	136,125	(139,606)	(1,342,647)	-	17,734	102,416	(78,347)	7,190,702	1,100	2,486,367	2,632,135	(651,608)	-	1,980,527
NET POSITION (DEFICIT), JULY 1	62,671,126	10,869,881	10,028,799	1,569,951	3,239,516	1,348,488	14,500,000	93,602	1,009,804	358,725	(33,784,968)	-	(34,721,946)	37,182,978	116,368,694	-	153,551,672
Change in accounting principle	-	-	-	-	-	-	-	-	-	-	-	1,171,767	-	1,171,767	-	-	1,171,767
NET POSITION (DEFICIT), JULY 1, AS RESTATED	62,671,126	10,869,881	10,028,799	1,569,951	3,239,516	1,348,488	14,500,000	93,602	1,009,804	358,725	(33,784,968)	1,171,767	(34,721,946)	38,354,745	116,368,694	-	154,723,439
NET POSITION (DEFICIT), JUNE 30	\$ 65,409,632	\$ 11,276,711	\$ 1,141,754	\$ 1,706,076	\$ 3,099,910	\$ 5,841	\$ 14,500,000	\$ 111,336	\$ 1,112,220	\$ 280,378	\$ (26,594,266)	\$ 1,172,867	\$ (32,235,579)	\$ 40,986,880	\$ 115,717,086	\$ -	\$ 156,703,966

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Schedule 3

ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT
CONSOLIDATED YEAR END FINANCIAL REPORT

For the Year Ended June 30, 2020

CSFA Number	Program Name	State	Federal	Other	Total
601-00-0748	Cannabis Regulation and Tax Act Social Equity Program	\$ 3,122	\$ -	\$ -	\$ 3,122
601-00-0748	Illinois Cooperative Work Study Program	36,648	-	-	36,648
684-00-0465	Career and Technical Education - Basic Grants to States	258,116	-	-	258,116
684-00-2333	Transitional Instruction Math and English Pilot Grant	14,560	-	-	14,560
684-01-1670	Innovation Bridge and Transition Program Grant	73,020	-	-	73,020
684-00-0820	Career and Technical Education Formula Grants	388,150	-	-	388,150
684-00-0825	Base Operating Grants	5,266,190	-	-	5,266,190
684-01-1625	Adult Education - Basic Grants to States - Federal and State Funding Combined	945,527	475,100	-	1,420,627
	Other grant programs and activities	116,040	8,794,085	784,346	9,694,471
	All other costs not allocated	-	-	121,517,754	121,517,754
	TOTALS	\$ 7,101,373	\$ 9,269,185	\$ 122,302,100	\$ 138,672,658

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Schedule 4

SCHEDULE OF MANAGEMENT INFORMATION
SCHEDULE OF EXPENSES BY FUNCTION AND OBJECT

For the Year Ended June 30, 2020

	Salaries	Benefits	Contractual Services	Materials/ Supplies	Utilities	Other	Total
Instruction	\$ 28,847,932	\$ 23,876,969	\$ 350,134	\$ 861,092	\$ -	\$ 3,290,776	\$ 57,226,903
Academic support	7,056,468	6,740,907	525,346	2,435,399	-	5,295,960	22,054,080
Student services	5,232,252	4,925,210	159,997	182,356	-	1,315,118	11,814,933
Public services	388,111	541,664	119,357	92,741	-	52,188	1,194,061
Operations/maintenance of plant	4,492,308	4,454,118	1,074,470	1,547,744	952,375	8,159,687	20,680,702
General administration	375,520	66,753	14,746	77,747	-	6,133,876	6,668,642
Institutional support	198,400	152,831	22,110	9,462	-	4,090,339	4,473,142
Auxiliary enterprises	1,265,673	3,864,763	95,518	1,251,714	-	2,344,062	8,821,730
Financial aid	-	-	-	-	-	4,287,808	4,287,808
Scholarships, grants and waivers	-	-	-	-	-	9,479,184	9,479,184
TOTAL	\$ 47,856,664	\$ 44,623,215	\$ 2,361,678	\$ 6,458,255	\$ 952,375	\$ 44,448,998	\$ 146,701,185

Note: This schedule is supplemental information and is maintained for management purposes only.

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NUMBER 535
DES PLAINES, ILLINOIS**

Schedule 5

ALL FUNDS SUMMARY
UNIFORM FINANCIAL STATEMENT #1
FISCAL YEAR ENDED JUNE 30, 2020

	Education Fund	Operations and Maintenance Fund	Operations and Maintenance Fund (Restricted)	Bond and Interest Fund	Auxiliary Enterprises Funds	Restricted Purposes Fund	Working Cash Fund	Audit Fund	Liability, Protection, Settlement Fund	Social Security/ Medicare Fund	Total All Funds
FUND BALANCES, JULY 1, 2019	\$ 62,671,126	\$ 10,869,881	\$ 10,028,799	\$ 1,569,951	\$ 4,411,283	\$ (32,436,480)	\$ 14,500,000	\$ 93,602	\$ 1,009,804	\$ 358,725	\$ 73,076,691
REVENUES											
Local tax revenue	43,761,421	8,049,511	-	3,556,637	-	-	-	100,698	(253)	(145)	55,467,869
All other local revenue	-	-	-	-	117,942	850,221	-	-	-	-	968,163
ICCB grants	4,544,773	-	-	-	721,417	945,526	-	-	-	-	6,211,716
All other state revenue	388,150	-	-	-	-	42,884,887	-	-	-	-	43,273,037
Federal revenue	-	-	-	-	-	8,455,081	-	-	-	-	8,455,081
Student tuition and fees	23,635,203	700	317,813	-	2,620	-	-	-	-	-	23,956,336
All other revenue	2,755,763	298,122	293,958	-	3,516,864	489,284	290,000	1,286	10,084	563	7,655,924
Total revenues	75,085,310	8,348,333	611,771	3,556,637	4,358,843	53,624,999	290,000	101,984	9,831	418	145,988,126
EXPENDITURES											
Instruction	31,298,979	-	-	-	547,293	25,388,517	-	-	-	-	57,234,789
Academic support	15,517,438	-	-	-	43,654	6,495,070	-	-	-	-	22,056,162
Student services	6,454,745	-	-	-	-	805,300	-	-	-	-	11,814,933
Public services	591,668	-	-	-	-	602,393	-	-	-	-	1,194,061
Auxiliary services	-	-	-	-	5,160,092	1,569,894	-	-	-	-	6,729,986
Operations and maintenance	-	7,370,152	9,498,816	-	-	3,811,734	-	-	-	-	20,680,702
General administration	5,441,807	-	-	-	-	-	-	-	-	-	5,441,807
Institutional support	2,695,147	71,351	-	3,420,512	-	3,576,664	-	84,250	488,415	874,395	11,210,734
Scholarships, grants and waivers	1,400	-	-	-	-	9,477,784	-	-	-	-	9,479,184
Total expenditures	62,001,184	7,441,503	9,498,816	3,420,512	6,556,339	55,476,944	-	84,250	488,415	874,395	145,842,358
NET TRANSFERS	(10,345,620)	(500,000)	-	-	2,058,990	7,700,000	(290,000)	-	581,000	795,630	-
FUND BALANCES, JUNE 30, 2020	\$ 65,409,632	\$ 11,276,711	\$ 1,141,754	\$ 1,706,076	\$ 4,272,777	\$ (26,588,425)	\$ 14,500,000	\$ 111,336	\$ 1,112,220	\$ 280,378	\$ 73,222,459

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Schedule 6

SUMMARY OF CAPITAL ASSETS AND DEBT
UNIFORM FINANCIAL STATEMENT #2
FISCAL YEAR ENDED JUNE 30, 2020

	Fixed Asset/Debt Account Groups				Fixed Asset/Debt Account Groups
	June 30, 2019	Additions	Transfers	Deletions	June 30, 2020
CAPITAL ASSETS					
Work in progress	\$ 17,064,756	\$ 3,715,382	\$ (16,330,816)	\$ -	\$ 4,449,322
Sites and improvements	17,146,365	125,119	433,469	-	17,704,953
Buildings, additions and improvements	143,581,586	3,839,733	15,897,347	-	163,318,666
Equipment	4,590,665	171,653	-	(45,619)	4,716,699
Accumulated depreciation	66,014,678	8,486,026	-	(28,150)	74,472,554
TOTAL CAPITAL ASSETS	\$ 116,368,694	\$ (634,139)	\$ -	\$ (17,469)	\$ 115,717,086
FIXED LIABILITIES					
General Obligation Refunding Bonds	\$ 32,130,000	\$ -	\$ -	\$ (2,130,000)	\$ 30,000,000
OPEB Liability - CIP	42,057,465	333,211	-	-	42,390,676
OPEB Liability - College	1,671,051	-	(219,054)	-	1,451,997
TOTAL FIXED LIABILITIES	\$ 75,858,516	\$ 333,211	\$ (219,054)	\$ (2,130,000)	\$ 73,842,673

Notes: The College had no tax anticipation warrants or notes at June 30, 2020.
The General Obligation debt excludes a bond premium of \$2,170,156

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Schedule 7

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3
FISCAL YEAR ENDED JUNE 30, 2020

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
OPERATING REVENUES BY SOURCE			
Local government			
Local taxes	\$ 42,654,075	\$ 8,049,511	\$ 50,703,586
Chargeback revenue	-	-	-
Corporate Personal Property replacement tax	1,107,346	-	1,107,346
Other	-	-	-
Total local government	43,761,421	8,049,511	51,810,932
State government			
ICCB credit hour grants	4,544,773	-	4,544,773
ICCB equalization grants	-	-	-
SBE - vocational education	388,150	-	388,150
SBE - adult education	-	-	-
Other	-	-	-
Total state government	4,932,923	-	4,932,923
Federal government			
Department of Education	-	-	-
Other	-	-	-
Total federal government	-	-	-
Student tuition and fees			
Tuition	21,296,555	-	21,296,555
Fees	2,338,648	700	2,339,348
Other student assessments	-	-	-
Total student tuition and fees	23,635,203	700	23,635,903
Other sources			
Sales and service fees	-	-	-
Investment income	1,909,056	296,531	2,205,587
Other	846,707	1,591	848,298
Total other sources	2,755,763	298,122	3,053,885
Total revenues	75,085,310	8,348,333	83,433,643
Less non-operating items			
Tuition chargeback revenue	-	-	-
ADJUSTED REVENUE	\$ 75,085,310	\$ 8,348,333	\$ 83,433,643

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Schedule 7

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3 (continued)
FISCAL YEAR ENDED JUNE 30, 2020

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
OPERATING EXPENDITURES			
BY PROGRAM			
Instruction	\$ 31,298,979	\$ -	\$ 31,298,979
Academic support	15,517,438	-	15,517,438
Student services	6,454,745	-	6,454,745
Public services	591,668	-	591,668
Operations and maintenance of plant	-	7,370,152	7,370,152
General administration	5,441,807	-	5,441,807
Institutional support	2,695,147	71,351	2,766,498
Scholarships, student grants, waivers	1,400	-	1,400
Auxiliary services	-	-	-
Total expenditures	62,001,184	7,441,503	69,442,687
Less non-operating items			
Tuition chargeback	-	-	-
Transfers to non-operating funds	10,345,620	500,000	10,845,620
ADJUSTED EXPENDITURES	\$ 72,346,804	\$ 7,941,503	\$ 80,288,307
BY OBJECT			
Salaries	\$ 47,757,858	\$ 4,492,308	\$ 52,250,166
Employee benefits	6,499,074	1,044,182	7,543,256
Contractual services	2,508,041	526,949	3,034,990
General materials and supplies	4,587,680	441,027	5,028,707
Conferences and meetings	243,030	4,403	247,433
Fixed charges	160,662	(8,125)	152,537
Utilities	36,416	952,375	988,791
Capital outlay	28,354	-	28,354
Other	180,069	(11,616)	168,453
Total expenditures	62,001,184	7,441,503	69,442,687
Less non-operating items			
Tuition chargeback	-	-	-
Transfers to non-operating funds	10,345,620	500,000	10,845,620
ADJUSTED EXPENDITURES	\$ 72,346,804	\$ 7,941,503	\$ 80,288,307

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

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Schedule 8

**RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4
FISCAL YEAR ENDED JUNE 30, 2020**

REVENUES BY SOURCE

State government	
ICCB - Workforce Development Grants	\$ -
ICCB - Career and Technical Education	-
ICCB - Student Success Grant	-
ICCB - Adult Education	945,526
Illinois Student Assistance Commission	1,146,795
Other	<u>41,738,092</u>
Total state government	<u>43,830,413</u>
Federal government	
Department of Education	7,475,607
Department of Veterans Affairs	216,939
Other	<u>762,535</u>
Total federal government	<u>8,455,081</u>
Other sources	
Student tuition and fees	-
All other local	850,221
Other	<u>489,284</u>
Total other sources	<u>1,339,505</u>
TOTAL RESTRICTED PURPOSES FUND REVENUES	<u><u>\$ 53,624,999</u></u>

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Schedule 8

RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4 (continued)
FISCAL YEAR ENDED JUNE 30, 2020

EXPENDITURES BY PROGRAM

Instruction	\$ 25,388,517
Academic support	6,495,070
Student services	4,554,888
Public services	602,393
Operations and maintenance of plant	3,811,734
General administration	-
Auxiliary services	1,569,894
Institutional support	3,576,664
Scholarships, grants, waivers	9,477,784

TOTAL RESTRICTED PURPOSES FUND EXPENDITURES \$ 55,476,944

EXPENDITURES BY OBJECT

Salaries	\$ 1,937,478
Employee benefits	39,219,346
Contractual services	167,936
Student financial aid	12,802,361
General materials and supplies	220,794
Conference and meetings	33,919
Fixed charges	1,062,657
Utilities	-
Capital outlay	32,453

TOTAL RESTRICTED PURPOSES FUND EXPENDITURES \$ 55,476,944

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Schedule 9

**CURRENT FUNDS - EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5
FISCAL YEAR ENDED JUNE 30, 2020**

INSTRUCTION

Instructional programs	\$ 56,387,828
Other	846,961
	<hr/>
Total instruction	57,234,789

ACADEMIC SUPPORT

Library Center	1,760,654
Instructional Materials Center	841,778
Educational Media Services	-
Academic computing support	-
Academic administration and planning	3,398,909
Other	16,054,821
	<hr/>
Total academic support	22,056,162

STUDENT SERVICES

Admissions and records	2,202,573
Counseling and career services	2,616,871
Financial aid administration	603,025
Other	6,392,464
	<hr/>
Total student services	11,814,933

PUBLIC SERVICE/CONTINUING EDUCATION

Community education	-
Customized training	-
Community services	468,122
Other	725,939
	<hr/>
Total public service/continuing education	1,194,061

AUXILIARY SERVICES

6,729,986

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Schedule 9

**CURRENT FUNDS - EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5 (continued)
FISCAL YEAR ENDED JUNE 30, 2020**

OPERATIONS AND MAINTENANCE OF PLANT	
Maintenance	\$ 1,768,969
Custodial services	2,384,874
Grounds maintenance	548,479
Campus security	1,304,477
Transportation	24,250
Plant utilities	931,937
Administration	478,517
Other	<u>3,740,383</u>
Total operations and maintenance of plant	<u>11,181,886</u>
 GENERAL ADMINISTRATION AND INSTITUTIONAL SUPPORT	
Executive management	491,460
Fiscal operations	2,112,598
Community relations	1,930,182
Administrative support services	1,529,345
Board of trustees	617,017
General institution	2,871,006
Institutional research	-
Other	<u>3,680,421</u>
Total general administration and institutional support	<u>13,232,029</u>
 SCHOLARSHIPS, STUDENT GRANTS AND WAIVERS	 <u>9,479,184</u>
 TOTAL CURRENT FUNDS EXPENDITURES	 <u><u>\$ 132,923,030</u></u>

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

Schedule 10

CERTIFICATE OF CHARGEBACK REIMBURSEMENT

For the Fiscal Year Ended June 30, 2020

**ALL NONCAPITAL AUDITED OPERATING EXPENDITURES
FOR FISCAL YEAR 2020 FROM ALL REVENUE SOURCES**

Education fund	\$ 61,972,830
Operations and maintenance fund	7,441,503
Bond and interest fund	1,500
Public Building Commission rental fund	-
Restricted purposes fund	14,560,138
Audit fund	84,250
Liability, protection and settlement fund	488,415
Auxiliary enterprises fund (subsidy only)	2,058,990

Total noncapital audited operating expenditures	86,607,626
---	------------

Plus depreciation on capital outlay expenditures (equipment, buildings and fixed equipment) paid from sources other than state and federal funds	8,840,204
--	-----------

Equals total costs included	\$ 95,447,830
-----------------------------	---------------

TOTAL CERTIFIED SEMESTER CREDIT HOURS	\$ 158,176
--	-------------------

PER CAPITA COST	\$ 603.43
------------------------	------------------

All fiscal year 2020 state and federal operating grants for noncapital expenditures, except ICCB grants	\$ 9,659,245
--	--------------

Fiscal year 2020 state and federal grants per semester credit hour	61.07
---	-------

District's average ICCB grant rate for fiscal year 2020	34.87
---	-------

District's student tuition and fee rate per semester credit hour for fiscal year 2020	142.25
--	--------

EQUALS CHARGEBACK REIMBURSEMENT PER SEMESTER CREDIT HOUR	\$ 365.24
---	------------------

Approved: <i>/s/ Edwin Chandrasekare</i>	10/13/2020
Chief Fiscal Officer	Date

Approved: <i>/s/ JoAnne Smith</i>	10/13/2020
President	Date

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
ILLINOIS COMMUNITY COLLEGE BOARD GRANTS
June 30, 2020**

FINANCIAL COMPLIANCE SECTION

STATE ADULT EDUCATION AND
FAMILY LITERACY GRANTS

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

SIKICH.COM

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

Board of Trustees
Oakton Community College
Community College District No. 535
Des Plaines, Illinois

We have audited the accompanying balance sheet of Oakton Community College, Community College District No. 535's (the College) State Adult Education and Family Literacy Restricted Grant as of June 30, 2020, and the related statement of revenues, expenditures and changes in fund balance for the year then ended and the notes to financial statements - state grant programs.

Management's Responsibility for the Financial Statements

These financial statements are the responsibility of the College's management. This includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the grant policy guidelines of the Illinois Community College Board *Fiscal Management Manual*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements.

An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We also reviewed the compliance with the provisions of the agreement between the College and the Illinois Community College Board. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the State Adult Education and Family Literacy Restricted Grant, as of June 30, 2020, and the changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

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

Other Matters

Our audit was conducted for the purpose of forming opinions on the balance sheet of Oakton Community College, Community College District No. 535's (the College) State Adult Education and Family Literacy Grant Program as of June 30, 2020, and the related statement of revenues, expenditures and changes in fund balance for the year then ended. The schedule of expenditure amounts and percentages for ICCB grant funds is presented for purposes of additional analysis and is not a required part of these financial statements. The schedule of expenditure amounts and percentages for ICCB grant funds is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare these financial statements. The information has been subjected to the auditing procedures applied in the audit of these financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to these financial statements as a whole.

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

Sikich LLP

Naperville, Illinois
October 13, 2020

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

**STATE ADULT EDUCATION AND FAMILY LITERACY
RESTRICTED GRANT PROGRAM
BALANCE SHEET**

June 30, 2020

	State Basic		Performance		Total
	Family Literacy	State	State Performance	Staff Development	
ASSETS					
Receivable	\$ 1,613	\$ 37,756	\$ -	\$ -	\$ 39,369
TOTAL ASSETS	\$ 1,613	\$ 37,756	\$ -	\$ -	\$ 39,369
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Due to other funds	\$ 1,613	\$ 37,756	\$ -	\$ -	\$ 39,369
Total liabilities	1,613	37,756	-	-	39,369
FUND BALANCES					
None	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,613	\$ 37,756	\$ -	\$ -	\$ 39,369

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

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

For the Year Ended June 30, 2020

	State Basic		Performance		Total
	Family Literacy	State	State Performance	Staff Development	
REVENUES					
State sources	\$ 14,025	\$ 598,662	\$ 325,414	\$ 7,425	\$ 945,526
Total revenues	14,025	598,662	325,414	7,425	945,526
EXPENDITURES					
Instructional and student services					
Instruction	-	429,267	-	-	429,267
Social work services	-	-	2,399	-	2,399
Guidance services	-	35,068	10,083	-	45,151
Assessment and testing	-	31,689	13,012	-	44,701
Literacy services	14,025	-	-	-	14,025
Child care services	-	5,694	-	-	5,694
Total instructional and student services	14,025	501,718	25,494	-	541,237
Program support					
Improvement of instructional services	-	-	-	7,425	7,425
General administration	-	60,453	190,257	-	250,710
Operation and maintenance of plant	-	-	21,503	-	21,503
Data and information services	-	36,491	88,160	-	124,651
Total program support	-	96,944	299,920	7,425	404,289
Total expenditures	14,025	598,662	325,414	7,425	945,526
NET CHANGE IN FUND BALANCES	-	-	-	-	-
FUND BALANCES, JULY 1, 2019	-	-	-	-	-
FUND BALANCES, JUNE 30, 2020	\$ -	\$ -	\$ -	\$ -	\$ -

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NUMBER 535
DES PLAINES, ILLINOIS**

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

For the Year Ended June 30, 2020

	Audited Expenditure Amount	Audited Expenditure Percentage
STATE BASIC		
Instruction (45% minimum required)	\$ 429,267	70.06%
General administration (15% maximum allowed)	96,944	15.82%

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS - STATE GRANT PROGRAMS
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. General

The accompanying statements relate to specific grants awarded by the Illinois Community College Board (ICCB). These transactions are accounted for in the Restricted Purpose Fund. They include the following:

- Adult Education and Family Literacy Grant

B. Basis of Accounting

The statements have been prepared on the accrual basis of accounting and the current financial resources measurement focus. Expenditures include all accounts payable representing liabilities for goods and services actually received as of June 30, 2020. Funds obligated for goods prior to June 30 for which the goods are received prior to August 31, if any, are recorded as restricted fund balance.

C. Capital Assets

Capital asset purchases are recorded as expenditures. However, they are capitalized in the statement of net position.

2. PAYMENTS OF PRIOR YEAR'S ENCUMBRANCES

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

3. BACKGROUND INFORMATION ON STATE GRANT ACTIVITY

A. Unrestricted Grants

Base Operating Grants

General operating funds provided to colleges based upon credit enrollment.

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
NOTES TO FINANCIAL STATEMENTS - STATE GRANT PROGRAMS (continued)
June 30, 2020

3. BACKGROUND INFORMATION ON STATE GRANT ACTIVITY (continued)

B. Restricted Adult Education Grants/State

State Basic

Grants awarded to State 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 child care facilities or provision.

Performance

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

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

RECONCILIATION OF SEMESTER CREDIT HOURS

RECONCILIATION OF TOTAL REIMBURSABLE SEMESTER CREDIT HOURS

RECONCILIATION OF IN-DISTRICT/CHARGEBACK
REIMBURSABLE CREDIT HOURS

OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535

Year Ended June 30, 2018

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

SIKICH.COM

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

Board of Trustees
Oakton Community College
Community College District No. 535
Des Plaines, Illinois

We have examined management of Oakton Community College, Community College District Number 535’s (the College) assertion that the College complied with the guidelines of the Illinois Community College Board’s *Fiscal Management Manual* included in the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed and the Reconciliation of Total Semester Credit Hours of Oakton Community College during the period July 1, 2019 through June 30, 2020. The College’s management is responsible for its assertion. Our responsibility is to express an opinion on management’s assertion about the College’s compliance with the specified requirements based on our examination.

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

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

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

Sikich LLP

Naperville, Illinois
October 13, 2020

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

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

For the Year Ended June 30, 2020

CATEGORIES	Total Semester Credit Hours by Term							
	Summer		Fall		Spring		Total	
	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted
Baccalaureate	17,212.0	-	43,505.0	-	40,371.0	-	101,088.0	-
Business occupational	1,080.0	-	3,956.0	-	4,834.0	-	9,870.0	-
Technical occupational	514.0	-	2,580.5	-	4,268.5	-	7,363.0	-
Health occupational	1,705.5	-	4,382.5	-	4,854.0	-	10,942.0	-
Remedial developmental	1,060.0	-	5,988.0	-	3,336.0	-	10,384.0	-
Adult basic education/adult secondary education	755.0	738.5	1,814.0	5,899.5	2,139.5	7,182.0	4,708.5	13,820.0
TOTAL CREDIT HOURS VERIFIED	22,326.5	738.5	62,226.0	5,899.5	59,803.0	7,182.0	144,355.5	13,820.0

	In-District	Chargeback/ Contractual Agreement	Total
Reimbursable semester credit hours	119,015.5	1,500.0	120,515.5
	Dual Credit	Dual Enrollment	Total
Reimbursable semester credit hours	8,549.0	412.0	8,961.0

The College requires that all credit students provide documentation to verify their permanent residence.

This information is used to determine their residency for both tuition calculation and submission of reports for state funding purposes.

In order to prove residency, a student must submit, to either the Office of Admissions or the Registration and Records Office, the following documentation:

- A valid Illinois driver's license or a pre-printed renewal application
- An Illinois state identification card
- Two current bank statements or utility bills addressed to the student
- An in-district high school transcript issued within the last two years

A student must reside within the district for at least 30 days prior to the start of semester classes in order to meet the residency requirements.

A student may also qualify for in-district tuition rates if he/she is employed full-time at a company within the district and utilizing the Business Education Service Contract.

DISTRICT'S 2019 EQUALIZED ASSESSED VALUATION \$ 25,523,199,326

**OAKTON COMMUNITY COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 535
DES PLAINES, ILLINOIS**

RECONCILIATION OF TOTAL SEMESTER CREDIT HOURS

For the Year Ended June 30, 2020

	Total Unrestricted Hours	Total Unrestricted Credit Hours Certified to the ICCB	Difference	Total Restricted Hours	Total Restricted Credit Hours Certified to the ICCB	Difference
Baccalaureate	109,993.0	101,088.0	8,905.0	-	-	-
Business occupational	10,556.0	9,870.0	686.0	-	-	-
Technical occupational	10,629.5	7,363.0	3,266.5	-	-	-
Health occupational	11,298.0	10,942.0	356.0	-	-	-
Remedial developmental	11,152.0	10,384.0	768.0	-	-	-
Adult basic education/adult secondary education	4,902.0	4,708.5	193.5	14,097.0	13,820.0	277.0
TOTAL	158,530.5	144,355.5	14,175.0	14,097.0	13,820.0	277.0

	Total Attending	Total Attending Certified to the ICCB	Difference
In-District Residents	138,850.0	130,313.0	8,537.0
Chargeback/Contractual Agreement	1,500.0	1,500.0	-

	Total Reimbursable	Total Reimbursable Certified to the ICCB	Difference
Dual Credit	8,549.0	8,549.0	-
Dual Enrollment	412.0	412.0	-