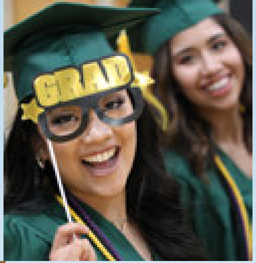

Annual Comprehensive Financial Report

Fiscal years ended June 30, 2021 and 2020

2021

Oakton Community College

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

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

ANNUAL COMPREHENSIVE FINANCIAL REPORT
Fiscal Years Ended June 30, 2021 and 2020

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
ANNUAL COMPREHENSIVE FINANCIAL REPORT
Fiscal Years Ended June 30, 2021 and 2020

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OAKTON COMMUNITY COLLEGE

COMMUNITY COLLEGE DISTRICT NO. 535

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Years Ended June 30, 2021 and 2020

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OAKTON COMMUNITY COLLEGE

COMMUNITY COLLEGE DISTRICT NO. 535

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Years Ended June 30, 2021 and June 30, 2020

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Introductory Section

Oakton Community College

Office of the President

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

December 10, 2021

Members of the Board of Trustees,

I am pleased to present you with this annual comprehensive financial report for the 2020-2021 fiscal year at Oakton Community College. It has certainly been a milestone year for us as an institution, working towards advancing teaching and learning, demonstrating our commitment to inclusion and equity, and leveraging our influence to bring about positive transformation and growth for our students and our District 535.

The historic magnitude of transformation thrust upon Oakton over the last 12 months is not in dispute. We experienced a global pandemic on a scale not seen in over a century. We experienced the effects of an economic downturn coupled with uneven recovery. We had to make a profound change and pivot to remote working and learning models, and we witnessed civil unrest rooted in structural racial and social injustices.

However, despite these challenging headwinds and heavy burdens on our community over the past year, we also experienced hope for the future, through the completion of many aspects of our facilities Master Plan including the successful completion of remodeled spaces including the Skokie student gathering center and bookstore, as well as cafeterias at both campuses. In addition, the College has also continued to prioritize completion of critical infrastructure upgrades and replacement (deferred maintenance) for external landscaping projects for main entrances, parking lots, sidewalks and curbs. To support these construction projects, the College successfully issued $20 million in General Obligation Limited Tax Bonds (GO Bonds) while retaining its Aaa (triple-A) credit rating from Moody's. In addition, the College had the distinction of becoming the first community college in Illinois to receive federal designation as an Asian American and Native American Pacific Islander Serving Institution (AANAPISI) by the U.S. Department of Education, a reflection of the College's racially and ethnically diverse student demographic.

Oakton's commitment to, and focus on, affordability remains strong. It's difficult to imagine another time in our history when the strain on our students was more intense than the past year, and the College made a commitment not to increase student tuition and fees, the fourth year in which it has done so. Such steps are not without cost and the impact on our financial situation is significant. However, we are confident in our ability to continue providing relief for our students as we move to post- pandemic recovery. The herculean efforts of our faculty and staff have ensured thousands of students will stay on track with retention and completion towards completing their certificates and degrees.

Our accomplishments would not be possible without the support we receive from the Oakton Board of Trustees and elected officials in our state. Their continued belief in our mission allows us to serve our District 535 residents. In addition, the tremendous amount of teamwork, commitment and innovative thinking required by every employee is both remarkable and noteworthy. As President, I'm proud of how our College community has persevered, by simultaneously responding to the ongoing COVID-19 public health challenge, continuing to deliver and maintain an excellent high-quality and safe educational environment, and maintaining a stable financial bottom line.

Oakton's strengths have always been found in the quality and commitment of its faculty, staff and students, and the past year has provided the opportunity for us to demonstrate why we are a premier higher educational institution in the Chicagoland region. We continue to embrace a culture of compassion, respect, innovation, collaboration and integrity during these challenging times, and face the future with great pride in our accomplishments and unwavering commitment to serve the individuals, families, businesses and communities who depend on us. The year ahead will be defined by our ability to create momentum as we move out of a sprint and into a marathon. I'm confident we will do so and continue to serve a transformational role in District 535.

Respectfully,

/S/ Joianne L. Smith

Joianne Smith, PhD
President

Vice President for
Administrative Affairs

1600 East Golf Road
Des Plaines, Illinois 60016
847.635.1876

December 10, 2021

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

The Annual Comprehensive Financial Report of Oakton Community College, Community College District 535, County of Cook, State of Illinois, for the fiscal year ended June 30, 2021, is hereby submitted. This report 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 424,000[1], 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, VISION, AND VALUES

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 21, 2021.[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 Standards 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.

Fund
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

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.

Coronavirus Relief Funding for Higher Education

Oakton was awarded $22.2 Million in federal funding as part of three separate pieces of legislation that were enacted in 2020 and 2021 to address the negative effects of the COVID-19 pandemic. These allocations from the Higher Education Emergency Relief Fund (HEERF) are dedicated to student support, instiutional support, and Asian students. $2.7 million of these funds were spent in fiscal year 2021 for emergency financial aid assistance and institutional costs associated with significant changes to the delivery of instruction due to coronavirus. Remaining funds will be spent through June 30, 2023.

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 $41.4 million as of June 30, 2021. Oakton's individual OPEB plan liability was $1.5 million as of June 30, 2021. The total OPEB liability as of June 30, 2021 was $42.9 million (see Statements of Net Position on page 38).

Recognizing the need to set aside funds for the College's OPEB liability, Oakton's Board of Trustees in September of this year approved $2.2 million to partially fund the liability. The College has accumulated a total of $26.6 million over four years to fund the OPEB liability. Oakton plans to make progress each year to pre-fund retiree health insurance.

LOCAL ECONOMY

State of Illinois:

State revenues declined significantly in spring 2020 with many businesses closed to slow the spread of COVID-19 and thousands unemployed during the pandemic. To close a budget shortfall for fiscal year 2021, the State projected it would borrow $5 billion through a Federal Reserve program.[3] Illinois ultimately borrowed a total of $3.2 billion and repaid the entire amount by the end of June 2021 based on an improving economy with income and sales tax collections greater than original estimates.[4] As a sign that the State appears to be improving financially in the near term, Moody's Investors Service upgraded Illinois' rating on General Obligation bonds from Baa3 to Baa2 with a stable outlook in June 2021.[5]

Though these are signs of short-term fiscal improvement, the State's pension debt continues to climb which will hurt the state's economy and job growth long term. Moody's Investors Service estimates the State's pension debt at $317 billion, a 19 percent increase from the prior year. The pension liability is about 37 percent of the State's total economic output.[6] Reforms designed to noticeably reduce the State's pension liabilities have not been enacted.

The fiscal year 2022 budget provides the community college system and adult education with funds at the same level as fiscal year 2021. Funding for MAP grants was increased to keep pace with demand.[7] Due to the uncertainty of state funding, Oakton prudently budgeted the base operating grant at fifty percent of the fiscal year 2021 amount. The College will continue to monitor the state's financial condition.

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 2019 dollars, estimate) for the Village of Glencoe, the Village of Winnetka, and the Village of Kenilworth was $133,746, $123,319, and $110,691, respectively.[8] The District's estimated unemployment rate declined from 11.3 percent in July 2020 to 7.5 percent in August 2021 as the Chicago metropolitan area recovered from the pandemic.[9]

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 47.6 percent, 38.2 percent, 65.5 percent, and 67.1 percent, respectively, or an average of 54.6 percent. This compares with 34.7 percent for the State of Illinois.[10]

The District's 2020 equalized assessed value (EAV) of $25.7 billion (latest for which detail is available) includes a range of property types, including residential (72.5 percent) commercial (21.6 percent), industrial (5.8 percent), and other (0.1 percent).[11] The 2020 EAV represents an overall increase of 0.5 percent from the previous year. 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 Investors 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.[12]

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 2017 and 2020, the tax rate decreased by about 1.8 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 2017-2020 (the last year for which data is available).

Fund Type	**2020**	**2019**	**2018**	**2017**
Current:				
Education	$0.1797	$0.1734	$0.1918	$0.1800
Operations and Maintenance	0.0321	0.0323	0.0369	0.0361
Audit	0.0004	0.0004	0.0005	0.0002
Debt:				
Bond and Interest	0.0148	0.0142	0.0163	0.0149
	$0.2270	$0.2203	$0.2455	$0.2312

Levy Rates (Per $100 of assessed valuation)

Oakton's property tax collection for tax levy years from 2010 to 2019 is 99.08 percent. The District's most recent estimated assessed property tax value for the 2020 tax year is $25,662,427,825).[13]

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 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 2021 credit hours (unrestricted and restricted) have declined by 4.6 percent from the previous year.

Enrollment 2017-2021

Fiscal Year	Headcount	% Change	Credit Hours*	% Change
2021	22,877	0.004%	164,556	-4.60%
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%

*Includes unrestricted and restricted credit hours.

2021 credit hours is estimated based on mid-point semester enrollment reports.
Source for 2017 - 2020 credit hours:
Reconciliation of Credit Hours, Comprehensive Annual Financial Reports

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

The credit hours presented in this table include duel credit hours. Duel credits provide high school students with the opportunity to earn both high school and college credit simultaneously. Credit hours for fiscal year 2021 include 10,892 duel credit hours, which increased by 2,343 duel credit hours - a 27% increase from the prior fiscal year. Excluding duel credit hours, Oakton's unrestricted and restricted credit hours declined 6.3% in fiscal year 2021.

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 fifth 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.[14] 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 and $20.0 million in General Obligation Limited Tax Bonds were issued during fiscal years 2018 and 2021, respectively.

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 Annual Financial Comprehensive Report received the GFOA's Certificate of Achievement for Excellence in Financial Reporting. We believe our fiscal year 2020 and 2021 Annual Comprehensive Financial Reports continue the tradition for excellence in financial reporting - and that they will qualify for this 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 Annual Comprehensive Financial Report. Sikich issued an unmodified (clean) opinion on Oakton Community College, Community College District No. 535's Annual Comprehensive Financial Report for the year ended June 30, 2021. 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

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[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 9/21-9, Minutes from the 769th Meeting of the Board of Trustees, September 21, 2021.

[3] Civic Federation, FY2021 Budget Relies on Federal Loans and Backlog Borrowing, June 2, 2020, https://www.civicfed.org/iifs/blog/illinois-fy2021-budget-relies-federal-loans-and-backlog-borrowing

[4] The State Journal-Register, "Illinois Revenues Surged in Previous Fiscal Year That Ended June 30," July 8, 2021, https://www.sj-r.com/story/news/state/2021/07/08/illinois-finances-state-revenues-surged-prior-fiscal-year

[5] NBC 5 Chicago, "Illinois Receives 1st Moody's Bond Rating Upgrade in More Than 20 Years, Pritzker Says," June 29, 2021, https://www.nbcchicago.com/news/local/chicago-politics/illinois-receives-1st-moodys-bond-rating-upgrade-in-more-than-20-years-pritzker-says/2543666/

[6] Capitol News Illinois, "Report: Illinois' Pension Debt Tops $300 Billion," March 4, 2021, https://capitolnewsillinois.com/NEWS/report-illinois-pension-debt-tops-300-billion

[7] Illinois Community College Board (ICCB) website, www.iccb.org

[8] U.S. Census Bureau, QuickFacts, *Per Capita Income in the Past 12 Months (in 2019 inflation-adjusted dollars)*, www.census.gov/quickfacts

[9] Illinois Department of Employment Security, Chicago-Naperville-Arlington Heights Metro Division, Illinois Unemployment Rate by Metropolitan Statistical Area – August 2021.

[10] U.S. Census Bureau, QuickFacts, *Educational Attainment by Employment Status for the Population 25 to 64 Years, 2019 5-year Estimate*, www.census.gov/quickfacts

[11] Data from Office of the County Clerk for Cook County; percentages by type are estimates based on 2019 EAV

[12] Moody's Investors Service, "Moody's assigns Aaa to Oakton Community College District, IL's GOLT Bonds; Outlook Stable," www.moodys.com/research

[13] From Oakton's Agency Tax Rate Report for Tax Year 2020 available at www.countyclerkil.gov/Service/agency-rate-reports

[14] Oakton's Capital Improvement Plan available at 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)

Emeritus Members of the Board of Trustees

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

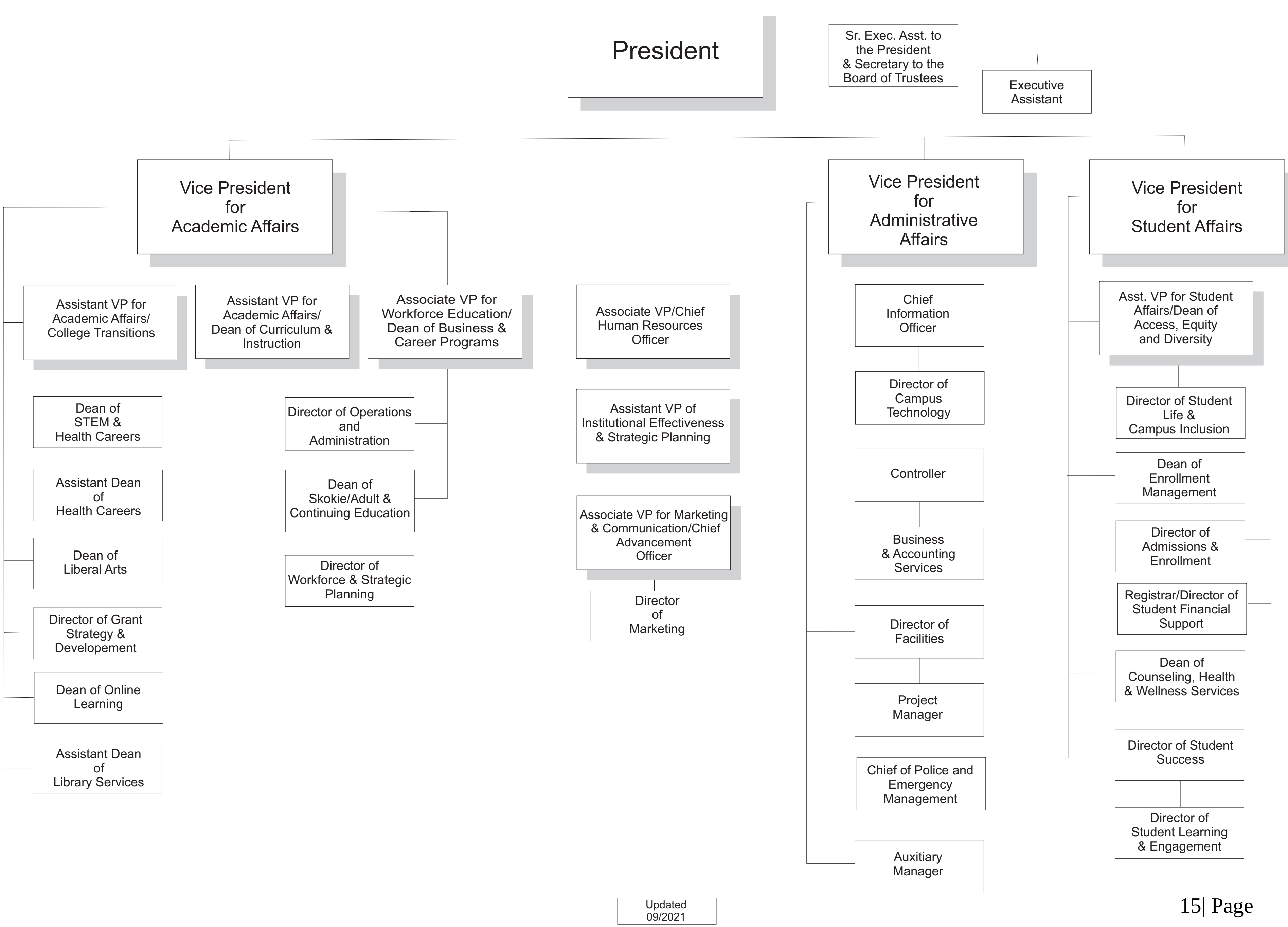
Dr. Colette Hands
Associate Vice President/
Chief Human Resources Officer

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



Financial Section

SIKICH.

CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS
Members of American Institute of Certified Public Accountants

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, 2021 and 2020, 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, 2021 and 2020, 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. 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 December 10, 2021 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
December 10, 2021

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, 2021 and 2020. 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 3-13) and Oakton’s basic financial statements (pages 38-44). 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 38-42 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)

	2021	2020	Increase (Decrease) 2021-2020	2019	Increase (Decrease) 2020-2019
Current assets	$ 159.2	$ 138.9	$ 20.3	$ 145.6	$ (6.7)
Non-current assets:					
Capital assets, net	109.7	115.7	(6.0)	116.4	(0.7)
Other	33.7	28.7	5.0	20.6	8.1
Total assets	302.6	283.3	19.3	282.6	0.7
Deferred ouflows of resources	2.1	2.1	-	2.2	(0.10)
Total assets and deferred outflows of resources	304.7	285.4	19.3	284.8	0.6
Current liabilities	16.4	19.4	(3.0)	22.1	(2.7)
Non-current liabilities	91.8	74.5	17.3	76.9	(2.4)
Total liabilities	108.2	93.9	14.3	99.0	(5.1)
Deferred inflows of resources	37.8	34.7	3.1	32.2	2.5
Total liabilities and deferred inflows of resources	146.0	128.6	17.4	131.2	(2.6)
Net Position:					
Net investment in capital assets	75.7	83.5	(7.8)	81.7	1.8
Restricted	17.8	17.8	-	29.0	(11.2)
Unrestricted	65.2	55.4	9.8	42.9	12.5
Total net position	$ 158.7	$ 156.7	$ 2.0	$ 153.6	$ 3.1

<u>Fiscal Year 2021 Compared to 2020</u>

Current assets: The total current assets balance increased by $20.3 million from the balance one year ago ($138.9 million) to the current balance ($159.2 million). The change is primarily due to an increase in short-term investments.

Non-current assets - Capital: Capital assets net of depreciation decreased $6.0 million from fiscal year 2020 to fiscal year 2021. The value of buildings increased by $3.3 million based on the completion of renovations during fiscal year 2021, offset by an increase in accumulated depreciation of $9.8 million because the College's straight-line depreciation policy requires a half year's depreciation in the year assets are placed in service and a full year of depreciation thereafter.

Capital Assets

June 30, (in millions)

	2021	2020	Increase (Decrease) 2021-2020	2019	Increase (Decrease) 2020-2019
Capital Assets:					
Land and Improvements	$ 18.0	$ 17.7	$ 0.3	$ 17.1	$ 0.6
Work in Progress	4.5	4.4	0.1	17.1	(12.7)
Building	166.6	163.3	3.3	143.6	19.7
Equipment	4.0	3.9	0.1	3.8	0.1
Computer Technology	0.9	0.9	-	0.8	0.1
Total	194.0	190.2	3.8	182.4	7.8
Less Accumulated Depreciation	(84.3)	(74.5)	(9.8)	(66.0)	(8.5)
Net Capital Assets	$ 109.7	$ 115.7	$ (6.0)	$ 116.4	$ (0.7)

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 $5.0 million from the balance one year ago ($28.7 million) to the current balance ($33.7 million). The change is due to an increase in long-term investments.

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 were $2.1 million in both fiscal years 2020 and 2021. 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 $3.0 million from the balance one year ago ($19.4 million) to the current balance ($16.4 million). This is attributable to a decrease in construction-related payables ($1.4 million) and a decline in unearned tuition and fee revenue ($1.2 million) based on flat tuition rates as well as enrollment decreases.

Non-current liabilities: The non-current liabilities balance increased by $17.3 million from the balance one year ago ($74.5 million) to the current balance ($91.8 million). Non-current liabilities increased because $28.2 million in general obligation (G.O.) debt was issued, offset by paying down or refunding existing G.O. debt of $11.0 million. These changes during fiscal year 2021 will result in lower interest costs and allow the College to fund future construction projects.

Deferred Inflows: Deferred inflows increased by $3.1 million from the balance one year ago ($34.7 million) to the current balance ($37.8 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 9.7 to 1 for fiscal year 2021, an increase from the current ratio of 7.2 to 1 for fiscal year 2020.

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)

	2020	2019	Increase (Decrease) 2020-2019	2018	Increase (Decrease) 2019-2018
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	0.9	0.8	0.1	0.7	0.1
Total	190.2	182.4	7.8	173.4	9.0
Less Accumulated Depreciation	(74.5)	(66.0)	(8.5)	(58.9)	(7.1)
Net Capital Assets	$ 115.7	$ 116.4	$ (0.7)	$ 114.5	$ 1.9

Non-current assets - Other: The other non-current assets balance increased by $8.1 million from fiscal year 2019 ($20.6 million) to fiscal year 2020 ($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.

Capital Assets for Fiscal Year 2021 Compared to Fiscal Year 2020

The capital assets balance increased by $3.7 million from the balance one year ago ($190.2 million) to the current balance ($193.9 million). The increase is attributable to continuing investments in Master Plan capital projects as follows:

- Boardroom Renovations - $92,775
- Vocational Cultivation Lab Space - $185,586
- Air Handler Replacement - $73,804
- Signage/Wayfinding - $83,717
- Pedestrian Path - $60,189
- Sidewalk Replacement - $161,805
- Natural Area Restoration, Des Plaines Campus - $59,859
- Skokie Campus Renovations - $404,097
- Main Entrances and Monument Signs - $798,942
- Cafeteria Remodeling, Des Plaines Campus - $1,039,125

Accumulated depreciation increased by $9.8 million from the balance one year ago ($74.5 million) to the current balance ($84.3 million). Current year depreciation totaled $9.8 million.

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.

Long-term Debt, Fiscal Year 2021 Compared to Fiscal Year 2020

General obligation (G.O.) bonds increased by $17.2 million during fiscal year 2021. This was attributable to the issuance of $28.2 million in G.O. bonds, offset by paying down or refunding existing G.O. bonds of $11.0 million. These changes during fiscal year 2021 will result in lower interest costs and allow the College to fund future construction projects.

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 decreased $1.0 million during fiscal year 2021 and was $41.4 million as of June 30, 2021. Overall, the College's long-term debt increased $17.4 million from fiscal year 2020 to fiscal year 2021.

Long-term Debt

June 30, (in millions)

	2021	2020	Increase (Decrease) 2020-2021	2019	Increase (Decrease) 2019-2020
Long-term Debt:					
General Obligation Bonds	$ 47.2	$ 30.0	$ 17.2	$ 32.1	$ (2.1)
Bond Premiums	2.7	2.2	0.5	2.5	(0.3)
Total Bonds, Net	49.9	32.2	17.7	34.6	(2.4)
Compensated Absences and Other Accrued Liabilities	3.1	2.4	0.7	2.1	0.3
OPEB Liability - CIP	41.4	42.4	(1.0)	42.1	0.3
OPEB Liability - College	1.5	1.5	-	1.7	(0.2)
Total Long-term Debt, Net	$ 95.9	$ 78.5	$ 17.4	$ 80.5	$ (2.0)

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)

	2020	2019	Increase (Decrease) 2019-2020	2018	Increase (Decrease) 2018-2019
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	32.2	34.6	(2.4)	36.9	(2.3)
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	$ 78.5	$ 80.5	$ (2.0)	$ 81.1	$ (0.6)

The payment schedules, along with changes in activities for debt, are provided in Note 9 to the financial statements found on pages 86-92.

Net Position
Analysis of Net Position

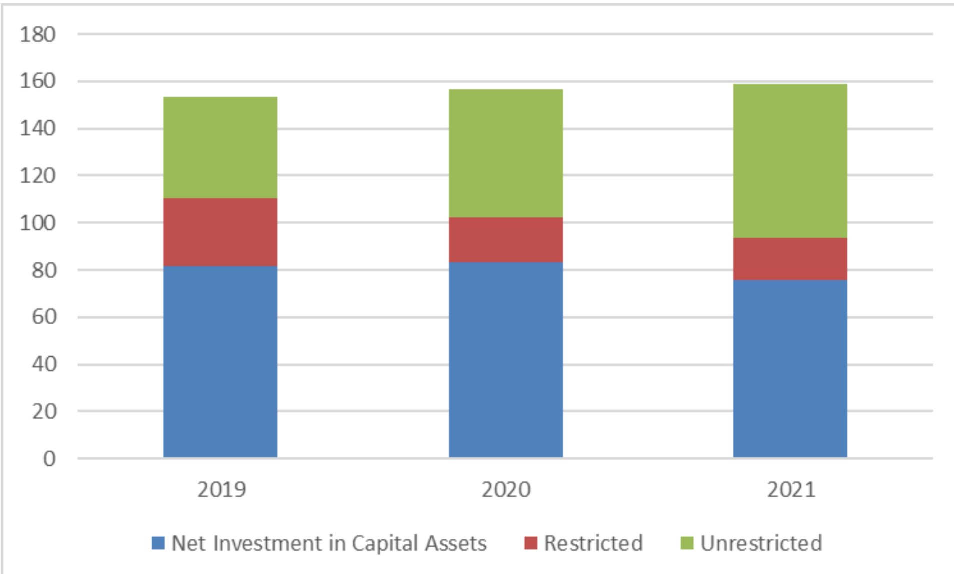
June 30, (in millions)

	2021	2020	Increase (Decrease) 2020-2021	2019	Increase (Decrease) 2019-2020
Net Position:					
Net Investment in Capital Assets	$ 75.7	$ 83.5	$ (7.8)	$ 81.7	$ 1.8
Restricted	17.8	17.8	-	28.9	(11.1)
Unrestricted	65.2	55.4	9.8	42.9	12.5
Total	$ 158.7	$ 156.7	$ 2.0	$ 153.5	$ 3.2

Financial Highlights

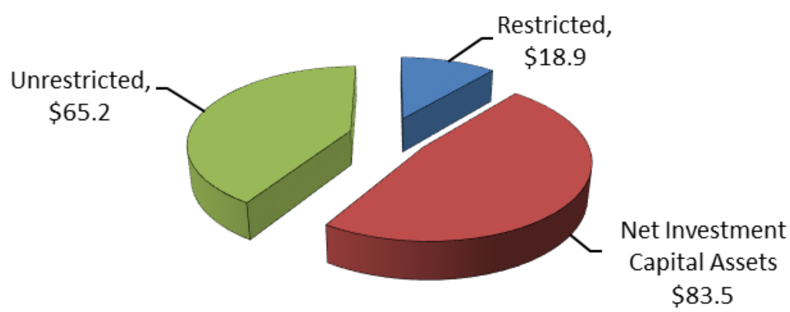
Comparison of Net Position

Fiscal Years 2019 – 2021



Analysis of Net Position
(In millions)

June 30, 2020



<u>Fiscal Year 2021 Compared to Fiscal Year 2020</u>

Oakton's total net position increased $2.0 million from fiscal year 2020 to fiscal year 2021. 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 decreased $7.8 million from the balance one year ago ($83.5 million) to the current balance ($75.7 million). The decrease is attributed to assets completed, purchased, and capitalized during the year of $3.8 million reduced by additional depreciation of $9.8 million and related debt of $1.8 million.

Restricted expendable net position: The restricted expendable net position remained unchanged at $17.8 million from fiscal year 2020 to fiscal year 2021.

Unrestricted net position: The unrestricted net position balance increased by $9.8 million from the balance one year ago ($55.4 million) to the current balance ($65.2 million). Net investment in capital assets declined $7.8 million while unrestricted net position increased. Overall net position increased by $2.0 million.

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 2021 was 1.3 which was unchanged from last year's ratio (change in net position divided by net position at the end of the fiscal year). The 2021 ratio is about the same as the Consumer Price Index (CPI) of 1.4% for all urban consumers for the period ending June 30, 2021.

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 $10.0 million from the balance one year ago ($28.9 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 2020.

Unrestricted net position: The unrestricted net position balance increased by $11.4 million from the balance one year ago ($42.9 million) to the current balance ($54.3 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.

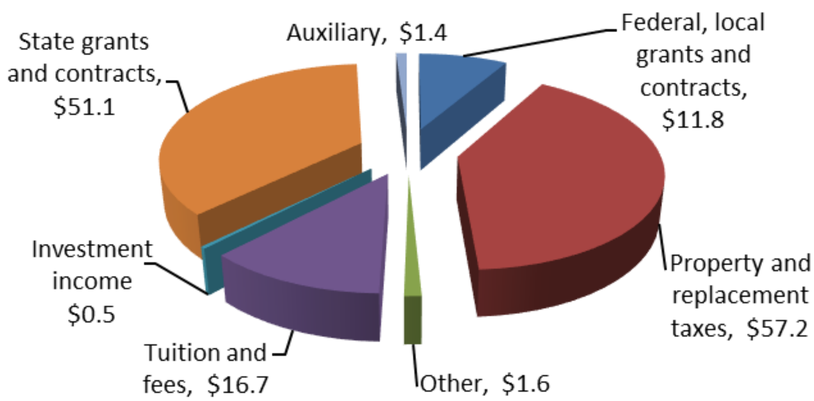
For the Years Ended June 30, (in millions)

	2021	2020	Increase (Decrease) 2020-2021	2019	Increase (Decrease) 2019-2020
Operating revenue:					
Tuition and fees	$ 16.7	$ 18.7	$ (2.0)	$ 20.0	$ (1.3)
Auxiliary	1.4	2.4	(1.0)	3.0	(0.6)
Other	1.6	1.9	(0.3)	1.1	0.8
Total Operating Revenue	19.7	23.0	(3.3)	24.1	(1.1)
Non-operating revenue:					
State grants and contracts	51.1	49.6	1.5	44.3	5.3
Federal local grants and contracts	11.8	9.4	2.4	9.3	0.1
Property and replacement taxes	57.2	55.5	1.7	53.3	2.2
Investment income	0.5	3.2	(2.7)	3.2	-
Total Non-Operating Revenue	120.6	117.7	2.9	110.1	7.6
Total Revenues	140.3	140.7	(0.4)	134.2	6.5
Less:					
Operating expenses	137.0	137.7	(0.7)	130.2	7.5
Interest expense and fiscal charges	1.3	1.0	0.3	1.0	-
	138.3	138.7	(0.4)	131.2	7.5
Change in net position	2.0	2.0	-	2.9	(0.9)
Net position, beginning of year	156.7	153.6	3.1	150.7	2.9
Change in acconting principle	-	1.2	(1.2)	-	1.2
Net position, beginning of year, restated	156.7	154.7	2.0	150.7	4.0
Net position, end of year	$ 158.7	$ 156.7	$ 2.0	$ 153.6	$ 3.1

Revenues

June 30, 2020

(In millions)



Fiscal Year 2021 Compared to 2020

Operating Revenue: The operating revenue decreased by $3.3 million from the total one year ago ($23.0 million) to the current balance ($19.7 million) because tuition and fees revenue decreased by $2.0 million and auxiliary revenue declined by $1.0 million. Oakton's per credit hour resident tuition rate of $136.25 remained unchanged from fiscal year 2020. Revenues also were impacted by declining enrollment. Oakton experienced credit hour declines in every semester of fiscal year 2021. For instance, credit hours decreased by about 11% from spring semester 2020 to spring semester 2021. The ongoing pandemic has negatively impacted enrollment as students prioritize work life or family care over education, or wait out the pandemic until more in-person learning returns. With the Des Plaines and Skokie campuses closed during the fiscal year due to the pandemic, auxiliary revenues (bookstore, vending, and campus rentals) declined noticeably.

Non-operating revenue: Non-operating revenue increased $2.9 million from fiscal year 2020 to fiscal year 2021 for the following reasons:

- State grants and contracts increased by $1.6 million. The increase was related to the increase in state payments to the SURS pension plan of $2.5 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 $41.3 million in fiscal year 2021 as compared to contributions of $38.8 million in fiscal year 2020. A decrease in state support of $0.9 million for the College Insurance Program, a state-sponsored Other Post-employment Benefit, offset this pension contribution.

- Federal and local grants and contracts increased by $2.4 million. For fiscal year 2021, Oakton received Coronavirus Aid, Relief, and Economic Security Act (CARES) funding in the amount of $2.3 million.
- Property and replacement taxes increased by $1.7 million due to inflation-based property tax increases.
- Investment income declined by $2.7 million as the Federal Reserve reduced interest rates to near zero at the onset of the pandemic in March 2020.

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 Annual Comprehensive Financial Report), 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.

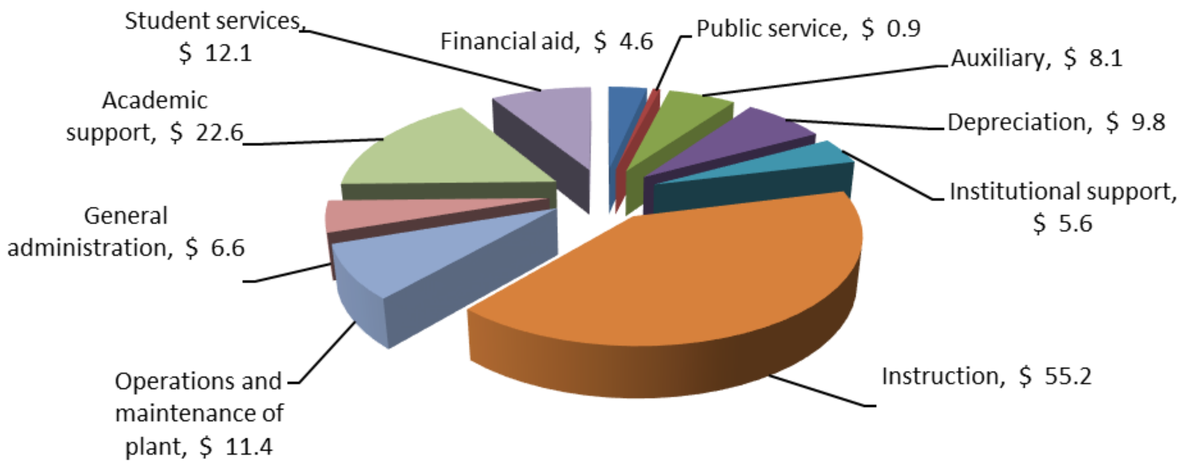
Expenses

	2021	2020	Net Increase (Decrease) 2020-2021	2019	Net Increase (Decrease) 2019-2020
Operating Expense:					
Instruction	$ 55.2	$ 57.2	$ (2.0)	$ 55.3	$ 1.9
Academic Support	22.6	22.0	0.6	21.4	0.6
Student Services	12.1	11.8	0.3	10.4	1.4
Public Service	0.9	1.2	(0.3)	1.4	(0.2)
Operations and Maintenance of Plant	11.4	12.8	(1.4)	13.0	(0.2)
General Administration	6.6	6.7	(0.1)	6.6	0.1
Institutional Support	5.6	4.5	1.1	3.5	1.0
Financial Aid	4.6	4.3	0.3	3.6	0.7
Auxiliary	8.1	8.7	(0.6)	7.9	0.8
Depreciation	9.8	8.5	1.3	7.1	1.4
Total	$ 136.9	$ 137.7	$ (0.8)	$ 130.2	$ 7.5

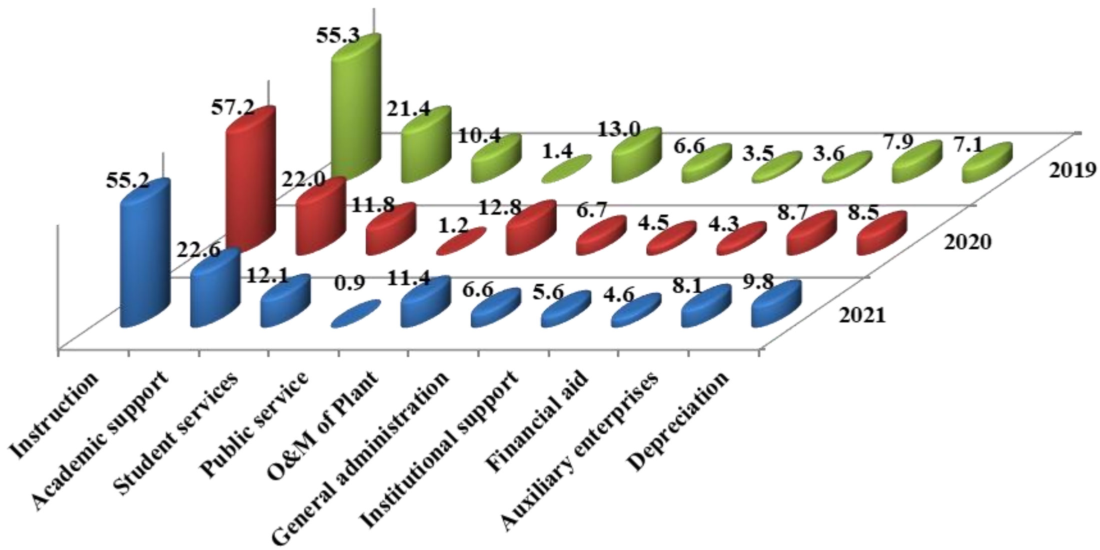
Operating Expenses

June 30, 2021

(In millions)



Comparison of Operating Expenses Fiscal Years 2019 thru 2021
(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.

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, 2021 and 2020

	2021	2020
CURRENT ASSETS		
Cash and cash equivalents	$ 9,055,575	$ 10,131,421
Short-term investments	113,150,612	91,802,020
Property tax receivable, net of allowance; 2021 $570,981; 2020 $548,156	27,978,260	26,859,730
Student tuition receivable, net of allowance; 2021 $1,229,952; 2020 $772,345	5,386,510	6,220,739
Other accounts receivable	2,705,817	2,513,954
Inventory	316,011	586,221
Prepaid expenses	642,005	813,591
Total current assets	159,234,790	138,927,676
NONCURRENT ASSETS		
Long-term investments	33,640,492	28,639,028
Capital assets	193,947,203	190,189,640
Less accumulated depreciation	(84,270,923)	(74,472,554)
Total noncurrent assets	143,316,772	144,356,114
Total assets	302,551,562	283,283,790
DEFERRED OUTFLOWS OF RESOURCES		
State CIP plan	1,952,037	1,910,868
OPEB plan - College	109,813	122,181
SURS pension contributions	49,025	38,468
Total deferred outflows of resources	2,110,875	2,071,517
Total assets and deferred outflows of resources	304,662,437	285,355,307

(This statement is continued on the following page.)

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

STATEMENTS OF NET POSITION (continued)

June 30, 2021 and 2020

		2021		2020
CURRENT LIABILITIES				
Accounts payable	$	3,220,083	$	4,612,577
Accrued salaries		708,923		1,119,727
Accrued compensated absences		672,057		590,949
OPEB liability - CIP		518,222		556,667
OPEB liability - College		86,916		125,378
Accrued interest payable		121,168		103,891
Other accrued liabilities		217,509		125,381
Unearned tuition and fees revenue		8,110,267		9,301,569
Current portion of long-term debt obligations		2,517,345		2,554,344
Other unearned revenue		168,733		301,734
Total current liabilities		16,341,223		19,392,217
NONCURRENT LIABILITIES				
Accrued compensated absences		2,016,171		1,772,845
Other accrued liabilities		157,500		-
OPEB liability - CIP		40,907,825		41,834,009
OPEB liability - College		1,393,182		1,326,619
Long-term debt obligations		47,364,047		29,615,812
Total noncurrent liabilities		91,838,725		74,549,285
Total liabilities		108,179,948		93,941,502
DEFERRED INFLOWS OF RESOURCES				
Deferred property tax revenue		28,544,577		27,560,516
College OPEB plan		191,508		247,694
State CIP plan		9,024,661		6,901,629
Total deferred inflows of resources		37,760,746		34,709,839
Total liabilities and deferred inflows of resources		145,940,694		128,651,341
NET POSITION				
Net investment in capital assets		75,665,190		83,546,930
Restricted for				
Working cash		14,500,000		14,500,000
Debt service		1,689,895		1,706,076
Specific purposes		1,617,870		1,548,243
Unrestricted		65,248,788		55,402,717
TOTAL NET POSITION	$	158,721,743	$	156,703,966

See accompanying notes to financial statements.

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, 2021 and 2020

	2021	2020
OPERATING REVENUES		
Student tuition and fees, net of scholarship allowances of $5,190,930 and $5,191,375 in 2021 and 2020, respectively	$ 16,656,182	$ 18,764,959
Auxiliary enterprises revenue	1,469,689	2,469,104
Other operating revenue	1,597,659	1,862,803
Total operating revenues	19,723,530	23,096,866
OPERATING EXPENSES		
Instruction	55,235,535	57,226,903
Academic support	22,586,995	22,054,080
Student services	12,059,845	11,814,933
Public services	940,635	1,194,061
Operation and maintenance of plant	11,401,044	12,828,815
General administration	6,604,614	6,668,642
Institutional support	5,631,527	4,473,142
Financial aid	4,627,281	4,287,808
Auxiliary enterprises	8,083,333	8,678,166
Depreciation	9,798,369	8,486,026
Total operating expenses	136,969,178	137,712,576
OPERATING INCOME (LOSS)	(117,245,648)	(114,615,710)
NON-OPERATING REVENUES (EXPENSES)		
State grants and contracts	51,083,825	49,484,753
Property taxes	55,754,231	54,360,523
Personal property replacement tax	1,401,497	1,107,346
Federal grants and contracts	10,816,907	8,455,081
Local grants and contracts	1,051,223	968,163
Investment income	476,412	3,180,453
Loss on disposal of capital assets	-	(17,469)
Interest expense and fiscal charges	(1,320,670)	(942,613)
Total non-operating revenues (expenses)	119,263,425	116,596,237
CHANGE IN NET POSITION	2,017,777	1,980,527
NET POSITION, JULY 1	156,703,966	153,551,672
Change in accounting principle	-	1,171,767
NET POSITION, JULY 1, RESTATED	156,703,966	154,723,439
NET POSITION, JUNE 30	$ 158,721,743	$ 156,703,966

See accompanying notes to financial statements.

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

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2021 and 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Tuition and fees	$ 16,166,108	$ 18,361,666
Payments to suppliers	(28,360,379)	(31,847,199)
Payments to employees	(55,523,879)	(52,894,544)
Auxiliary enterprise charges	1,550,647	2,469,953
Other	1,597,659	1,862,803
Net cash from operating activities	(64,569,844)	(62,047,321)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Local property taxes	57,021,259	55,383,305
State appropriations	8,530,277	8,427,046
Grants and contracts	11,221,815	9,875,450
Net cash from noncapital financing activities	76,773,351	73,685,801
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of capital assets	(4,279,805)	(10,259,108)
Bond principal paid	(2,215,000)	(2,130,000)
Payment to refunding escrow	(733,169)	-
Debt certificate proceeds	20,035,000	-
Interest paid on G.O. Bonds	(678,988)	(1,289,011)
Net cash from capital and related financing activities	12,128,038	(13,678,119)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of investments	48,039,139	70,985,983
Interest on investments	942,665	3,215,423
Purchase of investments	(74,389,195)	(68,931,171)
Net cash from investing activities	(25,407,391)	5,270,235
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,075,846)	3,230,596
CASH AND CASH EQUIVALENTS, JULY 1	10,131,421	6,900,825
CASH AND CASH EQUIVALENTS, JUNE 30	$ 9,055,575	$ 10,131,421

(This statement is continued on the following page.)

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

STATEMENTS OF CASH FLOWS (continued)

For the Years Ended June 30, 2021 and 2020

	2021	2020
RECONCILIATION OF NET OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES		
Operating income (loss)	$ (117,245,648)	$ (114,615,710)
Adjustments to reconcile net income (loss) to net cash from operating activities		
State proportionate share for fringe benefits	41,345,539	38,847,356
State proportionate share for CIP plan	1,115,250	2,036,997
Depreciation	9,798,369	8,486,026
Changes in net position		
Receivables (net)	915,187	461,463
Inventories	270,210	67,968
Prepaid expenses	171,586	(148,820)
SURS pension expense	(10,557)	(9,969)
Accounts payable	(870,252)	316,872
Accrued salaries	(410,804)	864,336
Accrued compensated absences	324,434	442,292
CIP OPEB liability	(964,629)	333,211
College OPEB liability	28,101	(219,054)
CIP deferred outflows	(41,169)	169,334
College OPEB deferred outflows	12,368	(80,225)
CIP deferred inflows	2,123,032	1,541,977
Other accrued liabilities	193,442	151,054
Deposits held in custody for others	-	171,478
Unearned tuition and fees	(1,191,302)	(985,154)
Other unearned revenues	(133,001)	121,247
NET CASH FROM OPERATING ACTIVITIES	$ (64,569,844)	$ (62,047,321)
NONCASH INVESTING, CAPITAL AND FINANCIAL		
State proportionate share for fringe benefits	$ 41,556,537	$ 39,056,359
State proportionate share for CIP plan	1,117,234	2,044,522
Issuance of refunding bonds	29,823,011	-
Issuance costs on refunding bonds	(339,008)	-
Refunding escrow payments	(28,940,102)	-
Amortization of bond premium	511,236	(339,344)
TOTAL NONCASH INVESTING, CAPITAL AND FINANCIAL	$ 43,728,908	$ 40,761,537

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

STATEMENTS OF FINANCIAL POSITION

June 30, 2021 and 2020

	2021	2020
ASSETS		
Cash and cash equivalents	$ 120,495	$ 102,318
Investments	14,266,592	10,613,115
Pledges receivable, net	71,828	43,109
Accrued interest	10,915	7,906
Investments, long-term	6,668,864	5,547,335
TOTAL ASSETS	$ 21,138,694	$ 16,313,783
LIABILITIES AND NET ASSETS		
LIABILITIES		
Due to Oakton Community College	$ 124,586	$ 103,866
Deferred revenue	19,941	50,658
Total liabilities	144,527	154,524
NET ASSETS		
Without donor restrictions		
Undesignated	11,839,031	9,167,127
Designated	98,512	105,039
Total without donor restrictions	11,937,543	9,272,166
With donor restrictions	9,056,624	6,887,093
Total net assets	20,994,167	16,159,259
TOTAL LIABILITIES AND NET ASSETS	$ 21,138,694	$ 16,313,783

See accompanying notes to financial statements.

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, 2021
(With Summarized Financial Information for the Year Ended June 30, 2020)

	2021			2020
	Without Donor Restrictions	**With Donor Restrictions**	**Total**	**Total**
REVENUES				
Gifts and contributions	$ 64,761	$ 1,781,959	$ 1,846,720	$ 711,086
Fundraising events	39,994	-	39,994	28,489
Net investment return	3,084,184	841,425	3,925,609	256,585
In-kind contributions	75	-	75	7,875
Miscellaneous	830	-	830	-
Net assets released from restrictions	453,853	(453,853)	-	-
Total revenues	3,643,697	2,169,531	5,813,228	1,004,035
EXPENSES				
Program services	920,871	-	920,871	890,553
Management and general	393,756	-	393,756	342,882
Fundraising	69,079	-	69,079	38,504
Direct benefits to donors	2,633	-	2,633	3,841
Total expenses	1,386,339	-	1,386,339	1,275,780
TRANSFER FROM AFFILIATE - OAKTON COMMUNITY COLLEGE - Contribution in-kind	408,019	-	408,019	355,844
CHANGE IN NET ASSETS	2,665,377	2,169,531	4,834,908	84,099
NET ASSETS, JULY 1	9,272,166	6,887,093	16,159,259	16,075,160
NET ASSETS, JUNE 30	$ 11,937,543	$ 9,056,624	$ 20,994,167	$ 16,159,259

See accompanying notes to financial statements.

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.

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 ASU No. 2018-08, *Accounting for Contributions Received and Contributions Made*, and ASU No. 2016-14, *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 12) 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.

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.

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.

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 2020 levy will not be due until later in fiscal year 2022. 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 2021 tax levy, which attached as an enforceable lien on property as of January 2021, has not been recorded as a receivable as of June 30, 2021 as the tax has not yet been levied and will not be levied until December 2020 and, therefore, the levy is not measurable at June 30, 2021. 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 2020, the College's overall tax rate was limited to 0.7% plus an allowance for new property. The respective rates for the 2020, 2019 and 2018 tax levies, per $100 of assessed valuation, are reflected in the following table.

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

I. Property Taxes (continued)

Property Taxes

	2020 Rate	2019 Rate	2018 Rate
Current:			
Education	$ 0.1877	$ 0.1824	$ 0.1918
Operations and maintenance	0.0321	0.0323	0.0369
Liability, protection and settlement	-	-	-
Audit	0.0004	0.0004	0.0005
Social Security	-	-	-
Debt:			
Bond and interest	0.0148	0.0142	0.0163
TOTAL	$ 0.2350	$ 0.2293	$ 0.2455

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

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, 2021 and 2020, the College has reported its proportionate share of the collective pension expense and revenue for the state's contribution (see Note 6).

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

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

N. Compensated Absences (continued)

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.

Q. Postponement of Implementation of Certain Authoritative Guidance

In accordance with the provisions of GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, the College has delayed the implementation of GASB Statement No. 87, *Leases*, to June 30, 2023.

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, 2021 and 2020 by type of investment.

Investment, June 30, 2021

		Investment Maturities (in Years)			
Investment Type	Fair Value	Less than 1	1-5	6-10	Greater than 10
U.S. agency obligations	$ 8,738,342	$ -	$ 4,379,369	$ 2,793,744	$ 1,565,229
Negotiable CDs	7,953,633	6,209,339	1,744,294	-	-
U.S. Treasury notes	4,052,776	450,806	3,601,970	-	-
Municipal obligations	2,106,097	152,172	1,143,593	810,332	-
TOTAL	$ 22,850,848	$ 6,812,317	$ 10,869,226	$ 3,604,076	$ 1,565,229

2. DEPOSITS AND INVESTMENTS (continued)

Investment, June 30, 2020

		Investment Maturities (in Years)			
Investment Type	Fair Value	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

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, 2021: U.S. Treasury notes of $4.05 million, U.S. agency obligations of $8.74 million, Municipal obligations of $2.11 million and negotiable certificates of deposit of $7.95 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, 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.

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.

2. DEPOSITS AND INVESTMENTS (continued)

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 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, 2021 and 2020.

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.

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, 2021 and 2020, the U.S. agency obligations were rated AAA, and the municipal bonds and negotiable certificates of deposit were rated not rated.

3. CAPITAL ASSETS

The following tables present the changes in the various capital asset categories for fiscal years 2021 and 2020.

Capital Assets - Fiscal Year 2021

	Balance June 30, 2020	Additions	Transfers	Deletions	Balance June 30, 2021
Capital assets not being depreciated					
Land	$ 11,052,086	$ -	$ -	$ -	$ 11,052,086
Work in progress	4,449,322	2,967,141	(2,923,680)	-	4,492,783
Total capital assets not depreciated	15,501,408	2,967,141	(2,923,680)	-	15,544,869
Capital assets being depreciated					
Land improvements	6,652,867	248,915	-	-	6,901,782
Buildings	163,318,666	404,097	2,923,680	-	166,646,443
Equipment	3,863,486	109,410	-	-	3,972,896
Computer technology	853,213	28,000	-	-	881,213
Total capital assets being depreciated	174,688,232	790,422	2,923,680	-	178,402,334
Less accumulated depreciation for					
Land improvements	4,668,803	638,945	-	-	5,307,748
Buildings	66,105,238	8,807,523	-	-	74,912,761
Equipment	2,927,550	315,344	-	-	3,242,894
Computer technology	770,963	36,557	-	-	807,520
Total accumulated depreciation	74,472,554	9,798,369	-	-	84,270,923
Net capital assets being depreciated	100,215,678	(9,007,947)	2,923,680	-	94,131,411
NET CAPITAL ASSETS	$ 115,717,086	$ (6,040,806)	$ -	$ -	$ 109,676,280

3. CAPITAL ASSETS (continued)

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	28,116,842	3,715,382	(16,330,816)	-	15,501,408
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	154,266,530	4,136,505	16,330,816	45,619	174,688,232
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	66,014,678	8,486,026	-	28,150	74,472,554
Net capital assets being depreciated	88,251,852	(4,349,521)	16,330,816	17,469	100,215,678
NET CAPITAL ASSETS	$ 116,368,694	$ (634,139)	$ -	$ 17,469	$ 115,717,086

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.

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

The following disclosures are for the year ended June 30, 2021 and 2020, 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

2021

At June 30, 2020 (most recent data available), membership consisted of:

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

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

Membership (continued)

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
TOTAL	479
Participating employers	1

Total OPEB Liability

The College's total OPEB liability at June 30, 2021 of $1,480,098 was measured as of June 30, 2021 and was determined by an actuarial valuation as of June 30, 2020. The College's total OPEB liability at June 30, 2020 of $1,451,997 was measured as of June 30, 2020 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs

2021

The total OPEB liability at June 30, 2021, 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 rolled forward by the actuary using updated procedures to June 30, 2021, including updating the discount rate at June 30, 2021, as noted on the following page.

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

Actuarial Assumptions and Other Inputs (continued)

2021 (continued)

Actuarial cost method	Entry-age
Actuarial value of assets	Fair value
Inflation	2.50%
Salary increases	3.00%
Discount rate	2.18%
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 2.18% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2021.

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

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.

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

Actuarial Assumptions and Other Inputs (continued)

2020 (continued)

Actuarial cost method	Entry-age
Actuarial value of assets	Fair 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.

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

Changes in the Total OPEB Liability

2021

	(a) Total OPEB Liability
BALANCES AT JULY 1, 2020	$ 1,451,997
Changes for the period	
Service cost	38,808
Interest	38,214
Difference between expected and actual experience	-
Changes in assumptions	37,995
Benefit payments and refunds	(86,916)
Other	-
Net changes	28,101
BALANCES AT JUNE 30, 2021	$ 1,480,098

There were changes in assumptions related to the discount rate.

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

Changes in the Total OPEB Liability (continued)

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.

Rate Sensitivity

2021

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 2.18% 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 (1.18%) or 1 percentage point higher (3.18%) than the current rate:

	1% Decrease (1.18%)	Current Discount Rate (2.18%)	1% Increase (3.18%)
Total OPEB liability	$ 1,544,616	$ 1,480,098	$ 1,419,483

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

Rate Sensitivity (continued)

2021 (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	$ 1,401,537	$ 1,480,098	$ 1,568,025

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

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

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

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

2021

For the year ended June 30, 2021, the College recognized OPEB expense of $67,012. At June 30, 2021, 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	$ -	$ 126,100
Changes in assumptions	109,813	65,408
TOTAL	$ 109,813	$ 191,508

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

Year Ending June 30,	
2022	$ (23,098)
2023	(26,728)
2024	(27,950)
2025	(7,886)
2026	3,967
Thereafter	-
TOTAL	$ (81,695)

4. OTHER POSTEMPLOYMENT AND RELATED BENEFITS (continued)

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

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
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)

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, 2020 can be found in SURS' annual comprehensive financial report notes to financial statements.

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 2020 and 2021 was 13.02% and 12.70%, 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. <u>Pension Liabilities, Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions</u>

Net Pension Liability

At June 30, 2020 and 2019, SURS reported a net pension liability of $30,619,504,321 and $28,720,071,173, respectively. The net pension liability was measured as of June 30, 2019 and 2018, respectively.

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, 2021, 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 $376,285,840 or 1.2289%. 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, 2021, and the total pension used to calculate the net pension liability was determined based on the June 30, 2019 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 2020.

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.

Pension Expense

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

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 2021 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 2020. As a result, the College recognized revenue and pension expense of $41,345,549 for the fiscal year ended June 30, 2021.

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.

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 $49,025 in federal, trust or grant contributions for the fiscal year ended June 30, 2021. These contributions were made subsequent to the pension liability measurement date of June 30, 2020 and are recognized as deferred outflows of resources as of June 30, 2021.

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.

5. PENSION PLAN (SURS) (continued)

Funding Policy (continued)

B. Assumptions and Other Inputs

Actuarial Assumptions

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period June 30, 2014 – 2017. The total pension liability in the June 30, 2020 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, 2020 and 2019, these best estimates are summarized in the following table:

5. PENSION PLAN (SURS) (continued)

Funding Policy (continued)

B. Assumptions and Other Inputs (continued)

Actuarial Assumptions (continued)

2020

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Public Equity	44.00%	6.67%
Credit Fixed Income	14.00%	2.39%
Core Real Assets	5.00%	4.14%
Options Strategies	6.00%	4.44%
Private Equity	8.00%	9.66%
Non-Core Real Assets	3.00%	8.70%
U.S. TIPS	6.00%	0.13%
Core Fixed Income	8.00%	(0.45%)
Systematic Trend Following	2.10%	2.16%
Alternative Risk Premia	1.80%	1.60%
Long Duration	2.10%	0.86%
Total	100.00%	4.84%
Inflation		2.25%
EXPECTED ARITHMETIC RETURN		7.09%

5. PENSION PLAN (SURS) (continued)

Funding Policy (continued)

B. Assumptions and Other Inputs (continued)

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:

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%

5. PENSION PLAN (SURS) (continued)

Funding Policy (continued)

B. Assumptions and Other Inputs (continued)

Discount Rate

2020

A single discount rate of 6.49% 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 2.45% (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 SURS funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2075. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2075, and the municipal bond rate was applied to all benefit payments after that date.

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

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 6.49%, 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 (5.49%) or 1 percentage point higher (7.49%):

	1% Decrease (5.49%)	Current Single Discount Rate Assumption (6.49%)	1% Increase (7.49%)
Net pension liability	$ 36,893,469,884	$ 30,619,504,321	$ 25,441,837,592

5. PENSION PLAN (SURS) (continued)

Funding Policy (continued)

B. Assumptions and Other Inputs (continued)

Discount Rate (continued)

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

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

6. RETIREE HEALTH PLAN (CIP)

Plan Description

The following disclosures are for the year ended June 30, 2021 and 2020, 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, 2021, the College reported a liability of $41,426,047 for its proportionate share of the total OPEB liability that reflected a reduction for state OPEB support of $41,426,047 resulting in a total OPEB liability associated with the College of $82,852,094. The OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation performed as of June 30, 2019 rolled forward to June 30, 2020. 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, 2021 and June 30, 2020, the College's proportions were 2.272706% and 2.244626%, respectively.

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.

6. RETIREE HEALTH PLAN (CIP) (continued)

Plan Description (continued)

2021

For the year ended June 30, 2021, the College recognized OPEB expense of $1,117,234 and revenue of $1,117,234 for support provided by the state. At June 30, 2021, 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	$ 376,321	$ 2,318,532
Changes in assumption	-	6,622,509
Changes in proportionate share and differences between College contributions and proportionate share of contributions	1,364,718	1,755
Contributions made after the measurement date	210,998	-
Net difference between projected and actual earnings on OPEB plan investments	-	81,865
TOTAL	$ 1,952,037	$ 9,024,661

$210,998 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, 2021 (fiscal year ending June 30, 2022). 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,	
2022	$ (1,178,771)
2023	(1,178,771)
2024	(1,178,771)
2025	(1,178,771)
2026	(1,178,771)
Thereafter	(1,178,769)
TOTAL	$ (7,072,624)

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
TOTAL	$ 1,910,868	$ 6,901,629

$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)

6. RETIREE HEALTH PLAN (CIP) (continued)

Actuarial Assumptions

2021

The total OPEB liability was determined by an actuarial valuation as of June 30, 2019, rolled forward to June 30, 2020, 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	8.25% trending to 4.25%
Asset valuation method	Fair 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, 2019 valuation were based on the results of an actuarial experience study for the period June 30, 2014 to June 30, 2018.

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 3.13% as of June 30, 2019 and 2.45% as of June 30, 2020.

6. RETIREE HEALTH PLAN (CIP) (continued)

Actuarial Assumptions (continued)

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	Fair 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.

6. RETIREE HEALTH PLAN (CIP) (continued)

Rate Sensitivity

2021

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 2.45% 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 (1.45%) or 1 percentage point higher (3.45%) than the current rate:

	1% Decrease (1.45%)	Current Discount Rate (2.45%)	1% Increase (3.45%)
OPEB liability	$ 47,201,919	$ 41,426,047	$ 36,445,264

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 8.25% in 2021 decreasing to an ultimate trend rate of 4.25% in 2037, for non-Medicare coverage, and 8.25% in 2021 decreasing to an ultimate trend rate of 4.25% in 2037 for Medicare coverage.

	1% Decrease	Current Healthcare Rate	1% Increase
OPEB liability	$ 34,325,627	$ 41,426,047	$ 50,844,420

6. RETIREE HEALTH PLAN (CIP) (continued)

Rate Sensitivity (continued)

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

OPEB Plan Fiduciary Net Position

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

7. CONTINGENCIES AND COMMITMENTS

The College had active construction projects. The commitments related to the remaining contract balances as of June 30, 2021 and 2020 are summarized as follows:

2021:

Project	Contract Amount	Amount Paid To Date	Balance Remaining
West End Remodeling, Des Plaines Campus	$ 7,524,539	$ 6,312,308	$ 1,212,231
Landscape and Signage	399,097	-	399,097
Fire Alarm Replacement System	471,680	420,827	50,853
Natural Areas Restoration	183,747	59,526	124,221
HVAC Improvements – Des Plaines Campus	1,365,262	73,804	1,291,458
Baseball Field Topography Assessment	32,700	-	32,700
Boardroom Renovation/Floor Replacement	1,373,863	-	1,373,863
Cannabis Cultivation Lab	1,689,550	185,586	1,503,964
Pedestrian Pathway – Des Plaines Campus	104,100	61,189	42,911
TOTAL	$ 13,144,538	$ 7,113,240	$ 6,031,298

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

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, 2021 is estimated at $45,000.

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 ($500 thousand); identity protection and crime ($1 million); boiler and machinery ($100 million); property ($500 million); general liability ($19 million); auto liability, law enforcement, school board legal liability ($19 million), and employee liability ($19 million); workers' compensation (statutory limits); and foreign liability ($2 million). The insurance cost for fiscal year 2021 and 2020 was $846,927 and $788,494, respectively. The College also received $86,311 and $74,700 in 2021 and 2020, 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.

8. RISK MANAGEMENT (continued)

	2021 (000)	2020 (000)	2019 (000)
Reserve for dental care costs at July 1	$ 32	$ 16	$ 33
Incurred claims/changes in estimates	335	325	276
Payments on claims	(342)	(309)	(293)
RESERVE FOR DENTAL CARE COSTS AT JUNE 30	$ 25	$ 32	$ 16

9. LONG-TERM OBLIGATIONS

Schedule of the College's long-term obligation activity for the years ended June 30, 2021 and 2020:

Long-Term Obligations - Fiscal Year 2021

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021	Amounts Due Within One Year	Noncurrent Liability
Compensated absences	$ 2,363,793	$ 915,383	$ 590,948	$ 2,688,228	$ 672,057	$ 2,016,171
Other accrued liabilities						
Retirement reserves	93,248	350,446	93,248	350,446	192,946	157,500
Dental insurance reserve	32,133	334,471	342,041	24,563	24,563	-
OPEB liability - CIP	42,390,676	-	964,629	41,426,047	518,222	40,907,825
OPEB liability - College	1,451,997	28,101	-	1,480,098	86,916	1,393,182
Subtotal, other	43,968,054	713,018	1,399,918	43,281,154	822,647	42,458,507
General obligation bonds	30,000,000	28,200,000	11,000,000	47,200,000	2,090,000	45,110,000
Bond premium	2,170,156	1,623,010	1,111,774	2,681,392	427,345	2,254,047
Subtotal	32,170,156	29,823,010	12,111,774	49,881,392	2,517,345	47,364,047
TOTAL OBLIGATIONS	$ 78,502,003	$ 31,451,411	$14,102,640	$ 95,850,774	$ 4,012,049	$ 91,838,725

9. LONG-TERM OBLIGATIONS (continued)

Long 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	1,671,051	-	219,054	1,451,997	125,378	1,326,619
Subtotal, other	43,950,537	751,702	734,185	43,968,054	807,426	43,160,628
General obligation bonds	32,130,000	-	2,130,000	30,000,000	2,215,000	27,785,000
Bond premium	2,509,500	-	339,344	2,170,156	339,344	1,830,812
Subtotal	34,639,500	-	2,469,344	32,170,156	2,554,344	29,615,812
TOTAL OBLIGATIONS	$ 80,511,540	$ 1,674,368	$ 3,683,905	$ 78,502,003	$ 3,952,718	$ 74,549,285

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	$ 11,885,000
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

9. LONG-TERM OBLIGATIONS (continued)

General Obligation Limited Tax Bonds, Series 2014 (continued)

Fiscal Year Ending June 30,	Principal	Interest
2022	$ -	$ 500,650
2023	-	500,650
2024	-	500,650
2025	1,025,000	500,650
2026	2,360,000	459,650
2037 - 2030	8,500,000	704,850
TOTAL	$ 11,885,000	$ 3,167,100

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	$ 2,030,000
Long-term portion	$ -
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

9. LONG-TERM OBLIGATIONS (continued)

General Obligation Limited Tax Bonds, Series 2011 (continued)

Fiscal Year Ending June 30,	Principal	Interest
2022	$ 2,030,000	$ 101,500
TOTAL	$ 2,030,000	$ 101,500

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	$ 60,000
Long-term portion	$ 5,025,000
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

9. LONG-TERM OBLIGATIONS (continued)

General Obligation Limited Tax Bonds, Series 2018 (continued)

Fiscal Year Ending June 30,	Principal	Interest
2022	$ 60,000	$ 155,550
2023	60,000	153,750
2024	65,000	151,875
2025	55,000	150,075
2026	-	149,250
2027 - 2031	3,720,000	625,575
2032	1,125,000	18,000
TOTAL	$ 5,085,000	$ 1,404,075

General Obligation Limited Tax Refunding Bonds, Series 2020A

On October 8, 2020, the College issued General Obligation Limited Tax Refunding Bonds, Series 2020A in the amount of $9,425,000. The bonds were issued to refund $6,700,000 of the College's General Obligation Limited Tax Bonds, Series 2011 and $2,085,000 of the College's General Obligation Limited Tax Bonds, Series 2014. The bonds bear a fixed interest at varying rates ranging from 1.00% to 2.00% per annum. The bonds maturing on or after December 1, 2032 are subject to optional redemption prior to maturity at the redemption price of par plus accrued interest to the redemption date. Through the refunding transaction, the College achieved a cash flow savings of $327,439 and an economic gain of $138,170.

General obligation debt issue date	October 8, 2020
Current portion	$ -
Long-term portion	$ 9,425,000
Interest rate	Fixed interest at varying rates ranging from 1.00% to 2.00%
Final payment date	December 1, 2032
Payment dates	June 1 and December 1

9. LONG-TERM OBLIGATIONS (continued)

General Obligation Limited Tax Refunding Bonds, Series 2020A (continued)

Fiscal Year Ending June 30,	Principal	Interest
2022	$ -	$ 132,150
2023	2,195,000	121,175
2024	2,215,000	99,125
2025	1,225,000	81,925
2026	-	75,800
2027 - 2031	1,230,000	366,700
2032 - 2033	2,560,000	40,200
TOTAL	$ 9,425,000	$ 917,075

General Obligation Limited Tax Bonds, Series 2020B

On October 8, 2020, the College issued General Obligation Limited Tax Bonds, Series 2020B in the amount of $18,775,000. The bonds were issued to pay the College's $20,035,000 Debt Certificates, Series 2020 issued on August 18, 2020, which certificates were issued to finance various capital improvements in and for the College. The bonds bear a fixed interest at 3.00% per annum. The bonds maturing on or after December 1, 2038 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	October 8, 2020
Current portion	$ -
Long-term portion	$ 18,775,000
Interest rate	Fixed interest at 3.00%
Final payment date	December 1, 2038
Payment dates	June 1 and December 1

9. LONG-TERM OBLIGATIONS (continued)

General Obligation Limited Tax Bonds, Series 2020B (continued)

Fiscal Year Ending June 30,	Principal	Interest
2022	$ -	$ 563,250
2023	-	563,250
2024	-	563,250
2025	-	563,250
2026	-	563,250
2027 - 2031	-	2,816,250
2032 - 2036	11,920,000	2,147,400
2037 - 2039	6,855,000	206,625
TOTAL	$ 18,775,000	$ 7,986,525

10. SHORT-TERM OBLIGATIONS (continued)

Debt Certificates, Series 2020

On August 18, 2020, the College issued Debt Certificates, Series 2020 in the amount of $20,035,000 to finance various capital improvements in and for the College. The certificates bear interest at the LIBOR index rate. At the option of the College, the certificates may be redeemed prior to maturity, in whole or in part as determined by the College, on any date. The certificates were called and paid during the fiscal year ended June 30, 2021.

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021	Amounts Due Within One Year	Noncurrent Liability
Debt certificates	$ -	$ 20,035,000	$ 20,035,000	$ -	$ -	$ -
TOTAL OBLIGATIONS	$ -	$ 20,035,000	$ 20,035,000	$ -	$ -	$ -

11. 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.

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.

11. TAX ABATEMENT (continued)

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, 2021 and June 30, 2020.

12. 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.

12. COMPONENT UNIT (continued)

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.

13. 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	$ -
Record net position of custodial fund	1,171,767
Total restatement	1,171,767
BEGINNING NET POSITION, AS RESTATED	$ 1,171,767

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 Four Fiscal Years

MEASUREMENT DATE JUNE 30,	**2018**	**2019**	**2020**	**2021**
TOTAL OPEB LIABILITY				
Service cost	$ 19,091	$ 18,489	$ 48,651	$ 38,808
Interest	48,435	49,119	38,794	38,214
Difference between expected and actual results	-	-	(200,092)	-
Changes in assumptions	12,647	13,970	20,067	37,995
Benefit payments	(171,309)	(125,378)	(123,052)	(86,916)
Other changes	43,212	3,859	(3,422)	-
Net change in total OPEB liability	(47,924)	(39,941)	(219,054)	28,101
Total OPEB liability - beginning	1,758,916	1,710,992	1,671,051	1,451,997
TOTAL OPEB LIABILITY - ENDING	$ 1,710,992	$ 1,671,051	$ 1,451,997	$ 1,480,098
Covered payroll	$ 28,696,583	$ 28,696,583	$ 34,029,921	$ 34,029,921
Employers total OPEB liability as a percentage of covered payroll	5.96%	5.82%	4.27%	4.35%

2018, 2019, 2020, 2021: 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 Four Fiscal Years

MEASUREMENT DATE JUNE 30,	**2017**	**2018**	**2019**	**2020**
College's proportion of the total OPEB liability	2.208457%	2.230867%	2.244626%	2.272706%
College's proportionate share of the total OPEB liability	$ 40,274,243	$ 42,057,465	$ 42,390,676	$ 41,426,047
Portion of state's total proportion of total OPEB liability associated with the College	39,743,802	42,057,465	42,390,676	41,426,047
Total	$ 80,018,045	$ 84,114,930	$ 84,781,352	$ 82,852,094
College covered payroll	$ 41,816,078	$ 42,558,546	$ 43,283,223	$ 44,894,680
Proportion of collective total OPEB liability associated with the College as a percentage of covered payroll	191.36%	197.65%	195.88%	184.55%
CIP plan net position as a percentage of total OPEB liability	(2.87%)	(3.54%)	(4.13%)	(5.07%)

FISCAL YEAR ENDED JUNE 30,	**2018**	**2019**	**2020**	**2021**
Statutorily required contribution	$ 194,815	$ 201,489	$ 209,014	$ 210,998
Contribution in relation to the statutorily required contribution	194,815	201,489	209,014	210,998
CONTRIBUTION EXCESS (DEFICIENCY)	$ -	$ -	$ -	$ -
Employer covered payroll	$ 54,369,493	$ 55,410,069	$ 55,936,446	$ 56,584,655
Contributions as a percentage of covered payroll	0.36%	0.36%	0.37%	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, 2020 and 2019.

Changes in Assumptions

The discount rate changed from 3.13% at June 30, 2019 to 2.45% at June 30, 2020
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 Eight 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, 2020 and 2019.

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 percent to 12.25 percent based on years of service, with underlying wage inflation of 2.25 percent.
- Normal retirement rates - A slight increase in the retirement rate at age 50. No change to the rates for ages 60-61, 67-74 and 80+, but a slight decrease in rates at all other ages. A rate of 50 percent if the member has 40 or more years of service and is younger than age 80.
- Early retirement rates - Decrease in rates for all Tier 1 early retirement eligibility ages (55-59)
- Turnover rates - Change rates to produce lower expected turnover for members with less than 10 years of service and higher turnover for members with more than 10 years of service.
- Disability rates - Decrease current rates to reflect that certain members who receive disability benefits do not receive the benefits on a long-term basis.
- Effective rate of interest - Decrease the long-term assumption for the effective rate of interest for crediting the money purchase accounts to 6.75 percent (effective July 2, 2019).
- Investment return - Decrease the investment return assumption to 6.75 percent. This reflects maintaining an assumed real rate of return of 4.50 percent and decreasing the underlying assumed price inflation to 2.25 percent.

	2017	2018	2019	2020	
	0.00%	0.00%	0.00%	0.00%	
	$ -	$ -	$ -	$ -	
	319,889,805	342,829,627	360,523,053	376,285,840	
	$ 319,889,805	$ 342,829,627	$ 360,523,053	$ 376,285,840	
	$ 54,434,715	$ 54,369,493	$ 55,410,069	$ 55,936,446	
	587.66%	630.56%	650.65%	672.70%	
	42.04%	41.27%	40.71%	39.05%	
					2021
	$ 29,225	$ 26,327	$ 28,499	$ 38,468	$ 49,025
	29,225	26,327	28,499	38,468	49,025
	$ -	$ -	$ -	$ -	$ -
	$ 54,434,715	$ 54,369,493	$ 55,410,069	$ 55,936,446	$ 56,584,655
	0.05%	0.05%	0.05%	0.07%	0.09%

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 annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the College's overall financial health.

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

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

FINANCIAL TRENDS
NET POSITION BY COMPONENT

Last Ten Fiscal Years
(In Thousands)

Fiscal Year	**2021**	**2020**	**2019**	**2018***
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	$ 75,665	$ 83,547	$ 81,729	$ 77,472
Restricted				
Capital projects	-	-	-	13,489
Other purposes	17,808	17,754	18,909	18,875
Unrestricted	65,249	55,403	52,914	40,803
TOTAL BUSINESS-TYPE ACTIVITIES	$ 158,722	$ 156,704	$ 153,552	$ 150,639

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

Data Source

Audited Financial Statements

2017	2016	2015	2014	2013	2012 (Restated)
$ 75,102	$ 69,371	$ 71,113	$ 71,264	$ 60,780	$ 53,186
5,230	8,158	5,450	2,399	4,918	3,317
18,718	18,864	19,152	18,140	18,448	17,237
84,732	79,780	82,053	82,881	82,576	84,185
$ 183,782	$ 176,173	$ 177,768	$ 174,684	$ 166,722	$ 157,925

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

FINANCIAL TRENDS
CHANGES IN NET POSITION

Last Ten Fiscal Years
(In Thousands)

Fiscal Year	**2021**	**2020**	**2019**	**2018**
OPERATING REVENUES				
Student tuition and fees	$ 16,656	$ 18,765	$ 20,032	$ 21,364
Chargeback revenue	-	-	-	-
Auxiliary enterprises revenue	1,470	2,469	2,977	3,096
Other operating revenue	1,598	1,863	1,064	1,014
Total operating revenues	19,724	23,097	24,073	25,474
OPERATING EXPENSES				
Instruction	55,236	57,227	55,344	56,287
Academic support	22,587	22,054	21,403	19,270
Student services	12,060	11,815	10,371	9,855
Public services	941	1,194	1,364	1,237
Operation and maintenance of plant	11,401	12,829	13,029	11,346
General administration	6,605	6,669	6,549	5,587
Institutional support	5,632	4,473	3,473	3,141
Financial aid	4,627	4,288	3,557	3,609
Auxiliary services	8,083	8,678	7,940	7,105
Depreciation	9,798	8,486	7,139	7,147
Total operating expenses	136,970	137,713	130,169	124,584
OPERATING INCOME (LOSS)	(117,246)	(114,616)	(106,096)	(99,110)
NON-OPERATING REVENUES (EXPENSES)				
State grants and contracts	51,084	49,485	44,283	41,769
Property taxes (1)	55,754	54,361	52,269	50,725
Personal property replacement tax	1,401	1,107	1,009	984
Federal grants and contracts	10,817	8,455	7,619	7,564
Local grants and contracts	1,051	968	1,680	1,100
Investment income	476	3,180	3,179	1,226
Gain (loss) on disposal of assets	-	-	-	-
Interest expense and fiscal charges	(1,320)	(959)	(1,030)	(1,094)
Total non-operating revenues (expenses)	119,263	116,597	109,009	102,274
CHANGE IN NET POSITION	$ 2,017	$ 1,981	$ 2,913	$ 3,164

(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

2017	2016	2015	2014	2013	2012 (Restated)
$ 18,181	$ 17,517	$ 17,007	$ 15,835	$ 16,097	$ 15,614
67	59	60	69	75	95
5,836	6,145	6,515	6,370	6,655	6,994
809	868	871	1,231	1,320	1,742
24,893	24,589	24,453	23,505	24,147	24,445
55,022	51,885	46,510	43,718	45,094	43,578
14,018	12,508	11,300	11,045	9,858	9,871
9,313	9,175	8,543	8,321	7,916	7,971
849	840	980	797	855	935
10,798	10,099	10,516	9,358	8,619	8,418
6,259	5,673	6,700	6,228	5,845	5,490
1,233	2,593	3,777	2,512	1,907	2,354
2,589	3,416	4,033	4,032	4,326	5,029
10,044	9,935	10,264	10,050	9,439	9,044
6,048	5,427	3,926	2,788	2,548	2,548
116,173	111,551	106,549	98,849	96,407	95,238
(91,280)	(86,962)	(82,096)	(75,344)	(72,260)	(70,793)
39,896	26,920	27,364	24,750	24,257	21,094
49,964	48,944	47,914	46,959	45,596	42,516
1,192	876	1,091	1,042	995	940
7,605	8,555	9,357	9,576	9,647	10,458
1,010	825	805	1,274	1,004	758
216	335	(104)	492	406	1,483
-	(10)	-	-	-	-
(993)	(1,079)	(1,247)	(789)	(848)	(1,124)
98,890	85,366	85,180	83,304	81,057	76,125
$ 7,610	$ (1,596)	$ 3,084	$ 7,960	$ 8,797	$ 5,332

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
2020	DNA	DNA	DNA	DNA	$ 17,268	$ 25,662,428	0.2270	$ 76,987,284	33.333%
2019	$ 18,512,224	$ 5,506,262	$ 1,487,683	$ 355	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%

DNA: Data not available

<u>Data Source</u>

Offices of the County Clerk for Cook County

Table 4

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	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**	**2014**	**2013**	**2012**	**2011**
TAX RATES (1)										
District Rates										
Education	0.1797	0.1734	0.1918	0.1800	0.1767	0.2072	0.1972	0.1964	0.1661	0.1480
Audit	0.0004	0.0004	0.0005	0.0002	0.0005	0.0006	0.0005	0.0005	0.0004	0.0001
Operations and maintenance purposes (unrestricted)	0.0321	0.0323	0.0369	0.0361	0.0377	0.0441	0.0424	0.0419	0.0367	0.0336
Liability, protection and settlement	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Bond and interest	0.0148	0.0142	0.0163	0.0149	0.0153	0.0184	0.0177	0.0171	0.0149	0.0139
Total district rates (1)	0.2270	0.2203	0.2455	0.2312	0.2302	0.2703	0.2578	0.2559	0.2181	0.1956
Others										
County of Cook										
Public safety	0.1340	0.1340	0.1230	0.1095	0.1300	0.1470	0.2410	0.2190	0.1814	0.1608
Health facilities	0.0450	0.0450	0.0470	0.0601	0.0871	0.1160	0.0310	0.0660	0.0630	0.0779
Other funds	0.2740	0.2750	0.3190	0.3264	0.3159	0.2890	0.2960	0.2750	0.2856	0.2226
Cook County Forest Preserve	0.0580	0.0590	0.0600	0.0620	0.0630	0.0690	0.0690	0.0690	0.0630	0.0572
Metropolitan Water Reclamation District	0.3780	0.3890	0.3960	0.4020	0.4060	0.4260	0.4300	0.4170	0.3699	0.3191
City of Park Ridge	0.8060	0.7530	0.8380	0.8060	1.0030	1.3230	1.2730	1.0640	0.8502	0.7521
City of Park Ridge Library	0.2240	0.2230	0.2390	0.3600	0.3090	0.3790	0.3650	0.2900	0.2383	0.2330
Park Ridge Recreation and Park District	0.4490	0.4400	0.5120	0.4930	0.4950	0.0584	0.5590	0.5540	0.3906	0.3438
Town of Maine	0.0220	0.0330	0.0920	0.1050	0.1080	0.1240	0.1190	0.1200	0.0955	0.0844
Consolidated Elections	0.0000	0.0300	0.0000	0.0310	0.0000	0.0340	0.0000	0.0310	0.0000	0.0247
Maine Township General Assistance	0.0000	0.0000	0.0000	0.0210	0.0270	0.0310	0.0290	0.0290	0.0229	0.0202
Maine Township Road and Bridge	0.0540	0.0530	0.0600	0.0570	0.0560	0.0650	0.0620	0.0610	0.0482	0.0429
Northwest Mosquito Abatement	0.0100	0.0100	0.0110	0.0100	0.0100	0.0110	0.0130	0.0130	0.0107	0.0096
School District 64	3.7410	3.7200	4.2360	4.0140	4.0400	4.7880	4.6100	4.5720	3.6583	3.2841
Maine Township High School District 207	2.6390	2.5530	2.6520	2.5290	2.5070	2.9010	2.7390	2.7220	2.2149	1.9948
Total rates (2)	9.0610	8.9373	9.8305	9.6172	9.7872	11.0317	11.0938	10.7579	8.7106	7.8228

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

REVENUE CAPACITY
PRINCIPAL PROPERTY TAXPAYERS

Current Levy Year and Nine Years Ago
(Data not available for the current levy year)

		2019 Levy Year			2010 Levy Year		
Taxpayer	**Type of Business**	**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	0.68%	$ 201.8	1	0.78%
DDRTC Vlg Crossing	Shopping centers and theaters	72.9	2	0.28%	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	0.24%	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%
		$ 761.8		2.97%	$ 864.6		3.33%

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, 2020	Collected During Year Ended June 30, 2021	Total Collected Through June 30, 2021 (2)	Percent of Taxes Extended Collected Through June 30, 2020	Tax Cap Limit
2020	$ 25,662,427,825	0.2270	$ 58,253,711	$ -	$ 29,704,999	$ 29,704,999	50.99%	2.13%
2019	25,523,199,326	0.2210	56,406,271	28,838,067	26,802,375	55,640,442	98.64%	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%

(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 2021.

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

	Fall Term Census Day Enrollment			Tuition and Fee Rates				Tuition and Fee Revenues		
Fiscal Year	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	Total Credit Hours Claimed	Education Purpose and Operations and Maintenance Purposes Subfunds	Auxiliary Enterprises and Other Subfunds	Total All Subfunds
2021	5,237	6,947	3,954	$ 141.25	$ 372.00	$ 444.00	164,556	$ 21,539,387	$ 2,218,427	23,757,814
2020	4,307	7,653	7,885	141.25	372.00	444.00	172,628	23,639,638	2,708,005	26,347,643
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

Data Source

College records

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

DEBT CAPACITY
DIRECT AND OVERLAPPING BONDED DEBT

June 30, 2020
(Most recent data available for Counties and Large Units, Muncipalities, School Districts, High School Districts, and Park Districts)

Governmental Unit		**Gross Bonded Debt**		**Percentage* of Debt Applicable to Government**		**Government's Share of Debt**
Oakton Community College	$	49,881,392		100.00%	$	49,881,392
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

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				$ 2,265,963,703

*2020 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

DEBT CAPACITY
LEGAL DEBT MARGIN INFORMATION

Last Ten Levy Years

Tax Year	Assessed Value (1)	Debt Limit Rate	Debt Limit (Assessed Value x Debt Limit Rate)	Net Debt Applicable to Debt Limit	Legal Debt Margin	Net Debt Applicable to Debt Limit as a Percentage of Debt Limit
2020	$ 25,662,427,825	2.875%	$ 737,794,800	$ 30,000,000	$ 707,794,800	4.07%
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%

(1) 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 2023.

Data Sources

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

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

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
2021	$ 49,881,392	$ -	$ 49,881,392	$ 25,662,427,825	0.19%	DNA	DNA
2020	32,170,156	-	32,170,156	25,523,199,326	0.13%	424,182	75.84
2019	34,639,500	-	34,639,500	22,305,020,127	0.16%	416,614	83.15
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%	478,768	59.06
2012	30,210,858	-	30,210,858	23,301,807,879	0.13%	430,593	70.16

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

DNA: Data not available

Data Sources

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

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

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)
2021	DNA		DNA		DNA		DNA
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%

DNA: Data not available

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

DEMOGRAPHIC AND ECONOMIC INFORMATION
PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago
(Data not available for the current year)

2020					2011			
Employer	**Rank**	**Estimated Employees**	**Data Source**	**% of Total District Employment (4)**	**Employer**	**Rank**	**Estimated Employees (5)**	**% of Total District Employment (4)**
Allstate Corporation (HQ)	1	12,000	(4)	5.77%	Allstate Corporation	1	23,000	12.02%
Northshore University Health System, Evanston/Glenview, Skokie	2	6,820	(2)	3.28%	Northshore University Health System, Glenview	2	5,000	2.61%
Northwestern University	3	5,700	(2)	2.74%	Northwestern University, Evanston	3	4,500	2.35%
Advocate Lutheran General Hospital	4	4,200	(2)	2.02%	Advocate Lutheran General Hospital	4	4,000	2.09%
Walgreen Co. (HQ)	5	1,250	(4)	0.60%	Underwriters Laboratories Inc., Northbrook	5	2,000	1.04%
Baxter Healthcare Corp. (HQ)	6	2,700	(1)	1.30%	Regency Rehabilitation Center, Niles	6	1,968	1.03%
CVS/Caremark International, Northbrook/Mount Prospect	7	2,445	(3)	1.18%	CVS/Caremark International, Northbrook/Mt Prospect	7	1,800	0.94%
Underwriters Laboratories Inc.	8	1,840	(4)	0.88%	Baxter International, Northbrook	8	1,750	0.91%
Tenneco (purchased Federal-Mogul Corp. in 2018)	9	1,500	(2)	0.72%	Federal-Mogul Corp.	9	1,500	0.78%
Rivers Casino	10	1,450	(3)	0.70%	Rivers Casino	10	1,377	0.72%
UOP, LLC	11	1,400	(1)	0.67%	Kraft Foods Inc. Northfield	11	1,200	0.63%
Amita/Presence Health Holy Family Medical Center	12	1,100	(3)	0.53%	Coca-Cola Bottling, Niles	11	1,200	0.63%
Takeda Pharmaceuticals USA Inc. (HQ)	13	1,000	(1)	0.48%	UOP, LLC, Des Plaines	11	1,200	0.63%
Astellas US, LLC	13	1,000	(1)	0.48%	Holy Family Medical Center	12	1,036	0.54%
TOTAL		44,405		21.35%	**TOTAL**		51,531	26.92%

Data Sources
(1) 2020 Illinois Manufacturers Directory
(2) 2020 Illinois Services Directory
(3) Village Financial Reports / Official Employer Website
(4) Mergent Intellect / Dun & Bradstreet
(4) Calculating percentages to the Illinois Department of Employment Security Reports the estimated number of persons employed in the District in 2019 is 207,969 and in 2011 was 191,400.
(5) OCC Annual Comprehensive Financial Report for Fiscal year ended June 2012 / Village Financial Records 2011-2012

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

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

Last Ten Fiscal Years

Function/Program	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**	**2014**	**2013**	**2012**
Instruction										
Administrators	6	7	7	7	7	7	7	8	7	7
Full-time faculty	152	151	149	149	148	148	147	139	142	142
Adjunct faculty	193	219	206	198	201	215	213	228	219	239
Staff	56	55	55	55	51	48	47	47	47	47
Academic support										
Administrators	8	6	6	6	6	5	5	4	5	5
Full-time faculty	4	4	3	3	4	4	6	7	7	6
Staff	65	66	70	68	37	37	35	35	35	35
Student services										
Administrators	8	8	7	7	7	7	7	5	5	5
Full-time faculty	-	1	4	4	4	5	3	3	5	5
Staff	66	61	55	56	56	59	55	55	51	48
Public services										
Administrators	3	3	3	3	3	3	3	3	3	3
Staff	6	6	7	7	4	4	8	8	7	7
Operations/maintenance of plant										
Administrators	2	2	2	2	2	2	1	1	1	1
Staff	79	84	86	87	89	90	89	87	84	84
General administration										
Administrators	5	5	5	5	5	5	5	5	5	5
Staff	44	37	36	35	36	35	33	32	32	32
Institutional support										
Administrators	3	3	3	3	3	3	1	3	2	2
Staff	12	10	10	10	8	8	8	8	8	8
Auxiliary enterprises										
Administrators	-	-	1	1	1	1	1	1	1	1
Adjunct faculty	94	86	86	86	85	89	90	117	94	105
Staff	40	39	38	43	93	91	98	98	98	98
Financial aid										
Administrators	1	1	1	1	1	1	1	1	1	1
Staff	8	8	8	8	8	6	6	6	6	6
TOTAL	855	862	848	844	859	873	869	901	865	892

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

OPERATING INFORMATION
CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015 (a)**	**2014**	**2013 (b)**	**2012**
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	707,020	612,225	612,225	612,225
Number of classrooms	90	90	90	89	98	98	94	92	92	95
Number of laboratories	101	101	101	102	110	110	102	105	105	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, 2020

MANAGEMENT INFORMATION STATEMENTS

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

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:

CERTIFICATE OF CHARGEBACK REIMBURSEMENT

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

COMBINING SCHEDULE OF NET POSITION, BY SUBFUND

June 30, 2021

	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	$ (1,493,405)	$ (555,612)	$ 3,355,488	$ 1,630,640	$ 1,962,389	$ (1,607,366)	$ -	$ 70,390	$ 817,465	$ 257,742	$ 4,514,100	$ 103,744	$ -	$ -	$ -	$ 9,055,575
Short-term investments	56,411,471	9,231,710	14,445,935	-	545,915	-	14,500,000	37,168	289,904	16,612	16,764,965	906,932	-	-	-	113,150,612
Property tax receivable, net	21,919,488	4,093,055	-	1,914,446	-	-	-	51,163	54	54	-	-	-	-	-	27,978,260
Student tuition receivable, net	4,889,710	390	-	-	383,908	-	-	-	-	-	-	112,502	-	-	-	5,386,510
Other accounts receivable	594,600	11,523	10,373	-	147,586	1,923,286	-	47	368	77	17,957	-	-	-	-	2,705,817
Inventory	13,243	-	-	-	302,768	-	-	-	-	-	-	-	-	-	-	316,011
Prepaid expenses	630,473	-	11,532	-	-	-	-	-	-	-	-	-	-	-	-	642,005
Total current assets	82,965,580	12,781,066	17,823,328	3,545,086	3,342,566	315,920	14,500,000	158,768	1,107,791	274,485	21,297,022	1,123,178	-	-	-	159,234,790
NONCURRENT ASSETS																
Long-term investments	19,633,976	3,213,091	4,333,109	-	190,005	-	-	12,936	100,901	5,782	5,835,035	315,657	-	-	-	33,640,492
Capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	193,947,203	-	193,947,203
Less accumulated depreciation	-	-	-	-	-	-	-	-	-	-	-	-	-	(84,270,923)	-	(84,270,923)
Total noncurrent assets	19,633,976	3,213,091	4,333,109	-	190,005	-	-	12,936	100,901	5,782	5,835,035	315,657	-	109,676,280	-	143,316,772
Total assets	102,599,556	15,994,157	22,156,437	3,545,086	3,532,571	315,920	14,500,000	171,704	1,208,692	280,267	27,132,057	1,438,835	-	109,676,280	-	302,551,562
DEFERRED OUTFLOWS OF RESOURCES																
State CIP plan	-	-	-	-	-	-	-	-	-	-	1,952,037	-	-	-	-	1,952,037
OPEB plan - College	-	-	-	-	-	-	-	-	-	-	109,813	-	-	-	-	109,813
SURS pension contributions	-	-	-	-	-	-	-	-	-	-	-	-	49,025	-	-	49,025
Total deferred outflows of resources	-	-	-	-	-	-	-	-	-	-	2,061,850	-	49,025	-	-	2,110,875
Total assets and deferred deferred outflows of resources	102,599,556	15,994,157	22,156,437	3,545,086	3,532,571	315,920	14,500,000	171,704	1,208,692	280,267	29,193,907	1,438,835	49,025	109,676,280	-	304,662,437

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

COMBINING SCHEDULE OF NET POSITION, BY SUBFUND (continued)

June 30, 2021

	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	$ 1,171,061	$ 126,458	$ 1,728,455	$ -	$ 45,970	$ 122,331	$ -	$ 22,249	$ -	$ -	$ -	$ 3,559	$ -	$ -	$ -	$ 3,220,083
Accrued salaries	420,484	125,543	-	-	72,058	60,560	-	-	-	30,278	-	-	-	-	-	708,923
Accrued compensated absences	520,322	72,704	-	-	60,310	18,721	-	-	-	-	-	-	-	-	-	672,057
OPEB liability - CIP	-	-	-	-	-	-	-	-	-	-	518,222	-	-	-	-	518,222
OPEB liability - College	-	-	-	-	-	-	-	-	-	-	86,916	-	-	-	-	86,916
Accrued interest payable	-	-	-	-	-	-	-	-	-	-	-	-	121,168	-	-	121,168
Other accrued liabilities	212,772	4,737	-	-	-	-	-	-	-	-	-	-	-	-	-	217,509
Unearned tuition and fees revenue	7,957,210	-	93,629	-	59,428	-	-	-	-	-	-	-	-	-	-	8,110,267
Current portion of bonds payable	-	-	-	-	-	-	-	-	-	-	-	-	2,517,345	-	-	2,517,345
Other unearned revenue	-	-	-	-	121,870	46,863	-	-	-	-	-	-	-	-	-	168,733
Total current liabilities	10,281,849	329,442	1,822,084	-	359,636	248,475	-	22,249	-	30,278	605,138	3,559	2,638,513	-	-	16,341,223
NONCURRENT LIABILITIES																
Accrued compensated absences	1,560,966	218,112	-	-	180,929	56,164	-	-	-	-	-	-	-	-	-	2,016,171
Other accrued liabilities	157,500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	157,500
OPEB liability - CIP	-	-	-	-	-	-	-	-	-	-	40,907,825	-	-	-	-	40,907,825
OPEB liability - College	-	-	-	-	-	-	-	-	-	-	1,393,182	-	-	-	-	1,393,182
Long term bonds payable	-	-	-	-	-	-	-	-	-	-	-	-	47,364,047	-	-	47,364,047
Total noncurrent liabilities	1,718,466	218,112	-	-	180,929	56,164	-	-	-	-	42,301,007	-	47,364,047	-	-	91,838,725
Total liabilities	12,000,315	547,554	1,822,084	-	540,565	304,639	-	22,249	-	30,278	42,906,145	3,559	50,002,560	-	-	108,179,948
DEFERRED INFLOWS OF RESOURCES																
Deferred property tax revenue	22,601,214	4,037,600	-	1,855,191	-	-	-	50,470	51	51	-	-	-	-	-	28,544,577
College OPEB plan	-	-	-	-	-	-	-	-	-	-	191,508	-	-	-	-	191,508
State CIP plan	-	-	-	-	-	-	-	-	-	-	9,024,661	-	-	-	-	9,024,661
Total deferred inflows of resources	22,601,214	4,037,600	-	1,855,191	-	-	-	50,470	51	51	9,216,169	-	-	-	-	37,760,746
Total liabilities and deferred inflows of resources	34,601,529	4,585,154	1,822,084	1,855,191	540,565	304,639	-	72,719	51	30,329	52,122,314	3,559	50,002,560	-	-	145,940,694
NET POSITION																
Net investment in capital assets	-	-	-	-	-	-	-	-	-	-	-	-	(49,881,392)	109,676,280	15,870,302	75,665,190
Restricted for																
Capital projects	-	-	15,870,302	-	-	-	-	-	-	-	-	-	-	-	(15,870,302)	-
Working cash	-	-	-	-	-	-	14,500,000	-	-	-	-	-	-	-	-	14,500,000
Debt service	-	-	-	1,689,895	-	-	-	-	-	-	-	-	-	-	-	1,689,895
Specific purposes	-	-	-	-	-	11,281	-	98,985	1,208,641	249,938	-	-	49,025	-	-	1,617,870
Unrestricted (deficit)	67,998,027	11,409,003	4,464,051	-	2,992,006	-	-	-	-	-	(22,928,407)	1,435,276	(121,168)	-	-	65,248,788
TOTAL NET POSITION (DEFICIT)	$ 67,998,027	$ 11,409,003	$ 20,334,353	$ 1,689,895	$ 2,992,006	$ 11,281	$ 14,500,000	$ 98,985	$ 1,208,641	$ 249,938	$ (22,928,407)	$ 1,435,276	$ (49,953,535)	$ 109,676,280	$ -	$ 158,721,743

Schedule 2

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

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

For the Year Ended June 30, 2021

	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	$ 26,166,668	$ 10	$ 307,716	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 26,474,394	$ -	$ (9,818,212)	$ 16,656,182
Auxiliary enterprises revenue	-	-	-	-	1,500,474	-	-	-	-	-	-	-	-	1,500,474	-	(30,785)	1,469,689
Other operating revenue	639,393	35	-	-	-	209,556	-	-	-	-	-	748,675	-	1,597,659	-	-	1,597,659
Total operating revenues	26,806,061	45	307,716	-	1,500,474	209,556	-	-	-	-	-	748,675	-	29,572,527	-	(9,848,997)	19,723,530
OPERATING EXPENSES																	
Instruction	29,108,170	-	-	-	434,019	24,527,049	-	-	-	-	1,174,506	49	(8,258)	55,235,535	-	-	55,235,535
Academic support	15,635,838	-	-	-	59,965	6,566,450	-	-	-	-	327,041	-	(2,299)	22,586,995	-	-	22,586,995
Student services	6,433,351	-	-	-	-	4,903,381	-	-	-	-	236,896	486,217	-	12,059,845	-	-	12,059,845
Public services	376,660	-	-	-	-	541,045	-	-	-	-	22,930	-	-	940,635	-	-	940,635
Operation and maintenance of plant	-	7,202,257	4,164,699	-	-	3,595,548	-	-	-	-	196,103	-	-	15,158,607	(3,757,563)	-	11,401,044
General administration	5,371,107	-	-	-	-	1,233,507	-	-	-	-	-	-	-	6,604,614	-	-	6,604,614
Institutional support	3,734,574	18,892	-	2,218,450	-	114,750	-	112,700	604,119	847,491	195,551	-	(2,215,000)	5,631,527	-	-	5,631,527
Financial aid	4,627,281	-	-	-	-	-	-	-	-	-	-	-	-	4,627,281	-	-	4,627,281
Auxiliary enterprises	-	-	-	-	4,378,315	3,670,079	-	-	-	-	65,724	-	-	8,114,118	-	(30,785)	8,083,333
Scholarships, grants and waivers	2,658	-	-	-	-	9,815,554	-	-	-	-	-	-	-	9,818,212	-	(9,818,212)	-
Depreciation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	9,798,369	-	9,798,369
Total operating expenses	65,289,639	7,221,149	4,164,699	2,218,450	4,872,299	54,967,363	-	112,700	604,119	847,491	2,218,751	486,266	(2,225,557)	140,777,369	6,040,806	(9,848,997)	136,969,178
OPERATING INCOME (LOSS)	(38,483,578)	(7,221,104)	(3,856,983)	(2,218,450)	(3,371,825)	(54,757,807)	-	(112,700)	(604,119)	(847,491)	(2,218,751)	262,409	2,225,557	(111,204,842)	(6,040,806)	-	(117,245,648)
NON-OPERATING REVENUES (EXPENSES)																	
State grants and contracts	5,011,305	-	-	-	691,085	44,264,201	-	-	-	-	1,117,234	-	-	51,083,825	-	-	51,083,825
Property taxes	44,045,805	7,996,869	-	3,614,426	-	-	-	100,157	(1,452)	(1,574)	-	-	-	55,754,231	-	-	55,754,231
Personal property replacement tax	1,401,497	-	-	-	-	-	-	-	-	-	-	-	-	1,401,497	-	-	1,401,497
Federal grants and contracts	1,444,562	-	-	-	-	9,372,345	-	-	-	-	-	-	-	10,816,907	-	-	10,816,907
Local grants and contracts	-	-	-	-	24,522	1,026,701	-	-	-	-	-	-	-	1,051,223	-	-	1,051,223
Investment income	52,842	47,059	14,582	-	2,345	-	290,000	192	1,497	519	67,376	-	-	476,412	-	-	476,412
Proceeds from issuance of debt certificates	-	-	20,035,000	-	-	-	-	-	-	-	-	-	(20,035,000)	-	-	-	-
Proceeds from issuance of bonds	-	-	-	29,823,011	-	-	-	-	-	-	-	-	(29,823,011)	-	-	-	-
Payment to escrow agent	-	-	-	(29,673,271)	-	-	-	-	-	-	-	-	29,673,271	-	-	-	-
Interest expense and fiscal charges	-	-	-	(1,561,897)	-	-	-	-	-	-	-	-	241,227	(1,320,670)	-	-	(1,320,670)
Total non-operating revenues (expenses)	51,956,011	8,043,928	20,049,582	2,202,269	717,952	54,663,247	290,000	100,349	45	(1,055)	1,184,610	-	(19,943,513)	119,263,425	-	-	119,263,425
NONMANDATORY TRANSFERS																	
Transfers in (out)	(10,884,038)	(690,532)	3,000,000	-	2,545,969	100,000	(290,000)	-	700,495	818,106	4,700,000	-	-	-	-	-	-
CHANGE IN NET POSITION	2,588,395	132,292	19,192,599	(16,181)	(107,904)	5,440	-	(12,351)	96,421	(30,440)	3,665,859	262,409	(17,717,956)	8,058,583	(6,040,806)	-	2,017,777
NET POSITION (DEFICIT), JULY 1	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
NET POSITION (DEFICIT), JUNE 30	$ 67,998,027	$ 11,409,003	$ 20,334,353	$ 1,689,895	$ 2,992,006	$ 11,281	$ 14,500,000	$ 98,985	$ 1,208,641	$ 249,938	$ (22,928,407)	$ 1,435,276	$ (49,953,535)	$ 49,045,463	$ 109,676,280	$ -	$ 158,721,743

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

ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT
CONSOLIDATED YEAR END FINANCIAL REPORT

For the Year Ended June 30, 2021

CSFA Number	**Program Name**	**State**	**Federal**	**Other**	**Total**
601-00-0748	Cannabis Regulation and Tax Act Social Equity Program	$ 78,705	$ -	$ -	$ 78,705
601-00-0748	Illinois Cooperative Work Study Program	36,126	-	-	36,126
684-00-0465	Career and Technical Education - Basic Grants to States	275,081	-	-	275,081
684-00-0820	Career and Technical Education Formula Grants	393,270	-	-	393,270
684-00-0825	Base Operating Grants	5,309,120	-	-	5,309,120
684-00-2455	Governor's Emergency Education Relief - Federal	-	131,315	-	131,315
684-00-2499	CURES Grant	58,924	-	-	58,924
684-00-2502	Developmental Education Innovation Grant - GRF	22,740	-	-	22,740
684-01-1670	Innovative Bridge and Transition Program Grants	36,128	-	-	36,128
684-01-1625	Adult Education - Basic Grants to States - Federal and State Funding Combined	1,266,407	617,590	-	1,883,997
	Other grant programs and activities	140,642	10,542,607	841,625	11,524,874
	All other costs not allocated	-	-	118,539,568	118,539,568
	TOTALS	$ 7,617,143	$ 11,291,512	$ 119,381,193	$ 138,289,848

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

SCHEDULE OF MANAGEMENT INFORMATION
SCHEDULE OF EXPENSES BY FUNCTION AND OBJECT

For the Year Ended June 30, 2021

	Salaries	**Benefits**	**Contractual Services**	**Materials/ Supplies**	**Utilities**	**Other**	**Total**
Instruction	$ 27,545,066	$ 25,453,885	$ 209,602	$ 1,203,943	$ -	$ 823,039	$ 55,235,535
Academic support	6,507,152	7,634,384	721,860	2,808,739	-	4,914,860	22,586,995
Student services	5,227,772	5,696,492	174,882	268,006	-	692,693	12,059,845
Public services	288,569	503,589	91,850	35,861	-	20,766	940,635
Operations/maintenance of plant	4,291,111	4,845,927	746,494	671,830	884,215	3,719,030	15,158,607
General administration	414,457	70,692	1,860	60,117	-	6,057,488	6,604,614
Institutional support	195,426	221,366	12,434	2,429	-	5,199,872	5,631,527
Auxiliary enterprises	1,207,034	3,935,688	52,650	860,957	-	2,057,789	8,114,118
Financial aid	-	-	-	-	-	4,627,281	4,627,281
Scholarships, grants and waivers	-	-	-	-	-	9,818,212	9,818,212
TOTAL	$ 45,676,587	$ 48,362,023	$ 2,011,632	$ 5,911,882	$ 884,215	$ 37,931,030	$ 140,777,369

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

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

ALL FUNDS SUMMARY
UNIFORM FINANCIAL STATEMENT #1
FISCAL YEAR ENDED JUNE 30, 2021

	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, 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
REVENUES											
Local tax revenue	45,447,302	7,996,869	-	3,614,426	-	-	-	100,157	(1,452)	(1,574)	57,155,728
All other local revenue	-	-	-	-	24,522	1,026,701	-	-	-	-	1,051,223
ICCB grants	4,618,035	-	-	-	691,085	1,199,532	-	-	-	-	6,508,652
All other state revenue	393,270	-	-	-	-	44,181,903	-	-	-	-	44,575,173
Federal revenue	1,444,562	-	-	-	-	9,372,345	-	-	-	-	10,816,907
Student tuition and fees	21,539,387	10	307,716	-	-	-	-	-	-	-	21,847,113
All other revenue	692,235	47,094	20,049,582	-	2,251,494	276,932	290,000	192	1,497	519	23,609,545
Total revenues	74,134,791	8,043,973	20,357,298	3,614,426	2,967,101	56,057,413	290,000	100,349	45	(1,055)	165,564,341
EXPENDITURES											
Instruction	29,108,170	-	-	-	434,068	25,701,555	-	-	-	-	55,243,793
Academic support	15,635,838	-	-	-	59,965	6,893,491	-	-	-	-	22,589,294
Student services	6,433,351	-	-	-	486,217	5,140,277	-	-	-	-	12,059,845
Public services	376,660	-	-	-	-	563,975	-	-	-	-	940,635
Auxiliary services	-	-	-	-	4,378,315	1,299,231	-	-	-	-	5,677,546
Operations and maintenance	-	7,202,257	4,164,699	-	-	3,791,651	-	-	-	-	15,158,607
General administration	5,371,107	-	-	-	-	-	-	-	-	-	5,371,107
Institutional support	3,734,574	18,892	-	3,630,607	-	3,980,380	-	112,700	604,119	847,491	12,928,763
Scholarships, grants and waivers	2,658	-	-	-	-	9,815,554	-	-	-	-	9,818,212
Total expenditures	60,662,358	7,221,149	4,164,699	3,630,607	5,358,565	57,186,114	-	112,700	604,119	847,491	139,787,802
NET TRANSFERS	(10,884,038)	(690,532)	3,000,000	-	2,545,969	4,800,000	(290,000)	-	700,495	818,106	-
FUND BALANCES, JUNE 30, 2021	$ 67,998,027	$ 11,409,003	$ 20,334,353	$ 1,689,895	$ 4,427,282	$ (22,917,126)	$ 14,500,000	$ 98,985	$ 1,208,641	$ 249,938	$ 98,998,998

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

SUMMARY OF CAPITAL ASSETS AND DEBT
UNIFORM FINANCIAL STATEMENT #2
FISCAL YEAR ENDED JUNE 30, 2021

	Fixed Asset/Debt Account Groups June 30, 2020	Additions	Transfers	Deletions	Fixed Asset/Debt Account Groups June 30, 2021
CAPITAL ASSETS					
Work in progress	$ 4,449,322	$ 2,967,141	$ (2,923,680)	$ -	$ 4,492,783
Sites and improvements	17,704,953	248,915	-	-	17,953,868
Buildings, additions and improvements	163,318,666	404,097	2,923,680	-	166,646,443
Equipment	4,716,699	137,410	-	-	4,854,109
Accumulated depreciation	74,472,554	9,798,369	-	-	84,270,923
TOTAL CAPITAL ASSETS	$ 115,717,086	$ (6,040,806)	$ -	$ -	$ 109,676,280
FIXED LIABILITIES					
General Obligation Refunding Bonds	$ 30,000,000	$ 28,200,000	$ -	$ (11,000,000)	$ 47,200,000
Debt Certificates	-	20,035,000		(20,035,000)	-
OPEB Liability - CIP	42,390,676	-	-	(964,629)	41,426,047
OPEB Liability - College	1,451,997	28,101	-	-	1,480,098
TOTAL FIXED LIABILITIES	$ 73,842,673	$ 48,263,101	$ -	$ (31,999,629)	$ 90,106,145

Notes: The College had no tax anticipation warrants or notes at June 30, 2021.
The General Obligation debt excludes a bond premium of $2,681,392

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

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3
FISCAL YEAR ENDED JUNE 30, 2021

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
OPERATING REVENUES BY SOURCE			
Local government			
Local taxes	$ 44,045,805	$ 7,996,869	$ 52,042,674
Chargeback revenue	-	-	-
Corporate Personal Property replacement tax	1,401,497	-	1,401,497
Other	-	-	-
Total local government	45,447,302	7,996,869	53,444,171
State government			
ICCB credit hour grants	4,618,035	-	4,618,035
ICCB equalization grants	-	-	-
SBE - vocational education	393,270	-	393,270
SBE - adult education	-	-	-
Other	-	-	-
Total state government	5,011,305	-	5,011,305
Federal government			
Department of Education	-	-	-
Other	1,444,562	-	1,444,562
Total federal government	1,444,562	-	1,444,562
Student tuition and fees			
Tuition	18,200,538	-	18,200,538
Fees	3,338,849	10	3,338,859
Other student assessments	-	-	-
Total student tuition and fees	21,539,387	10	21,539,397
Other sources			
Sales and service fees	-	-	-
Investment income	52,839	47,059	99,898
Other	639,396	35	639,431
Total other sources	692,235	47,094	739,329
Total revenues	74,134,791	8,043,973	82,178,764
Less non-operating items			
Tuition chargeback revenue	-	-	-
ADJUSTED REVENUE	$ 74,134,791	$ 8,043,973	$ 82,178,764

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

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3 (continued)
FISCAL YEAR ENDED JUNE 30, 2021

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
OPERATING EXPENDITURES			
BY PROGRAM			
Instruction	$ 29,108,170	$ -	$ 29,108,170
Academic support	15,635,838	-	15,635,838
Student services	6,433,351	-	6,433,351
Public services	376,660	-	376,660
Operations and maintenance of plant	-	7,202,257	7,202,257
General administration	5,371,107	-	5,371,107
Institutional support	3,734,574	18,892	3,753,466
Scholarships, student grants, waivers	2,658	-	2,658
Auxiliary services	-	-	-
Total expenditures	60,662,358	7,221,149	67,883,507
Less non-operating items			
Tuition chargeback	-	-	-
Transfers to non-operating funds	10,884,038	690,532	11,574,570
ADJUSTED EXPENDITURES	$ 71,546,396	$ 7,911,681	$ 79,458,077
BY OBJECT			
Salaries	$ 45,643,159	$ 4,291,111	$ 49,934,270
Employee benefits	6,859,081	1,061,890	7,920,971
Contractual services	2,094,973	509,354	2,604,327
General materials and supplies	5,472,459	419,433	5,891,892
Conferences and meetings	62,555	1,135	63,690
Fixed charges	182,910	7,006	189,916
Utilities	38,124	884,215	922,339
Capital outlay	28,000	12,488	40,488
Other	281,097	34,517	315,614
Total expenditures	60,662,358	7,221,149	67,883,507
Less non-operating items			
Tuition chargeback	-	-	-
Transfers to non-operating funds	10,884,038	690,532	11,574,570
ADJUSTED EXPENDITURES	$ 71,546,396	$ 7,911,681	$ 79,458,077

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

RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4
FISCAL YEAR ENDED JUNE 30, 2021

REVENUES BY SOURCE	
State government	
ICCB - Workforce Development Grants	$ -
ICCB - Career and Technical Education	-
ICCB - Student Success Grant	-
ICCB - Adult Education	1,199,532
Illinois Student Assistance Commission	1,224,165
Other	42,957,738
Total state government	45,381,435
Federal government	
Department of Education	8,512,168
Department of Veterans Affairs	113,498
Other	746,679
Total federal government	9,372,345
Other sources	
Student tuition and fees	-
All other local	1,026,701
Other	276,932
Total other sources	1,303,633
TOTAL RESTRICTED PURPOSES FUND REVENUES	$ 56,057,413

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

RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4 (continued)
FISCAL YEAR ENDED JUNE 30, 2021

EXPENDITURES BY PROGRAM	
Instruction	$ 25,701,555
Academic support	6,893,491
Student services	5,140,277
Public services	563,975
Operations and maintenance of plant	3,791,651
General administration	-
Auxiliary services	1,299,231
Institutional support	3,980,380
Scholarships, grants, waivers	9,815,554
TOTAL RESTRICTED PURPOSES FUND EXPENDITURES	$ 57,186,114
EXPENDITURES BY OBJECT	
Salaries	$ 2,299,331
Employee benefits	41,725,268
Contractual services	239,077
Student financial aid	11,036,025
General materials and supplies	536,540
Conference and meetings	17,624
Fixed charges	1,274,886
Utilities	-
Capital outlay	57,363
TOTAL RESTRICTED PURPOSES FUND EXPENDITURES	$ 57,186,114

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

CURRENT FUNDS - EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5
FISCAL YEAR ENDED JUNE 30, 2021

INSTRUCTION	
Instructional programs	$ 54,342,240
Other	901,553
Total instruction	55,243,793
ACADEMIC SUPPORT	
Library Center	1,674,175
Instructional Materials Center	7,598,243
Educational Media Services	-
Academic computing support	-
Academic administration and planning	5,633,119
Other	7,683,757
Total academic support	22,589,294
STUDENT SERVICES	
Admissions and records	2,266,907
Counseling and career services	2,683,499
Financial aid administration	606,077
Other	6,503,362
Total student services	12,059,845
PUBLIC SERVICE/CONTINUING EDUCATION	
Community education	-
Customized training	-
Community services	261,802
Other	678,833
Total public service/continuing education	940,635
AUXILIARY SERVICES	5,677,546

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

CURRENT FUNDS - EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5 (continued)
FISCAL YEAR ENDED JUNE 30, 2021

OPERATIONS AND MAINTENANCE OF PLANT	
Maintenance	$ 1,740,226
Custodial services	2,214,443
Grounds maintenance	560,571
Campus security	1,326,128
Transportation	13,126
Plant utilities	877,777
Administration	488,878
Other	3,772,759
Total operations and maintenance of plant	10,993,908
GENERAL ADMINISTRATION AND INSTITUTIONAL SUPPORT	
Executive management	490,261
Fiscal operations	2,191,107
Community relations	1,763,066
Administrative support services	1,506,104
Board of trustees	409,536
General institution	4,230,598
Institutional research	-
Other	4,078,591
Total general administration and institutional support	14,669,263
SCHOLARSHIPS, STUDENT GRANTS AND WAIVERS	9,818,212
TOTAL CURRENT FUNDS EXPENDITURES	$ 131,992,496

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

CERTIFICATE OF CHARGEBACK REIMBURSEMENT

For the Fiscal Year Ended June 30, 2021

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ALL NONCAPITAL AUDITED OPERATING EXPENDITURES FOR FISCAL YEAR 2021 FROM ALL REVENUE SOURCES		
Education fund	$	60,634,358
Operations and maintenance fund		7,208,661
Bond and interest fund		-
Public Building Commission rental fund		-
Restricted purposes fund		14,667,962
Audit fund		112,700
Liability, protection and settlement fund		604,119
Auxiliary enterprises fund (subsidy only)		-
Total noncapital audited operating expenditures		83,227,800
Plus depreciation on capital outlay expenditures (equipment, buildings and fixed equipment) paid from sources other than state and federal funds		-
Equals total costs included	$	83,227,800
TOTAL CERTIFIED SEMESTER CREDIT HOURS	$	-
PER CAPITA COST		#DIV/0!
All fiscal year 2021 state and federal operating grants for noncapital expenditures, except ICCB grants	$	-
Fiscal year 2021 state and federal grants per semester credit hour		#DIV/0!
District's average ICCB grant rate for fiscal year 2021		-
District's student tuition and fee rate per semester credit hour for fiscal year 2021		-
EQUALS CHARGEBACK REIMBURSEMENT PER SEMESTER CREDIT HOUR		#DIV/0!

Approved: /s/ Edwin Chandrasekare — 10/13/2020
Chief Fiscal Officer — Date

Approved: /s/ Joianne Smith — 10/13/2020
President — Date

OAKTON COMMUNITY COLLEGE

COMMUNITY COLLEGE DISTRICT NO. 535

ILLINOIS COMMUNITY COLLEGE BOARD GRANTS

June 30, 2021

FINANCIAL COMPLIANCE SECTION

STATE ADULT EDUCATION AND

FAMILY LITERACY GRANTS

SIKICH.
CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS
Members of American Institute of Certified Public Accountants

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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, 2021, 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, 2021, 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, 2021, 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
December 10, 2021

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

STATE ADULT EDUCATION AND FAMILY LITERACY
RESTRICTED GRANT PROGRAM
BALANCE SHEET

June 30, 2021

	State Basic		Performance		
	Family Literacy	State	State Performance	Staff Development	Total
ASSETS					
None	$ -	$ -	$ -	$ -	$ -
TOTAL ASSETS	$ -	$ -	$ -	$ -	$ -
LIABILITIES AND FUND BALANCES					
LIABILITIES					
None	$ -	$ -	$ -	$ -	$ -
Total liabilities	-	-	-	-	-
FUND BALANCES					
None	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	$ -	$ -	$ -	$ -	$ -

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, 2021

	State Basic		**Performance**		
	Family Literacy	**State**	**State Performance**	**Staff Development**	**Total**
REVENUES					
State sources	$ 15,750	$ 782,541	$ 393,241	$ 8,000	$ 1,199,532
Total revenues	15,750	782,541	393,241	8,000	1,199,532
EXPENDITURES					
Instructional and student services					
Instruction	-	566,434	297	3,548	570,279
Social work services	-	-	1,508	-	1,508
Guidance services	-	83,185	15,638	-	98,823
Assessment and testing	-	17,430	14,670	-	32,100
Literacy services	15,750	-	-	-	15,750
Child care services	-	-	-	-	-
Total instructional and student services	15,750	667,049	32,113	3,548	718,460
Program support					
Improvement of instructional services	-	-	-	4,452	4,452
General administration	-	67,889	285,968	-	353,857
Operation and maintenance of plant	-	-	20,132	-	20,132
Data and information services	-	47,603	55,028	-	102,631
Total program support	-	115,492	361,128	4,452	481,072
Total expenditures	15,750	782,541	393,241	8,000	1,199,532
NET CHANGE IN FUND BALANCES	-	-	-	-	-
FUND BALANCES, JULY 1, 2020	-	-	-	-	-
FUND BALANCES, JUNE 30, 2021	$ -	$ -	$ -	$ -	$ -

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, 2021

		Audited Expenditure Amount	Audited Expenditure Percentage
STATE BASIC			
Instruction (45% minimum required)	$	566,434	70.96%
General administration (15% maximum allowed)		115,492	14.47%

OAKTON COMMUNITY COLLEGE

COMMUNITY COLLEGE DISTRICT NO. 535

NOTES TO FINANCIAL STATEMENTS - STATE GRANT PROGRAMS

June 30, 2021

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, 2021. 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.

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.