

2020

Comprehensive Annual Financial Report

Fiscal year ended June 30, 2020

Community College District No. 525, Joliet, Illinois



JOLIET
JUNIOR COLLEGE
— 1901 —

**JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
JOLIET, ILLINOIS**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2020**

Prepared by:
Financial Services

Jeffrey A. Heap, CPA
Sr. Director of Finance/Controller

Jennifer Steffes, CPA
Assistant Controller

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
Joliet, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT
June 30, 2020

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COMMUNITY COLLEGE DISTRICT NO. 525
Joliet, Illinois

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INTRODUCTORY SECTION



October 1, 2020

Letter to the Citizens of Joliet Junior College
Community College District No. 525

FORMAL TRANSMITTAL OF THE COMPREHENSIVE ANNUAL FINANCIAL REPORT

The Comprehensive Annual Financial Report of Joliet Junior College, Community College District No. 525, Counties of Will, Grundy, Livingston, Cook, Kendall, LaSalle, and Kankakee, and the State of Illinois, for the fiscal year ended June 30, 2020, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities in relation to its mission have been included.

Financial Statements

This letter of transmittal should be read in conjunction with the management's discussion and analysis which immediately follows the independent auditors' report and focuses on current activities, accounting changes, and currently known facts.

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical, and special reports. The introductory section includes this transmittal letter, a list of principal officials and the District's organizational chart. The financial section includes the report of our independent public accountants, management's discussion and analysis, the basic financial statements, and notes to the financial statements. The statistical section includes selected unaudited financial and demographic information, generally presented on a multi-year basis. The special reports section includes grants and enrollment audits required by the Illinois Community College Board (ICCB) together with the related auditors' reports.

The District maintains its accounts and prepares its financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP) as set forth by Governmental Accounting Standards Board (GASB), National Association of College and University Business Officers (NACUBO) and the Illinois Community College Board (ICCB). The financial records of the District 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. The financial statements have been audited by our independent auditors, Baker Tilly US, LLP, and their report is included as part of this financial presentation.

Joliet Junior College is subject to the authority of the Illinois Community College Board under the Illinois Board of Higher Education. The District is governed by the Board of Trustees, which is elected by the public and has the exclusive responsibility and accountability for the decisions it makes. The District has the statutory authority to adopt its own budget, to levy taxes, and to issue bonded debt without the approval of another government. It has the right to sue and be sued, and has the right to buy, sell, lease or mortgage property in its own name. Based on these criteria, the District is considered a primary government. In addition, a primary government may also be financially accountable for governmental and non-governmental organizations that are fiscally dependent on it. The District has determined that the Joliet Junior College Foundation and its subsidiary meet these criteria and has been included in the District's reporting entity. This component unit is described in the footnotes to the financial statements.

PROFILE OF THE GOVERNMENT

History

Joliet Junior College is the nation's first public community college. In 1901, Joliet Township High School Superintendent J. Stanley Brown and University of Chicago President William Rainey Harper developed a program in which Joliet area students could complete the first two years of baccalaureate coursework at the local high school and then transfer to the University of Chicago for the final two years of study. That first class consisted of six students; today, the College has grown to more than 35,000 credit and non-credit students.

Joliet Junior College is a comprehensive suburban community college and continues to offer pre-baccalaureate programs for students planning to transfer to four-year colleges and universities. In addition, the college provides career preparation training, workforce development and a lifetime of learning to the diverse community it serves.

Classes are offered during the day, evening and weekends at the Main Campus on Houbolt Road in Joliet, the City Center Campus in downtown Joliet, the Romeoville Campus in Romeoville, the Frankfort Education Center in Frankfort, the Morris Education Center in Morris, the Weitendorf Agricultural Education Center in Joliet and at satellite sites throughout the District's seven counties, which include parts of Will, Grundy, Kankakee, Kendall, LaSalle, Livingston and Cook Counties.

The District has 21 buildings that range in age from 3 to 45 years and are in remarkable shape due to the District's proactive maintenance program.

The District's mission is determined by the Illinois Community College Act, which establishes the statewide community college system. Simply stated, the mission is to serve the post-secondary educational needs of the residents of Community College District No. 525. To fulfill this mandate, the District, through its strategic planning process, has expanded its mission and vision to be in concert with the educational needs of its constituents.

Mission

Joliet Junior College inspires learning, strengthens communities and transforms lives.

Vision

Joliet Junior College is the first choice for learning, working and cultivating pathways to prosperity.

Strategic Goals

1. Enhance the learning experiences of students to prepare them for educational, career and personal success.
2. Provide exceptional and accessible services to students as they explore and pursue their personal, academic and career goals through the college's guided academic pathways.
3. Strengthen operational effectiveness.
4. Elevate the perception of the college
5. Pursue excellence in equity, engagement and inclusion.
6. Improve the coordination of external outreach.

INFORMATION USEFUL IN ASSESSING THE GOVERNMENT'S ECONOMIC CONDITION

Economic Condition and Outlook

The District encompasses not only the far southwest suburban region of Chicago, but it also includes significant rural and unincorporated areas of Northern Illinois. The largest part of the 1,442-square-mile District resides in Will and Grundy Counties. Will County has the distinction of being one of the fastest growing counties in Illinois. Its growth over the last 10 years is due primarily to low unemployment, good transportation availability and its proximity to the Chicago metropolitan area. As the economy continues to improve slowly, the assessed value increased by \$790 million in Will County of which \$211 million was from new construction that occurred within the County.

Grundy County is the second largest county in the District and is mostly rural. As Chicagoland continues to expand southwest, Grundy County has also experienced growth. In this year alone, \$24 million in new construction occurred in Grundy County and the assessed value increased by \$82 million. In addition, CPV Three Rivers, LLC has announced plans to develop a 1,100 megawatt natural gas-powered electric generating facility valued at \$1 billion within the county.

In developing the District's budget for the year ending June 30, 2021, new assessed value growth was estimated at \$250 million, or only a 1.2% increase. Property tax revenue is expected to increase 3.5% in total. The total tuition and fee rate was not increased and is \$148 per credit hour. Credit hour enrollment is projected to not increase from last year due to the strong economy and low unemployment rate and State revenues are budgeted equal to actual FY20 allocation. The District was being conservative based on the State's financial uncertainty and inconsistencies is adopting budgets over the past few years. Subsequent to the District approving the FY21 budget, the State adopted the FY21 budget that funded community colleges at 100% of the previous year's budget. During the time that District was finalizing its budget, the State issued a stay-at-home order due to the pandemic. The stay-at-home was lifted during the summer, but restrictions concerning the size of gatherings remains in place. Due to the pandemic, State revenue is a major concern. In addition, while summer enrollment had increased slightly over the previous year, fall enrollment is currently trending 14% down from the previous year. To ensure ongoing financial viability by offsetting potential lost revenue, the District identified contingency items that range from not filling vacant positions to restricting travel to deferring capital projects. These items will not be released until State disbursements and enrollment are known.

Major Initiatives

In 2018 the college updated its master plan. Unlike the previous two master plans, this plan does not consider large-scale new construction projects. Instead, the master plan focuses on recapturing and remodeling existing spaces. To minimize the burden on taxpayers and students, the college intends to fund major capital and programmatic projects through the use of operating surpluses rather than debt issuances. Capital projects currently under consideration include the renovation and expansion of the college's police station, renovation of unutilized space at the main campus to house a respiratory therapy program, purchase of land in the eastern portion of the college's district for future expansion, completion of site work at the college's City Center campus, and construction of a bridge to connect two remote wings of the main campus.

In addition, to better serve the needs of our community and students, new academic programs consisting of Occupational Therapy and Medical Assistant are being evaluated for possible implementation.

Three-Year Financial Plan: As a part of its planning activities, the District developed a *Three-Year Financial Plan* that is consistent with the strategic goals. This financial plan, which is updated annually, is presented to the Board of Trustees in January of each year. The plan identifies major areas of concern that must be addressed if the college is to continue to fulfill its mission, vision, and strategic planning initiatives:

- Addressing potential impact of the state's fiscal crisis on the District's budget
- Reallocate existing resources to fund new requests
- Realistic projections in property tax revenues
- No tuition increase
- No enrollment growth
- Emphasis on student success
- Responsible reserves
- Implement action plans from the strategic plan

Financial Information

Internal Control. Management of the District is responsible for establishing and maintaining internal controls designed to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The 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 require estimates and judgments by management.

Budgetary Controls. The District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the District's Board of Trustees. The following activities are included in the annual budget:

Current Unrestricted
 Educational Accounts
 Operations and Maintenance Accounts
 Capital Projects Fund (Operations and Maintenance – Restricted)
 Auxiliary Enterprises
 Audit
 Liability, Protection and Settlement
 Working Cash
 Self-Insurance
Current Restricted
 Restricted Purpose
 General Obligation Bond

The level of budgetary control (that is, the level at which expenditures cannot exceed the budget amount) is established for each individual fund. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

OTHER INFORMATION

Awards. The Association of School Business Officials International awarded a Certificate of Excellence in Financial Reporting to Joliet Junior College for its June 30, 2019 Comprehensive Annual Financial Report. The Certificate of Excellence in Financial Reporting Program is a prestigious national award, recognizing conformance with the highest standards of financial reporting. Fiscal 2019 was the twentieth year the District received this award for financial reporting.

Letter to the Citizens of Joliet Junior College
Community College District No. 525

In addition, the Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Joliet Junior College for its comprehensive annual financial report for the fiscal year ended June 30, 2019. Fiscal 2019 was the eighteenth year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

These certificates are valid for a period of one year only. The administration believes the current comprehensive financial report continues to conform to these high standards of financial reporting and will be submitted for review.

In March 2019, the District received a certificate of recognition as a community college district by the Illinois Community College Board. Recognition is a statutory term describing the status of a community college district that meets instructional, administrative, financial, facility, and equipment standards as established by the ICCB. Community colleges are recognized on a five-year cycle. The District's current certificate of recognition is effective through March 31, 2024.

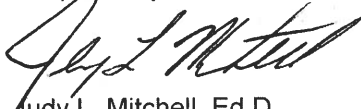
In January, 2015, the Higher Learning Commission announced the District had received reaffirmation of accreditation through the Academic Quality Improvement Program (AQIP). Reaffirmation of accreditation involves a focused visit from an accreditation team, the completion of an institutional Systems Portfolio and several action projects, and several other compliance reports and activities. In January 2018, the District submitted a mid-cycle Systems Portfolio describing processes, results, and improvements as well as evidence the institution continues to meet HLC's five criteria for accreditation. During fiscal year 2019, the District completed an HLC mid-cycle comprehensive quality review (CQR) in preparation for transitioning from the AQIP pathway to the Standard pathway. (HLC is phasing out the AQIP pathway.) The CQR process included a Quality Highlights Report which updated the Systems Portfolio, a federal compliance review, on-site peer review visit, a student opinion survey, and comments from third parties. An HLC team prepared a mid-cycle CQR report indicating the District met all criteria for accreditation and no interim monitoring or sanctions were recommended. On July 30, 2019 the Higher Learning Commission accepted the mid-cycle comprehensive quality review report and the District was placed on the Standard Pathway. The District's next reaffirmation of accreditation will be during the 2022-23 academic year.

Independent audit. State statutes require an annual audit by independent certified public accountants. The accounting firm of Baker Tilly US, LLP was selected by the District's Board of Trustees. The auditors' report on the financial statements and schedules is unmodified and is included in the financial section of this report.

Acknowledgments. We wish to thank the members of the Board of Trustees for their interest and support in conducting the financial operations of the District to the degree of excellence necessary for continuance of operation of the District in a responsible manner.

The timely preparation of the comprehensive annual financial report was made possible by the continued dedicated service of Joliet Junior College's Financial Services staff.

Respectively submitted,



Judy L. Mitchell, Ed.D.
President



Jeffrey A. Heap, CPA
Sr. Director of Financial Services & Controller

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

Principal Officials
Year Ended June 30, 2020

BOARD OF TRUSTEES		
Name	Position	Term Expires
Robert Wunderlich	Chair	2021
Maureen Broderick	Vice Chair	2021
John (Jake) Mahalik	Secretary	2025
Nancy Garcia Guillen	Trustee	2025
Alicia Morales	Trustee	2023
Daniel O'Connell	Trustee	2023
Berry Washington	Trustee	2025
Dontae Crowder	Student Trustee	2020

OFFICERS OF THE COLLEGE	
Name	Title
Judy L. Mitchell, Ed.D	President
Yolanda Farmer, Ed.D.	Vice President, Student Development
Amy Gray, MD, MEd.	Interim Vice President, Academic Affairs
Pat Van Duyne	Interim Vice President, Administrative Services

OFFICIALS ISSUING REPORT:

Jeffrey A. Heap, CPA, Sr. Director of Financial Services & Controller
Jennifer Steffes, CPA, Assistant Controller

DIVISION ISSUING REPORT:

Financial Services

ORGANIZATIONAL CHART

DIVISIONS AND DEPARTMENTAL CODES

B O A R D O F T R U S T E E S	P R E S I D E N T	Vice President Academic Affairs 01-18101, 05-10519, 05-39311	Dean Arts & Sciences 01-14525 01-18110	Dept Chair English/Philosohy/World Languages 01-10005, 05-10505		
				Dept Chair Fine Arts 01-10002, 05-10002, 05-10502		
				Dept Chair Math 01-10008, 05-10508		
				Dept Chair Nat Science/Physical Education 01-10009, 05-10009, 05-10509		
				Dept Chair Social/Behavioral Science 01-10014, 05-10514		
				Extended Campus Frankfort 01-14525		
			Dean Academic Excellence & Support 01-18102, 01-18108, 01-18113, 01-19006, 05-18108	Director iCampus 01-14501, 01-23105, 05-23105		
				Dept Chair Library 01-21102, 05-21102, 05-69122		
				Manager Dual Credit and P20 Partnerships		
			Dean Career & Technical Education 01-18115 06-14949	Dept Chair Agriculture/Horticulture/Veterinary Sciences 01-10001, 01-10018, 01-14522, 05-10501, 05-10518, 05-69090, 05-69095, 05-69101		
				Dept Chair Business Education 01-10003, 05-10503		
				Dept Chair Technical Education 01-10015, 05-10515, 05-69070		
		Dean Applied Arts, Workforce Education and Training 01-18120, 05-17911-15, 05-41104	Dept Chair Culinary Arts 01-10016, 05-10016, 05-10516, 05-49784, 05-61174			
			Director Workforce Education 01-14514, 05-17943, 05-17952, 06-16513, 06-16516-19, 06-42503, 06-42505, 06-42616, 06-42631			
			Extended Campus City Center 01-14515			
			Extended Campus Morris 01-14520			
		Dean Nursing, Health & Public Services 01-18125	Dept Chair Nursing 01-10017, 05-10517	Health Care/Continuing Ed 05-17933		
			Dept Chair Health & Public Services 01-10025, 01-19906, 05-10525			
		Sr. Director Institutional Effectiveness 01-94114				
		Vice President Administrative Services 01-82111	Senior Director Business & Auxiliary Services 01-82113	Manager Bookstore & Auxiliary Support Services 05-62022		
				Manager Early Childhood Center 05-69069		
				Manager Food Service 05-61021, 05-61022		
				Manager Purchasing 01-82113		
				Mail Center 01-93112		
				Print Services 01-88118		
			Director Campus Safety & Police Chief 02-74204, 05-93204	Commanders	Sworn Police Officers & Sergeants	
					Campus Safety Officers	
Communications Staff						
Records Staff						
Senior Director Facility Services 02-76206, 02-78208, 02-92209, Fund 03	Assistant Director Roads & Grounds 02-73203					
	Superintendent Custodial Services 02-72202					
	Superintendent Maintenance 02-71201					
	Construction Management					
	Receiving 02-93113					
Senior Director Financial Services & Controller 01-42602 01-82112, 12-82112	Assistant Controller					
	Manager Budget					
	Manager Accounting					
	Manager Payroll					
	Bursar, Student Accounts					
Manager Environmental, Health, & Safety 02-79109	PT EHS Specialist					
01-91111	01-81111					

01-91111

01-81111

ORGANIZATIONAL CHART

DIVISIONS AND DEPARTMENTAL CODES

B O A R D O F T R U S T E E S	P R E S I D E N T	Vice President Student Development 01-38308	Dean Enrollment Management 01-31303	Director Admissions & Recruitment 01-31301, 05-31301	
				Director Financial Aid/Veteran's Affairs 01-34304, 06-34304	
				Registrar 01-31300, 05-31300	
				Coordinator International Student Services 01-36310	
			Dean Students 01-32301, 05-32301, 05-63016, 05-63017, 05-69120, 06-32301	Director Student Activities & Campus Life & Student Wellness Advocate 01-33303, 01-36306, 05-36306, 05-65400 Holistic Wellness	
				Dean Academic Intervention and Support 01-32315	Developmental Education
					College Transfer
					Transfer Advising Specialist
			Dean Student Success 01-32303, 01-32305, 01-32307		First Year Experience 01-39311
				Director Academic Interv & Accom 01-23101 , 01-23104, 05-23104, 06-34304	
				Director Career Services 01-35305, 05-35306	
				Director Multicultural Student Affairs 01-39310	
			Director Project Achieve 06-19551, 06-41411		
			GSD / NSO Coordinator 01-39311, 05-39311		
			Director Athletics 05-64088, 05-64600	Coordinator Women's Athletics	
				Student-Athlete Retention Specialist	
				Athletics 05-64564	
		Chief Information Officer 01-95115 02-93114 05-95116 05-95117	Director Technology Support Services	Technology Support 01-29109	
			Director Enterprise Applications		
			Director Project Management & Enterprise Architecture	Manager Network Services	
			Senior Director Information Security		
			Manager Media Services 01-22103		
		Executive Director Human Resources 01-84114 Prof. Development 01-92113	Director Human Resources	Manager, Employment & HR Administrative Services	
			Manager Human Resources & Labor Relations		
			Manager Human Resources - Compensation & Benefits		
		Executive Director Institutional Advancement 01-86116 06-96963	Assistant Director Institutional Advancement	Manager Alumni Relations and Annual Fund	
			Director Grants Development, Compliance, Performance 01-86118		
			Manager Finance & Scholarship		
		Executive Director Communications & Marketing 01-83116, 05-63006	Director, Marketing & Creative Services 01-83113	Project Coordinator, Digital Content Specialist, Marketing Assistant, 3 Designers	
			Communications and Media Coordinator	Communications Specialist	
			Assistant Communication and External Relations		
01-91111	01-81111	Executive Director Diversity, Equity, Inclusion & Compliance 01-81113	Compliance Officer 01-81115		



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

**Joliet Junior College, Illinois
Community College District No. 525**

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Joliet Junior College
Community College District No. 525
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Joliet Junior College - Community College District No. 525
Joliet, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities and the discretely presented component unit of Joliet Junior College - Community College District No. 525, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Joliet Junior College - Community College District No. 525's basic financial statements as listed in the 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Joliet Junior College Foundation and subsidiaries (the "Foundation") which represents Joliet Junior College - Community College District No. 525's entire discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Foundation, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards*.

To the Board of Trustees
Joliet Junior College - Community College District No. 525

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 over financial reporting relevant to Joliet Junior College - Community College District No. 525'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 Joliet Junior College - Community College District No. 525'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, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the discretely presented component unit of Joliet Junior College - Community College District No. 525 as of June 30, 2020 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Schedule of District's Proportionate Share of Net Pension Liability, the Schedule of District Contributions, and the Schedule of District's Proportionate Share of the Net OPEB Liability and District Contributions as 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.

To the Board of Trustees
Joliet Junior College - Community College District No. 525

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Joliet Junior College - Community College District No. 525's basic financial statements. The Introductory Section, Statistical Section, Supplementary Information, Uniform Financial Statements, and Certification of Chargeback Reimbursement as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Uniform Financial Statements and the Certification 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 Uniform Financial Statements and the Certification of Chargeback Reimbursement are fairly stated in all material respects, in relation to the basic financial statements as a whole.

The Introductory Section, Statistical Section, and Supplementary Information have not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 1, 2020 on our consideration of Joliet Junior College - Community College District No. 525's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Joliet Junior College - Community College District No. 525's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Joliet Junior College - Community College District No. 525's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Baker Tilly US, LLP". The signature is written in a cursive, flowing style.

Oak Brook, Illinois
October 1, 2020

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2020

This section of Joliet Junior College Community College District No. 525's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ended June 30, 2020. Please read it in conjunction with the transmittal letter found in the introductory section and the District's financial statements.

The management's discussion and analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, issued June 1999 and Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities*, issued in November 1999.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of two parts: management's discussion and analysis (this section) and the basic financial statements.

The basic financial statements also include notes that explain some of the information in the statements and provide more detailed data. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

FIGURE A-1

Organization of Joliet Junior College - Community College District No. 525 Annual Financial Report

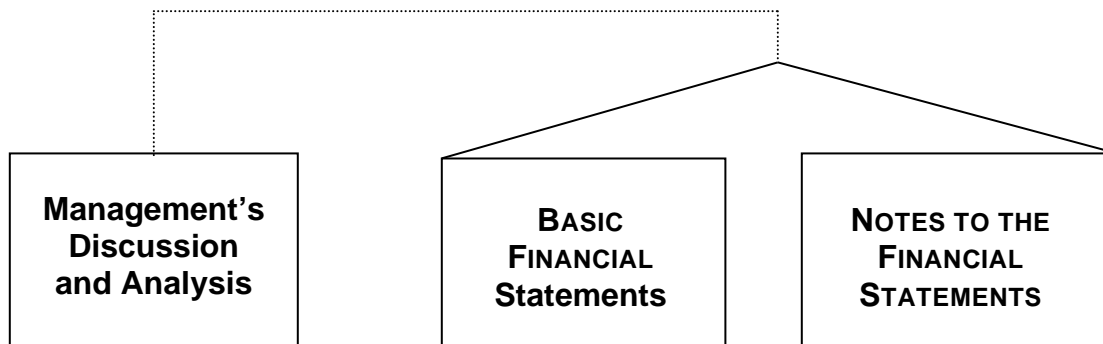


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain.

FIGURE A-2

MAJOR FEATURES OF THE DISTRICT FINANCIAL STATEMENTS

Scope	Entire District (except fiduciary funds)
Required financial statements	<ul style="list-style-type: none">• Statement of net position• Statement of revenues, expenses and changes in net position• Statement of cash flows
Accounting basis and measurement focus	Accrual accounting and economic resources focus.
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term.
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2020

The district-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of revenues, expenses and changes in net position regardless of when cash is received or paid.

The statements report the District's net position and how they have changed. Net position – the difference between the District's assets/deferred outflows of resources and liabilities/deferred inflows of resources – is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, additional non-financial factors such as changes in the District's property tax base and the condition of college buildings and other facilities are considered.

FINANCIAL HIGHLIGHTS

The financial highlights of the District are as follows:

- The District's financial status continues to be strong. During FY20, the District refunded the 2009B G.O. Bonds that resulted in an economic savings of almost \$8.6 million. In addition, all major revenue sources exceeded budget except for tuition due to a slight decline in enrollment and expense lines were under budget.
- Overall revenues were \$180.7 million, \$9.1 million more than expenses.
- Net tuition revenue decreased by 6.4% due to a decrease in credit hours taken offset by a \$2 per credit hour increase in the tuition and fee rate in 2020. Scholarships and tuition allowances increased by 12.9% primarily due to a tuition allowance granted by the college due to the pandemic.
- Total costs increased by approximately 4.1% or \$6.7 million due to budgeted increases in personnel line items and a \$6.4 million increase in the pension contribution the state of Illinois makes on-behalf of the District. These were offset by a \$1.7 million decrease in interest expense from the bond refunding's in FY19 and FY18, a \$1.1 million reduction in the OPEB expense and a \$0.7 million reduction in independent operations.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net position: Changes in net position over time serve as a useful indicator of a government's financial position. The District's combined net position increased 8.8% percent to \$112.7 million during fiscal 2020. (See Figure A-3). Net invested in capital assets totaled \$84.4 million. This reflects the District's investment in capital assets (land, buildings, furniture and equipment), less related debt outstanding that was issued to acquire those items and any unspent proceeds. The District uses these capital assets to provide services to residents of the District; consequently, these assets are not available for future spending. Restricted net position represents resources that are subject to restriction on how they may be spent. Restricted net position totaled \$30.5 million and is committed for debt service, capital projects and specific instructional programs. The remaining balance represents unrestricted net position and is a deficit of \$2.2 million. This is comprised of a \$59.0 million Net OPEB liability offset by \$56.8 million surplus from operations that is available for spending at the District's discretion.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2020

Figure A-3
Condensed Statement of Net Position (in millions of dollars)

	2020	2019	Increase (Decrease)	Percent Change
Current assets	\$ 106.3	\$ 99.6	\$ 6.7	6.7%
Capital assets	227.5	236.3	(8.8)	-3.7%
Noncurrent assets	14.9	11.1	3.8	34.2%
Total assets	348.7	347.0	1.7	0.5%
Deferred outflows of resources	3.6	4.6	(1.0)	-21.7%
Current liabilities	33.7	34.3	(0.6)	-1.7%
Long-term liabilities	196.0	205.4	(9.4)	-4.6%
Total liabilities	229.7	239.7	(10.0)	-4.2%
Deferred inflows of resources	9.9	8.3	1.6	19.3%
Net position:				
Net investment in capital assets	84.4	80.9	3.5	4.3%
Restricted	30.5	26.1	4.4	16.9%
Unrestricted	(2.2)	(3.4)	1.2	-35.3%
Total net position	\$ 112.7	\$ 103.6	\$ 9.1	8.8%

Changes in net position: The District's total revenues were \$180.7 million. (See Figure A-4.) State and federal sources account for the largest share of the District's revenue, contributing approximately 42.3% of every dollar raised and includes the State's \$44.7 million on-behalf pension payment (See Figure A-5.). 35.1% came from real estate taxes, 16.3% came from net tuition and fees and the remainder from sales and service fees and miscellaneous sources.

The total cost of all programs and services was \$171.6 million. The District's program-related expenses are predominantly instructional cost, academic support, student services, and public services which were \$102.6 million or 59.8% of total expenses. Operation and maintenance of the District's facility were \$18.6 million or 10.8% of total expenditures. Independent operations represent auxiliary operations, such as the bookstore and foodservice, which were \$8.0 million or 4.7% of total expenses, which by their nature are intended to be self-supporting. The District's administrative/business activities and institutional support accounted for \$23.2 million or 13.5% of total expenses.

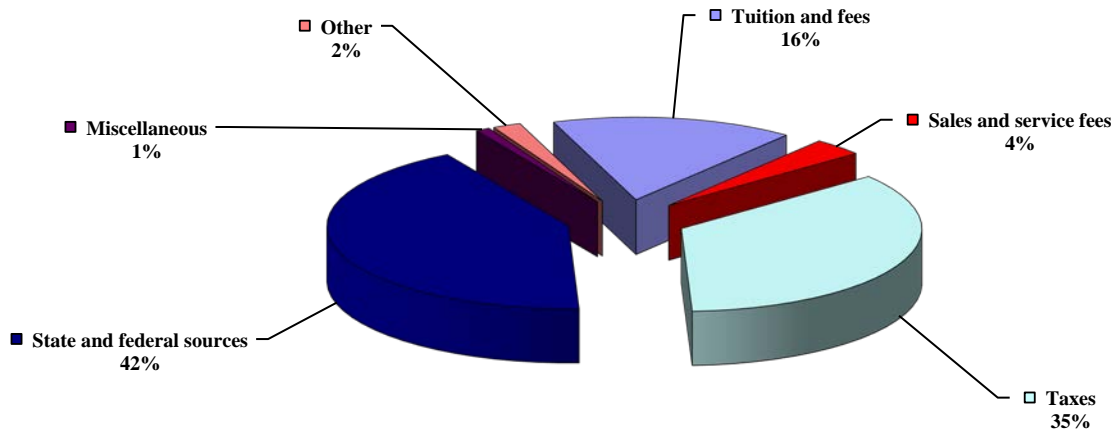
JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2020

Figure A-4
Changes in Net Position from Operating Results (in millions of dollars)

	2020	2019	Increase (Decrease)	Percent Change
Revenues				
Operating revenues:				
Tuition and fees	\$ 45.1	\$ 45.3	\$ (0.2)	-0.4%
Less scholarships and allowances	(15.7)	(13.9)	(1.8)	12.9%
Net tuition and fees	29.4	31.4	(2.0)	-6.4%
Sales and service fees	6.2	7.4	(1.2)	-16.2%
Miscellaneous	1.7	1.6	0.1	6.2%
Non-operating revenues:				
Taxes	63.5	61.2	2.3	3.8%
State and federal sources	76.5	67.7	8.8	13.0%
Other	3.4	3.2	0.2	6.2%
Total revenues	180.7	172.5	8.2	4.8%
Expenses				
Instruction	76.0	71.1	4.9	6.9%
Academic support	6.2	5.9	0.3	5.1%
Student services	17.0	16.4	0.6	3.7%
Public services	3.4	3.5	(0.1)	-2.9%
Operations and maintenance of plant	18.6	17.5	1.1	6.3%
Independent operations	8.0	8.7	(0.7)	-8.0%
General administration	9.0	8.5	0.5	5.9%
Institutional support	14.2	12.4	1.8	14.5%
Depreciation	12.6	12.6	-	0.0%
Interest	6.6	8.3	(1.7)	-20.5%
Total expenses	171.6	164.9	6.7	4.1%
Increase in net position	9.1	7.6	\$ 1.5	
Net position:				
Beginning of year	103.6	96.0		
End of year	\$ 112.7	\$ 103.6		

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2020

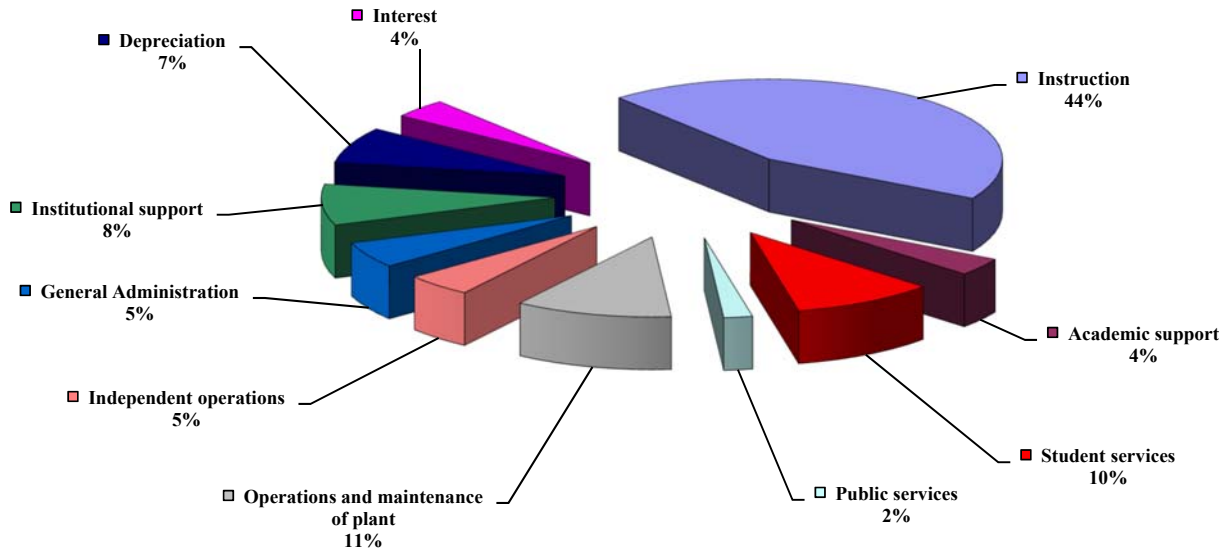
Figure A-5 Revenue for Fiscal Year 2020



Operating revenues, which consist of tuition, sales and service fees, and miscellaneous charges to students, decreased \$3.1 million or 1.8%. Net tuition and fee revenue decreased \$2.0 million or 6.4% due to a \$2 per credit hour increase in the tuition and fee rate in 2020 that was offset by a decrease in credit hours taken. Scholarships and tuition allowances increased by 12.9% primarily due to a tuition allowance granted by the college due to the pandemic. Sales and service fees decreased due to a decline in enrollment and increased book rentals compared to books sold. Non-operating revenues, which consist of property taxes, state and federal sources, and other miscellaneous revenues increased \$11.3 million or 6.6%. Property tax revenues increased 3.8% from new construction in the District. The District's boundaries are predominantly in Will County, which is one of the fastest growing counties in the State of Illinois. State and federal sources of revenue increased \$8.8 million or 13.0% due to a \$1.0 million increase in credit hour grants from the State of Illinois, a \$1.0 million increase in student financial aid from the Department of Education and State of Illinois and a \$6.4 million increase in the pension contribution the state of Illinois makes on-behalf of the District. Other revenues, which are comprised of investment earnings, corporate personal property taxes and capital contributions increased by \$0.2 million or 6.2% due to investment earnings from higher interest rates.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2020

Figure A-6 Expenses for Fiscal Year 2020



Instruction expenses increased by 6.9% due to the increase in the on-behalf pension contribution by the state and budgeted increases in salary and benefit expenses, offset by cost savings resulting from lower enrollment. Academic support expenses increased 5.1% due to the on-behalf pension contribution. Student services increased 3.7% as a result of an increase in student financial aid passed through the District to the students offset by unspent salary and benefit expenses due to vacancies. Operations and maintenance of plant increased 6.3% due to the on-behalf pension contribution, budgeted salary and benefit expenses and additional custodial costs due to the pandemic. Independent operations decreased 8.0% due to a decline in enrollment and increased book rentals compared to books sold. General administration expenses increased 5.9% due to on-behalf pension contribution and budgeted salary and benefit increases. Institutional support increased 14.5% due to the on-behalf pension contribution, vacant positions in the previous year and budgeted salary and benefit increases. Depreciation is unchanged from the previous year. Interest expense decreased 20.5% due to the bond refunding's in 2019 and 2018 that resulted in a reduction in outstanding principal.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets: By the end of 2019, the District has invested \$227.5 million in a broad range of capital assets, including three campuses and three centers, computer and audio-visual equipment, and furniture and equipment. (See Figure A-7.) (More detailed information about capital assets can be found in Note 3 to the financial statements.) Total depreciation expense for the year was net \$12.6 million, while building improvements and additions to equipment and furniture amounted to \$3.8 million.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2020

Figure A-7
Capital Assets (net of depreciation, in millions of dollars)

	2020	2019	Increase (Decrease)	Percent Change
Land	\$ 4.7	\$ 4.7	\$ -	0.0%
Land improvements	20.9	20.7	0.2	1.0%
Buildings and improvements	273.9	269.0	4.9	1.8%
Furniture and equipment	32.7	32.7	-	0.0%
Construction in process	1.0	3.3	(2.3)	-69.7%
	333.2	330.4	2.8	0.8%
Less accumulated depreciation	(105.7)	(94.1)	(11.6)	-12.3%
Capital assets, net	\$ 227.5	\$ 236.3	\$ (8.8)	-3.7%

Long-Term Debt: At year-end, the District had \$206.1 million in general obligation bonds and other long-term debt outstanding – as shown in Figure A-8. (More detailed information about the District's long-term liabilities is presented in Note 4 to the financial statements.)

Figure A-8
Outstanding Long-Term Debt (in millions of dollars)

	2020	2019	Increase/ (Decrease)	Percent Change
General obligation bonds & note (financed with tuition and fees)	\$ 150.7	\$ 158.6	\$ (7.9)	-5.0%
OPEB & other long-term debt	55.4	55.0	0.4	0.7%
Total debt	\$ 206.1	\$ 213.6	\$ (7.5)	-3.5%

Debt service requirements over the next five years average \$14.2 million per year.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2020

FACTORS BEARING ON THE DISTRICT'S FUTURE

The District's management believes it will continue its strong financial position into the future. Standard & Poor's upgraded the District's credit rating to AA from AA- in 2008 and affirmed the rating in 2009, 2012, 2013, 2017 and 2020. Moody's Investors Service gave a credit rating of Aa1 to the District in 2013, but in 2016 downgraded the credit rating to Aa2 due to the impact of the State of Illinois' fiscal and budget challenges. In 2017 and 2018, Moody's Investors Service affirmed the rating of Aa2. Compensation and benefits comprise the largest portion of the District's expenses. There are six bargaining units representing employees of the District, which expire at various times through fiscal year 2023. As long as property tax and tuition revenue increases stay in line with salary increases and there is not a large reduction in state funding, the District projects balanced budgets for the foreseeable future.

COMPONENT UNIT

The District had one component unit. Joliet Junior College Foundation and Subsidiary is a discretely presented component unit because its resources directly benefit the District and its students even though it has a board of directors that are independent of the District. Complete financial statements can be obtained from the Joliet Junior College Foundation, 1215 Houbolt Road, Joliet, Illinois 60431.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Office of the Vice President of Administrative Services, 1215 Houbolt Road, Joliet, Illinois 60431.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
STATEMENT OF NET POSITION
June 30, 2020

	Primary <u>Institution</u> Business-type <u>Activities</u>	Component Unit <u>Foundation</u>
Assets		
Current Assets		
Cash and cash equivalents	\$ 59,668,273	\$ 292,651
Investments	743,799	3,262,872
Restricted cash and cash equivalents	2,674	-
Restricted investments	-	6,716,899
Receivables		
Property taxes, less allowance of \$925,408	34,382,290	-
Government claims and grants	1,569,418	-
Student tuition and fees, less allowance of \$3,618,993	8,278,869	-
Accrued interest	77,827	-
Other, less allowance of \$80,000	7,657	33,858
Prepaid items	894,755	-
Inventories	616,752	-
Total Current Assets	<u>106,242,314</u>	<u>10,306,280</u>
Noncurrent Assets		
Investments	13,845,593	-
Restricted cash and cash equivalents	706,726	-
Restricted investments	365,510	15,624,552
Capital assets, net of accumulated depreciation		
Land	4,677,268	760,000
Construction in progress	913,777	-
Depreciable buildings, property and equipment, net	221,925,504	-
Total Noncurrent Assets	<u>242,434,378</u>	<u>16,384,552</u>
Total Assets	<u>348,676,692</u>	<u>26,690,832</u>
Deferred Outflows of Resources		
Deferred outflows related to other post-employment benefits	<u>3,562,715</u>	-

(Continued)

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
STATEMENT OF NET POSITION
June 30, 2020

	Primary <u>Institution</u> Business-type <u>Activities</u>	Component Unit <u>Foundation</u>
Liabilities		
Current Liabilities		
Accounts payable	\$ 2,537,566	\$ 48,257
Accrued salaries and related costs	3,842,038	-
Accrued interest	324,224	-
Other liabilities	214,656	-
Unearned revenue		
Tuition and fees	14,526,296	-
Government claims and grants	416,266	-
Claims payable	1,702,969	-
Current portion of long-term obligations	10,128,275	-
Total Current Liabilities	<u>33,692,290</u>	<u>48,257</u>
Noncurrent Liabilities		
Long-term obligations, including unamortized premium	<u>195,996,744</u>	<u>-</u>
Total Liabilities	<u>229,689,034</u>	<u>48,257</u>
Deferred Inflows of Resources		
Deferred inflows related to other post-employment benefits	<u>9,864,705</u>	<u>-</u>
Net Position		
Net investment in capital assets	84,417,196	760,000
Restricted for		
Donor Restrictions	-	22,341,451
Expendable		
Capital projects	28,263,171	-
Instructional	2,201,695	-
Unrestricted (deficit)		
Other post-employment benefits (deficit)	(58,973,267)	-
Operating	<u>56,776,873</u>	<u>3,541,124</u>
Total Net Position	<u>\$ 112,685,668</u>	<u>\$ 26,642,575</u>

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
Year ended June 30, 2020

	Primary <u>Institution</u> Business-type <u>Activities</u>	Component Unit <u>Foundation</u>
Operating Revenues		
Tuition and fees	\$ 45,125,793	\$ -
Less scholarships and allowances	(15,762,555)	-
Sales and service fees	6,213,359	-
Contributions and special events	-	1,841,391
Miscellaneous	1,664,659	-
Total Operating Revenues	<u>37,241,256</u>	<u>1,841,391</u>
Operating Expenses		
Instruction	76,042,304	-
Academic support	6,165,118	-
Student services	17,027,345	1,217,220
Public services	3,374,818	-
Operations and maintenance of plant	18,640,689	-
Independent operations	7,965,341	-
General administration	9,037,970	701,509
Institutional support	14,200,018	-
Depreciation	12,560,142	-
Total Operating Expenses	<u>165,013,745</u>	<u>1,918,729</u>
Operating Income/Loss	<u>(127,772,489)</u>	<u>(77,338)</u>
Non-Operating Revenues (Expenses)		
Property taxes	63,501,347	-
Corporate personal property replacement taxes	2,108,637	-
State and federal sources	76,461,178	-
Investment income	1,232,066	(104,074)
Interest expense	(6,558,715)	-
Loss on sale of capital assets	(3,586)	-
Total Non-Operating Revenues (Expenses)	<u>136,740,927</u>	<u>(104,074)</u>
Income/Loss Before Capital Contributions	<u>8,968,438</u>	<u>(181,412)</u>
Capital Contributions and Special Items		
Discontinued Operations	-	(1,975)
Capital contributions - donated property	85,500	-
Total Capital Contributions	<u>85,500</u>	<u>(1,975)</u>
Increase (Decrease) in Net Position	<u>9,053,938</u>	<u>(183,387)</u>
Net Position:		
July 1, 2019	<u>103,631,730</u>	<u>26,825,962</u>
June 30, 2020	<u>\$ 112,685,668</u>	<u>\$ 26,642,575</u>

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
STATEMENT OF CASH FLOWS
Year ended June 30, 2020

	Primary Institution Business-type Activities
Cash Flows from Operating Activities	
Tuition and fees	\$ 30,005,742
Payments to suppliers	(40,487,217)
Payments to employees	(64,227,607)
Sales and service fees	6,213,359
Other miscellaneous receipts	1,664,978
Net Cash Used in Operating Activities	<u>(66,830,745)</u>
Cash Flows From Noncapital Financing Activities	
Property taxes	61,159,966
Corporate personal property replacement taxes	2,108,637
State and federal sources	32,208,242
Net Cash Provided by Noncapital Financing Activities	<u>95,476,845</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of capital assets	(4,046,953)
Proceeds from issuance of long-term obligations	66,185,047
Principal paid on long-term obligations	(72,492,745)
Interest paid on long-term obligations	(8,145,238)
Net Cash Used in Capital and Related Financing Activities	<u>(18,499,889)</u>
Cash Flows from Investing Activities	
Proceeds from maturities of investments	15,824,220
Purchase of investments	(14,603,374)
Interest received	1,235,232
Net Cash Provided by Investing Activities	<u>2,456,078</u>
Net Increase in Cash and Cash Equivalents	12,602,289
Cash and cash equivalents	
July 1, 2019	<u>47,775,384</u>
June 30, 2020	<u>\$ 60,377,673</u>

(Continued)

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
STATEMENT OF CASH FLOWS
Year ended June 30, 2020

	<u>Primary Institution Business-type Activities</u>
Reconciliation of Operating Loss to Net Cash Used In Operating Activities	
Operating loss	\$ (127,772,489)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation	12,560,142
On-behalf payments for the State Universities Retirement System of Illinois	44,711,738
OPEB expense	2,674,997
Change in assets and liabilities:	
(Increase) decrease in:	
Receivables	3,024,454
Prepaid items	112,689
Inventories	164,358
Increase (decrease) in:	
Accounts payable	27,577
Accrued salaries and related costs	423,052
Other liabilities	(28,147)
Unearned revenue	(2,381,631)
Claims payable	(347,485)
NET CASH USED IN OPERATING ACTIVITIES	<u>\$ (66,830,745)</u>
Noncash Investing, Capital and Financing Activities	
On-behalf payments for the State Universities Retirement System of Illinois	\$ 44,711,738
OPEB expense	2,674,997
Increase in fair value of investments	26,050
Value of donated capital assets	85,500
Construction in progress included in accounts payable	20,906

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

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JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Joliet Junior College (the District) is subject to the authority of the Illinois Community College Board under the Illinois Board of Higher Education. Initially created in 1901, Joliet Junior College is the nation's oldest post-graduate high school program. In 1967, the voters of 12 high school districts in Will, Grundy, Kendall, and portions of LaSalle and Kankakee counties approved the establishment of Community College District No. 525, the nation's first public community college. Joliet Junior College is governed by a seven member Board of Trustees who are elected to six-year staggered terms through district-wide voting. The Board has three officers (chairman, vice chairman, and secretary) elected on a bi-annual basis.

Financial Reporting Entity: Accounting principles generally accepted in the United States of America require that the financial statements of the reporting entity include: (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. These financial statements present Joliet Junior College (the primary government) and its component unit. The component unit discussed below is included in the District's reporting entity because of its operational significance or financial relationships with the District based on criteria provided in Government Accounting Standards Board Statement No. 61.

Discretely Presented Component Unit: The Joliet Junior College Foundation Foundation), which is a separate not-for-profit entity, is a discretely presented component unit of the District. The Foundation is governed by a board of directors that is independent of the District; however, the Foundation's resources directly benefit the District and its students. The District is also entitled to the resources of the Foundation. Complete financial statements of the Foundation can be obtained from:

Joliet Junior College Foundation
c/o Executive Director
1215 Houbolt Road
Joliet, Illinois 60431

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

Measurement Focus, Basis of Accounting, and Basis of Presentation: The District is a special-purpose government engaged only in business-type activities. Therefore, the District's financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Cash and Cash Equivalents: For purposes of reporting cash flows, all highly liquid investments with a maturity of twelve months or less when purchased are considered to be cash equivalents.

Investments: Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income.

Receivables: All receivables are expected to be received within one year.

Inventories: Inventories consist primarily of supplies and items held for resale by the bookstore. Inventories of supplies are reported at cost and inventories held for resale are valued at the lower of cost or market, on a first-in, first-out basis. The cost is recorded as an expense at the time individual inventory items are utilized or sold.

Prepaid Items: Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Prepaid items are accounted for under the purchases method.

Noncurrent Restricted Cash and Cash Equivalents and Restricted Investments: Noncurrent restricted assets include (a) cash and claims to cash that are restricted as to withdrawal or use for other than current operations, (b) resources that are designated for expenditure in the acquisition or construction of noncurrent assets, or (c) resources that are segregated for the liquidation of long-term debts.

Capital Assets: Capital assets include buildings, property, equipment and infrastructure assets, such as roads. Capital assets are defined by the District as assets with an initial unit cost of \$5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value). Donated capital assets are recorded at their acquisition value at the date of donation. Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Interest incurred during the construction of capital assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period. Straight-line depreciation is used based on the following estimated useful lives:

Buildings and improvements	15 – 50 years
Furniture and equipment	4 – 10 years
Improvements other than buildings	20 years

Compensated Absences: Vacation leave can be accumulated up to 240 hours. Sick leave does not vest and is accumulated at a rate of twenty (20) days per year, with a maximum of 420 days. All vacation leave which is earned during the year is reported as an expense and as a liability.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

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

For the purposes of financial reporting, the State of Illinois and participating employers are considered to be under a special funding situation. A special funding situation is defined as a circumstance in which a non-employer entity is legally responsible for making contributions directly to a pension plan that is used to provide pensions to the employees of another entity or entities and either (1) the amount of the contributions for which the non-employer entity is legally responsible is not dependent upon one or more events unrelated to pensions or (2) the non-employer is the only entity with a legal obligation to make contributions directly to a pension plan. The State of Illinois is considered a non-employer contributing entity. Participating employers are considered employer contributing entities.

Unearned Revenue: Unearned tuition revenue represents that portion of tuition and other fees received before June 30, 2020, but applicable to sessions occurring after June 30, 2020. Unearned government claims and grants represent monies received before all eligibility requirements imposed by the provider have been met.

Property Taxes: Property taxes are levied each year on the basis of the equalized assessed property values in the District as of January 1 of that year. Assessed values are established by each of the respective counties. Property taxes are billed and collected by the various counties included within the District's boundaries. These taxes are assessed in December and become an enforceable lien on the property as of the preceding January 1. A reduction for collection losses, based on historical collection experience, has been provided to reduce the taxes receivable to the estimated amount to be collected.

Property taxes are recognized as revenue on the accrual basis of accounting. The property tax levy passed in December 2019 was recognized as a receivable and revenue for the year ended June 30, 2020.

Long-Term Obligations: Long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are amortized over the life of the applicable bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed at the time of issuance.

Net Position: Net positions are classified as follows:

Net Investment in Capital Assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets, less any unspent debt proceeds.

Restricted Net Position – Consists of net position that has constraints placed on their use either by 1) external groups such as creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

Unrestricted Net Position – All other net positions that do not meet the definition of “restricted” or “net invested in capital assets.”

When both restricted and unrestricted resources are available for use, the District uses restricted resources first and then unrestricted resources as they are needed.

Classification of Revenues and Expenses: Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees and (2) sales and service fees. Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as local property taxes, state appropriations, most federal, state and local grants and interest.

Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. Expenses not meeting this definition are reported as nonoperating expenses.

Use of Estimates: The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Comparative Data: Comparative data has not been presented in the statements since their inclusion would make the statements unduly complex and difficult to read.

Deferred Outflows of Resources: A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense) until that future time.

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

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 2 – CASH AND INVESTMENTS

The District has adopted an investment policy that follows the State statute for allowable investments. That policy limits investments to securities issued to the United States of America and its agencies, interest bearing accounts of any bank as defined by the Illinois Banking Act, collateralized repurchase agreements which conform with paragraph 2(g) and 2(h) of the Public Funds Investment Act of the State of Illinois, Municipal Bonds rated at the time of purchase within the four highest general classifications established by a nationally recognized rating service, and the following investment pools: Illinois School District Liquid Asset Fund, Illinois Funds and Illinois Institutional Investors Trust Fund. Investment products that are considered as derivatives are excluded from approved investments.

Cash, cash equivalents and investments as shown on the District's Statement of Net Position are as follows:

	<u>Fair Value</u>	<u>Investment Maturities</u> <u>(in Years)</u>	
		<u>Less Than 1</u>	<u>1 to 5</u>
Current			
Cash and Cash Equivalents			
Non-interest bearing demand deposits and cash on hand	\$ 1,696,308	\$ 1,696,308	\$ -
Interest bearing demand deposits	38,979,122	38,979,122	-
Illinois School District Liquid Asset Fund	596,900	596,900	-
Illinois Funds	<u>18,395,943</u>	<u>18,395,943</u>	<u>-</u>
Total Cash and Cash Equivalents	<u>59,668,273</u>	<u>59,668,273</u>	<u>-</u>
Investments			
Certificates of deposit	<u>743,799</u>	<u>743,799</u>	<u>-</u>
Noncurrent			
Investments			
Certificates of deposit	<u>13,845,593</u>	<u>-</u>	<u>13,845,593</u>
Restricted Cash and Cash Equivalents			
Interest bearing demand deposits	50,600	50,600	-
Illinois School District Liquid Asset Fund	<u>658,800</u>	<u>658,800</u>	<u>-</u>
Total Restricted Cash and Cash Equivalents	<u>709,400</u>	<u>709,400</u>	<u>-</u>
Restricted Investments			
Certificates of deposit	<u>365,510</u>	<u>-</u>	<u>365,510</u>
Total Cash and Investments	<u>\$ 75,332,575</u>	<u>\$ 61,121,472</u>	<u>\$ 14,211,103</u>

The Illinois Funds and Illinois School District Liquid Asset Funds are shown as maturing in less than one year because the weighted average maturities of the pool's investments are less than one year.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 2 - CASH AND INVESTMENTS (Continued)

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for interest bearing accounts and noninterest bearing accounts. All deposits in excess of \$250,000 were covered by collateral held by the District's agent in the District's name as of June 30, 2020.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Fund's share price, which is the price the investment could be sold for.

Illinois School District Liquid Asset Fund Plus is a not-for-profit investment trust fund formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. Illinois School District Liquid Asset Fund Plus is not registered with the SEC as an investment company. Investments in Illinois School District Liquid Asset Fund Plus are valued at Illinois School District Liquid Asset Fund Plus' share price, which is the price the investment could be sold for.

Custodial Credit Risk: This is the risk that in the event of a financial institution failure, the District's deposits may not be returned to it. The District's policy for investments and deposits requires collateralization on all investments except U.S. Government securities, the approved investment pools and time deposits at in-district financial institutions that are no more than 50% of the capital stock and surplus of that institution. The State and Municipal Bonds are insured or registered or are held by the District or its agent in the District's name. All collateral exposed to custodial risk is held by the District's agent in the District's name.

Concentration of Credit Risk: The District's investment policy does not set a limit on the maximum deposits at a financial institution or in a type of financial instrument.

Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates, the District's policy on investments is to structure the portfolio in a manner as to provide sufficient liquidity to pay obligations as they come due.

Credit Risk: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. The District's investment policy minimizes credit risk by limiting investments to the safest type of securities and diversifying the investment portfolio.

As of June 30, 2020, the District's investments were rated as follows:

Investment Type	Type	Standard & Poor's	Moody's
Illinois Funds	Investment Pool	AAAm	N/A
Illinois School District Liquid Asset Fund	Investment Pool	AAAm	N/A
Investment	Negotiable Certificates of Deposit	N/A	P-1
Investment	Negotiable Certificates of Deposit	N/A	P-2

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 2 - CASH AND INVESTMENTS (Continued)

Fair Value: The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. 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; Level 3 inputs are significant unobservable inputs. The District measures negotiable certificates of deposit based on matrix pricing based on the securities' relationship to benchmark quoted prices. The District measures state and municipal bonds at quoted prices for similar securities in active markets.

Investment Type	June 30, 2020			
	Level 1	Level 2	Level 3	Total
Negotiable Certificates of Deposit	\$ -	\$ 1,730,555	\$ -	\$ 1,730,555

NOTE 3 - CAPITAL ASSETS

A summary of the changes in capital assets for the District for the year ended June 30, 2020, is as follows:

	Balance June 30, 2019	Additions	Deletions/ Transfers	Balance June 30, 2020
Nondepreciated Assets:				
Land	\$ 4,677,268	\$ -	\$ -	\$ 4,677,268
Construction in progress	3,249,870	2,158,060	4,494,153	913,777
Total Nondepreciated Assets	7,927,138	2,158,060	4,494,153	5,591,045
Depreciated Assets:				
Land improvements	20,725,325	212,605	-	20,937,930
Buildings and improvements	268,997,177	4,931,105	-	273,928,282
Furniture and equipment	32,712,975	1,021,997	1,027,601	32,707,371
Total Depreciated Capital Assets	322,435,477	6,165,707	1,027,601	327,573,583
Less accumulated depreciation:				
Land improvements	8,336,015	971,919	-	9,307,934
Buildings and improvements	66,686,443	8,860,261	-	75,546,704
Furniture and equipment	19,089,211	2,727,962	1,023,732	20,793,441
Total Accumulated Depreciation	94,111,669	12,560,142	1,023,732	105,648,079
Depreciable Capital Assets, Net	228,323,808	(6,394,435)	3,869	221,925,504
Capital Assets, Net	\$ 236,250,946	\$ (4,236,375)	\$ 4,498,022	\$ 227,516,549

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 4 - LONG-TERM OBLIGATIONS

The following is a summary of debt transactions of the District for the year ended June 30, 2020:

	Balance <u>July 1, 2019</u>	<u>Additions</u>	<u>Payments</u>	Balance <u>June 30, 2020</u>	<u>Current Portion</u>	<u>Long-term Portion</u>
General Obligation Bond						
Series 2009B	\$ 69,785,000	\$ -	\$ 69,785,000	\$ -	\$ -	\$ -
Add amounts,						
for issuance premium	672,150	-	672,150	-	-	-
General Obligation Refunding Bond						
(Alternate Revenue						
Source), Series 2012	8,740,000	-	100,000	8,640,000	100,000	8,540,000
Add amounts,						
for issuance premium	294,471	-	32,719	261,752	32,719	229,033
General Obligation Refunding Bond						
(Alternate Revenue						
Source), Series 2013A	14,115,000	-	2,340,000	11,775,000	2,570,000	9,205,000
Add amounts,						
for issuance premium	846,364	-	169,273	677,091	169,273	507,818
General Obligation Bond						
(Alternate Revenue						
Source), Series 2013B	44,365,000	-	-	44,365,000	-	44,365,000
Add amounts,						
for issuance premium	1,114,426	-	58,654	1,055,772	58,654	997,118
General Obligation Refunding Bond						
(Alternate Revenue						
Source), Series 2018	17,925,000	-	180,000	17,745,000	105,000	17,640,000
Add amounts,						
for issuance premium	686,075	-	52,775	633,300	52,775	580,525
General Obligation Refunding Bond						
Series 2019	-	60,280,000	-	60,280,000	4,975,000	55,305,000
Add amounts,						
for issuance premium	-	5,905,047	590,502	5,314,545	590,505	4,724,040
Capital lease	382,098	-	87,745	294,353	92,739	201,614
Net OPEB liability	52,596,813	2,937,787	2,863,323	52,671,277	-	52,671,277
Compensated absences	1,072,603	1,372,275	904,137	1,540,741	1,032,297	508,444
Early retirement benefits	961,429	-	90,241	871,188	349,313	521,875
	<u>\$ 213,556,429</u>	<u>\$ 70,495,109</u>	<u>\$ 77,926,519</u>	<u>\$ 206,125,019</u>	<u>\$ 10,128,275</u>	<u>\$ 195,996,744</u>
Totals						

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 4 - LONG-TERM OBLIGATIONS (Continued)

The outstanding debt consists of:

A general obligation refunding bond (alternate revenue source) issue dated December 17, 2012, for the advance refunding of a portion of the Series 2008 bonds to gain overall savings for the college, provides for the retirement of principal of \$100,000 in years 2021 through 2024, \$1,920,000 in 2025, 2,080,000 in 2026, \$1,240,000 in 2027 and \$3,000,000 in 2028. Interest is payable on December 1 and June 1 at 2.00% to 4.00%. The district has pledged tuition revenues for the repayment of these bonds. The original amount of the note was \$9,445,000. These have an "AA" rating from Standard & Poor's.	8,640,000
A general obligation refunding bond (alternate revenue source), Series 2013A, issue dated September 27, 2013, for the advance refunding of a portion of the Series 2008 bonds to gain overall savings for the college, provides for the retirement of principal of \$2,570,000 in 2021, \$2,975,000 in 2022, \$2,905,000 in 2023 and \$3,325,000 in 2024. Commencing in 2014, interest is payable on December 1 and June 1 at 5.00%. The district has pledged tuition revenues for the repayment of these bonds. The original amount of the note was \$14,465,000. These bonds have an "AA" rating from Standard & Poor's, as well as an "Aa2" rating from Moody's Investors Service.	11,775,000
A general obligation bond issue (alternate revenue source), Series 2013B, dated November 19, 2013, for the support of a new multipurpose facility and for improvements to the Romeoville campus, provides for the retirement of principal of \$1,380,000 in 2029, \$1,545,000 in 2030, \$3,375,000 in 2031, \$3,570,000 in 2032, \$5,040,000 in 2033, \$5,305,000 in 2034, \$5,585,000 in 2035, \$5,880,000 in 2036, \$6,190,000 in 2037, and \$6,495,000 in 2038. Commencing in 2014, interest is payable on December 1 and June 1 at 5.00% to 5.50%. The district has pledged tuition revenues for the repayment of these bonds. The original amount of the note was \$44,365,000. These bonds have an "AA" rating from Standard & Poor's, as well as an "Aa2" rating from Moody's Investors Service.	44,365,000
A general obligation refunding bond (alternate revenue source), Series 2018, issue dated June 28, 2018, for the advance refunding of a portion of the Series 2008 bonds to gain overall savings for the college, provides for the retirement of principal of \$105,000 in 2021, \$190,000 in 2023, \$1,730,000 in 2025, \$1,780,000 in 2026, \$2,860,000 in 2027, \$1,290,000 in 2028, \$3,110,000 in 2029, \$3,215,000 in 2030, \$1,670,000 in 2031 and \$1,795,000 in 2032. Interest is payable on December 1 and June 1 at 3.00% to 5.00%. The district has pledged tuition revenues for the repayment of these bonds. The original amount of the note was \$20,395,000. These bonds have an "Aa2" rating from Moody's Investors Service.	17,745,000

(continued)

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 4 - LONG-TERM OBLIGATIONS (Continued)

A general obligation refunding bond, Series 2019, issue dated December 30, 2019, for the advance refunding of the remaining Series 2009B bonds on January 30, 2020 to gain overall savings for the college, provides for the retirement of principal of \$4,975,000 in 2021, \$5,275,000 in 2022, \$5,495,000 in 2023, \$5,900,000 in 2024, \$6,265,000 in 2025, \$6,945,000 in 2026, \$7,690,000 in 2027, \$8,430,000 in 2028 and \$9,305,000 in 2029. Interest is payable on July 1 and January 1 at 3.00% to 5.00%. The escrow account established by this issue invested in bond obligations of the State of Illinois. The original amount of the note was \$60,280,000. These bonds have an "Aa2" rating from Moody's Investors Service.

	60,280,000
Capital lease	294,353
Issuance premium	7,942,460
Net OPEB liability	52,671,277
Compensated absences	1,540,741
Early retirement benefits	<u>871,188</u>
Total Long-Term Obligations	206,125,019
Less: Current portion	<u>(10,128,275)</u>
Total	<u><u>\$195,996,744</u></u>

On December 30, 2019, the District issued \$60,280,000 in Series 2019 General Obligation Refunding Bonds with an average interest rate of 3.77%. The bond proceeds were used to current refund \$65,675,000 of outstanding Series 2009B General Obligation Bonds with an average interest rate of 4.52%. The net proceeds were deposited in an irrevocable trust with an escrow agent and the Series 2009B bonds were redeemed on January 30, 2020. As a result, \$65,675,000 of the Series 2009B bonds were called and the liability for those bonds has been removed from the Statement of Net Position. The District refunded the Series 2009B bonds to reduce its debt service payments over the next 9 years by \$9,648,998 and resulted in an economic gain of \$8,569,782.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 4 - LONG-TERM OBLIGATIONS (Continued)

The summary of the future debt service requirements to amortize the outstanding long-term debt of \$142,805,000, excluding issuance premiums of \$7,942,460, capital lease of \$294,353, net OPEB liability of \$52,671,277, compensated absences of \$1,540,741 and early retirement benefits of \$871,188, as of June 30, 2020 are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 7,750,000	\$ 6,271,813	\$ 14,021,813
2022	8,350,000	5,880,913	14,230,913
2023	8,690,000	5,460,788	14,150,788
2024	9,325,000	5,022,713	14,347,713
2025	9,915,000	4,549,963	14,464,963
2026	10,805,000	4,075,613	14,880,613
2027	11,790,000	3,614,438	15,404,438
2028	12,720,000	3,249,638	15,969,638
2029	13,795,000	2,853,300	16,648,300
2030	4,760,000	2,513,425	7,273,425
2031	5,045,000	2,299,850	7,344,850
2032	5,365,000	2,047,425	7,412,425
2033	5,040,000	1,779,275	6,819,275
2034	5,305,000	1,514,675	6,819,675
2035	5,585,000	1,236,162	6,821,162
2036	5,880,000	942,950	6,822,950
2037	6,190,000	634,250	6,824,250
2038	6,495,000	324,750	6,819,750
Totals	<u>\$ 142,805,000</u>	<u>\$ 54,271,937</u>	<u>\$ 197,076,937</u>

A computation of the legal debt margin of the District as of June 30, 2020, is as follows:

Assessed valuation - 2019 tax levy	<u>\$ 21,757,444,189</u>
Debt limit - 2.875% of assessed valuation	\$ 625,526,520
Less applicable debt:	
General obligation refunding bonds, Series 2019	<u>(60,280,000)</u>
Legal Debt Margin	<u>\$ 565,246,520</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 4 - LONG-TERM OBLIGATIONS (Continued)

Early Retirement Benefits: As provided for in the faculty union agreement, a faculty member is permitted to participate in the "Early Retirement Plan" if they retire prior to reaching the age of 65. To qualify, the faculty must be eligible to retire under the State Universities Retirement System (SURS) and shall have at least fifteen years of full-time service at Joliet Junior College. The College funds this plan on a pay-as-you-go basis. The number of persons currently receiving benefits is 26. For the year ended June 30, 2020, the District's cost under this plan was \$0, with the total amount under these agreements due as follows:

<u>Year Ending</u>	<u>Amount</u>
2021	\$ 349,313
2022	152,500
2023	309,375
2024	<u>60,000</u>
Total	<u>\$ 871,188</u>

Capital Lease: The District leases copier equipment that qualifies as a capital lease for accounting purposes and has been recorded at the present value of the future minimum lease payments as of the inception date. The cost of the leased assets are \$467,269 with a carrying value of \$280,362 as of June 30, 2020. Depreciation on the leased assets was \$93,454 for the year ended June 30, 2020.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2020 were as follows:

<u>Year Ending</u>	<u>Amount</u>
2021	\$ 106,735
2022	106,735
2023	<u>106,736</u>
Total minimum lease payments	320,206
Less: amount representing interest	<u>(25,853)</u>
Present value of minimum lease payments	<u>\$ 294,353</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 4 - LONG-TERM OBLIGATIONS (Continued)

Pledged Revenues: Information related to pledged revenue on the District's debt is as follows:

<u>Debt Issue Series</u>	<u>Pledged Revenue Source</u>	<u>Pledged Revenue</u>	<u>Principal and Interest Retired</u>	<u>Pledge Remaining</u>	<u>Commitment End Date</u>	<u>Principal and Interest as a Percentage of Pledged Revenue</u>
Series 2012 and 2013A	Tuition account revenues	\$ 29,363,238	\$ 3,426,500	\$ 23,732,850	6/1/2028	12%
Series 2013B and 2018	Tuition account revenues and Operations and Maintenance property tax revenues	\$ 48,583,403	\$ 3,209,588	\$ 101,736,137	6/1/2038	7%

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 5 - RETIREMENT COMMITMENTS – STATE UNIVERSITIES RETIREMENT SYSTEM

Pension Plan

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

Benefits Provided: A traditional benefit plan was established in 1941. Public Act 90-0448 enacted effective January 1, 1998, established an alternative defined benefit program known as the portable benefit package. The traditional and portable plan Tier 1 refers to members that began participation prior to January 1, 2011. Public Act 96-0889 revised the traditional and portable benefit plans for members who begin participation on or after January 1, 2011, and who do not have other eligible Illinois reciprocal system services. The revised plan is referred to as Tier 2. New employees are allowed 6 months after their date of hire to make an irrevocable election. A summary of the benefit provisions as of June 30, 2019 can be found in the System's comprehensive annual financial report (CAFR) Notes to the Financial Statements.

Contributions: The State of Illinois is primarily responsible for funding the System on behalf of the individual employers at an actuarially determined amount. Public Act 88-0593 provides a Statutory Funding Plan consisting of two parts: (i) a ramp-up period from 1996 to 2010 and (ii) a period of contributions equal to a level percentage of the payroll of active members of the System to reach 90% of the total Actuarial Accrued Liability by the end of Fiscal Year 2045. Employer contributions from "trust, federal, and other funds" are provided under Section 15-155(b) of the Illinois Pension Code and require employers to pay contributions which are sufficient to cover the accruing normal costs on behalf of applicable employees. The employer normal cost for fiscal year 2019 and 2020 respectively, was 12.29% and 13.02% of employee payroll. The normal cost is equal to the value of current year's pension benefit and does not include any allocation for the past unfunded liability or interest on the unfunded liability. Plan members are required to contribute 8.0% of their annual covered salary. The contribution requirements of plan members and employers are established and may be amended by the Illinois General Assembly.

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). There were no such liabilities for the District at year end.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 5 - RETIREMENT COMMITMENTS – STATE UNIVERSITIES RETIREMENT SYSTEM
(Continued)

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

Net Pension Liability: At June 30, 2019, SURS reported a net pension liability (NPL) of \$28,720,071,173. The net pension liability was measured as of June 30, 2019.

Employer Proportionate Share of Net Pension Liability: The amount of the proportionate share of the net pension liability to be recognized for the District is \$0. The proportionate share of the State's net pension liability associated with the District is \$414,947,588 or 1.4448%. The net pension liability and total pension liability as of June 30, 2019 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 contributions made to SURS during fiscal year 2019.

Pension Expense: At June 30, 2019 SURS reported a collective net pension expense of \$3,094,666,252.

Employer Proportionate Share of Pension Expense: The employer proportionate share of collective pension expense is recognized as on-behalf payments as both revenue and matching expenditure in the financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable contributions made to SURS during fiscal year 2019. As a result, the District recognized on-behalf revenue and pension expense of \$44,711,738 for the fiscal year ended June 30, 2019.

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: Deferred outflows of resources are the consumption of net position by the system that is applicable to future reporting periods.

SURS Collective Deferred Outflows and Deferred Inflows of Resources by Sources

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 160,132,483	\$ 80,170,745
Changes in assumption	773,321,300	-
Net difference between projected and actual earnings on pension plan investments	-	55,456,660
Total	<u>\$ 933,453,783</u>	<u>\$ 135,627,405</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 5 - RETIREMENT COMMITMENTS – STATE UNIVERSITIES RETIREMENT SYSTEM
(Continued)

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

Year Ending June 30	Net Deferred Outflows of Resources
2020	\$ 786,021,133
2021	(11,534,848)
2022	(6,661,326)
2023	30,001,419
Total	<u>\$ 797,826,378</u>

Employer Deferral of Fiscal Year 2019 Pension Expense

The District paid \$227,651 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.

Assumptions and Other Inputs

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

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

Mortality rates were based on the RP2014 Combined Mortality Table with projected generational mortality and a separate mortality assumption for disabled participants.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 5 - RETIREMENT COMMITMENTS – STATE UNIVERSITIES RETIREMENT SYSTEM
(Continued)

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, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	23%	5.25%
Private Equity	6%	8.65%
Non-U.S. Equity	19%	6.75%
Global Equity	8%	6.25%
Fixed Income	19%	1.85%
Treasury-Inflation Protected Securities	4%	1.20%
Emerging Market Debt	3%	4.00%
REITS	4%	5.70%
Direct Real Estate	6%	4.85%
Commodities	2%	2.00%
Hedged Strategies	5%	2.85%
Opportunity Fund	<u>1%</u>	<u>7.00%</u>
Total	100%	4.80%
Inflation		<u>2.75%</u>
Expected Arithmetic Return		7.55%

Discount Rate: 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.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 5 - RETIREMENT COMMITMENTS – STATE UNIVERSITIES RETIREMENT SYSTEM

(Continued)

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 or 1-percentage-point higher:

1% Decrease	Current Single Discount Rate Assumption	1% Increase
5.59%	6.59%	7.59%
\$ 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 comprehensive annual financial report by accessing the website at www.SURS.org.

NOTE 6 – OTHER POST-EMPLOYMENT BENEFITS

Plan Description: The District participates in the Community College Health Insurance Security Fund (CCHISF) (also known as the College Insurance Program, "CIP"), a non-appropriated trust fund held outside the State Treasury, with the State Treasurer as custodian. Additions deposited into the Trust are for the sole purpose of providing the health benefits to retirees, as established under the plan, and associated administrative costs. CIP is a cost-sharing multiple-employer defined benefit post-employment healthcare plan that covers retired employees and their dependents of Illinois community college districts throughout the State of Illinois, excluding the City Colleges of Chicago. As a result of the Governor's Executive Order 12-01, the responsibilities in relation to CIP were transferred to the Department of Central Management Services (Department) as of July 1, 2013. The Department administers the plan with the cooperation of the State Universities Retirement System and the boards of trustees of the various community college districts.

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

The publicly available financial report of the CCHISF Fund may be found on the website of the Illinois Auditor General: [http://www.auditor.illinois.gov/Audit Reports/ABC List.asp](http://www.auditor.illinois.gov/Audit%20Reports/ABC%20List.asp). The current reports are listed under "Central Management Services."

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

On Behalf Contributions to CCHISF: The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to CCHISF from active members. For the year ended June 30, 2020, State of Illinois contributions were \$262,310 and the District recognized on-behalf revenues and expenses of this amount during the year.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 6 – OTHER POST–EMPLOYMENT BENEFITS (continued)

Contributions: The District also makes contributions to CCHISF. The District's contribution was 0.5% of covered salary during the year ended June 30, 2020. For the year ended June 30, 2020, the District paid \$262,310 to CCHISF, which was 100 percent of the required contribution for the year.

CCHISF Fiduciary Net Position: Detailed information about the CCHISF's fiduciary net position as of June 30, 2019 is available in the separately issued CCHISF Annual Financial Report.

Net OPEB Liability: At June 30, 2020, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for the state's retiree insurance support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the collection net OPEB liability	\$ 52,671,277
State's proportionate share of the collective net OPEB liability associated with the District	<u>52,671,277</u>
Total	<u>\$ 105,342,554</u>

The net OPEB liability was measured as of June 30, 2019, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2018 rolled forward to June 30, 2019. The District's proportion of the net OPEB liability was based on the District's share of contributions to CCHISF for the measurement year ended June 30, 2019, relative to the projected contributions of all participating CCHISF employers and the state during that period. At June 30, 2019 and 2018, the District's proportion was 2.788994% and 2.789909%, respectively.

Actuarial Assumptions: The net OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25 percent
Salary increases	3.25 to 12.25 percent, including inflation
Investment rate of return	0.00%
Healthcare Cost Trend Rates Initial	Non Medicare 8.00%; Post Medicare 9.00%
Healthcare Cost Trend Rates Ultimate	4.50% with additional 0.40% added to non-Medicare costs
Fiscal Year the Ultimate Rate is Reached	2022

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

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, 2014 through June 30, 2017.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 6 – OTHER POST-EMPLOYMENT BENEFITS (continued)

Discount Rate: At June 30, 2019, the discount rate used to measure the total OPEB liability was a blended rate of 3.13%, which was a change from the June 30, 2018 rate of 3.62%. Since CCHISF is financed on a pay as you go basis, the discount rate is based on the 20-year Municipal GO AA Index.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate: The following presents the net OPEB liability of the District, as well as what the District's net 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 discount rate:

1% Decrease 2.13%	Current Single Discount Rate Assumption 3.13%	1% Increase 4.13%
\$ 60,452,722	\$ 52,671,277	\$ 46,066,754

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate: The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 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 rate of 4.90% in 2027 for non-Medicare coverage and 9.00% in 2020 decreasing to an ultimate rate of 4.50% in 2029 for Medicare coverage:

1% Decrease	Healthcare Cost Trend Rate	1% Increase
\$ 43,713,955	\$ 52,671,277	\$ 64,507,867

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 6 – OTHER POST-EMPLOYMENT BENEFITS (continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:
For the year ended June 30, 2020, the District recognized OPEB expense of \$2,937,787 and on-behalf revenue and expenditures of \$262,310 for support provided by the state. At June 30, 2020, the District's deferred outflows of resources and deferred inflows of resources related to OPEB were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 617,300	\$ 1,113,879
Changes in assumption	-	7,338,336
Net difference between projected and actual earnings on pension plan investments	-	2,326
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	2,683,077	1,410,164
District Contributions Subsequent to the Measurement Date	262,338	-
Total	<u>\$ 3,562,715</u>	<u>\$ 9,864,705</u>

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net OPEB liability for the year ending June 30, 2021. The remaining amounts reported as deferred outflows and inflows of resources related to OPEB \$(6,564,328) will be recognized in OPEB expense as follows in these reporting years:

Year Ending June 30	Net Deferred Inflows of Resources
2020	\$ (1,312,866)
2021	(1,312,866)
2022	(1,312,866)
2023	(1,312,866)
2024	(1,312,864)
Total	<u>\$ (6,564,328)</u>

NOTE 7 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District is self-insured for employee health insurance and workers' compensation.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 7 - RISK MANAGEMENT (continued)

All known claims and estimated claims incurred but not reported, which are based on historical cost information, have been accrued as a current liability as they are expected to be paid within one year. The District has also purchased stop/loss coverage. An analysis of claims activities consists of the following:

	2020	2019
Balance, July 1	\$ 2,050,454	\$ 2,403,676
Claims incurred	10,590,725	10,230,084
Claims paid	<u>(10,938,210)</u>	<u>(10,583,306)</u>
Balance, June 30	<u>\$ 1,702,969</u>	<u>\$ 2,050,454</u>

Stop loss coverage limits for the year ended June 30, 2020, were as follows:

<u>Type</u>	<u>Stop Loss Coverage Limits</u>	
	<u>Per Occurrence</u>	<u>Aggregate</u>
Workers' compensation	\$ 400,000	\$ 1,000,000
Medical	250,000	N/A

The District has purchased commercial insurance to cover its general liability and property coverages. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. No significant reductions in coverage occurred in the past year.

NOTE 8 - CONTINGENT LIABILITIES AND COMMITMENTS

At June 30, 2020, the District is committed under construction contracts of approximately \$118,000.

The District is a defendant in various lawsuits. Although the outcome of these proceedings is not presently determinable, in the opinion of the District's management through consultation of legal counsel, the resolution of these matters will not have a material adverse effect on the financial statements of the District.

The District has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenses disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 9 - COMPONENT UNIT

The Foundation is a private, not-for-profit organization that reports its financial results under the *Financial Accounting Standards Board (FASB) Accounting Standards Codification*[®] (Codification) which is the source of authoritative generally accepted accounting principles (GAAP) recognized by the FASB. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The financial statements of the Foundation have been reformatted to comply with the classification and display requirements in GASB Statement 34 on the Statement of Net Position and the Statement of Revenues, Expenses, and Changes in Net Position. However, no modifications have been made to the Foundation's financial information in the District's financial reporting entity for revenue recognition or footnote disclosure differences.

Summary of Significant Accounting Policies

Fund Accounting: To ensure observance of limitations and restrictions placed on the use of resources available to the Foundation, the accounts of the Foundation are maintained in accordance with principles of "fund accounting." This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purpose. Separate accounts are maintained for each fund; however, in the accompanying financial statements, the funds are combined and fund balances with similar characteristics are combined and reported.

Under the Codification, the Foundation reports its fund balances as net assets. Net assets is classified into one of two classes of net assets based on the existence or absence of donor-imposed restrictions. The following is a description of each class:

Without Donor Restrictions: Net assets without donor restrictions include all net assets, which are neither temporarily or permanently restricted.

With Donor Restrictions: Net assets with donor restrictions include temporarily restricted net assets for which donor imposed time and purpose restrictions have not been met and the ultimate purpose of the contribution is not permanently restricted. Net assets with donor restrictions also include permanently restricted net assets, which require by donor restriction that the corpus be invested in perpetuity and only the income be made available for program operations in accordance with donor restrictions.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 9 - COMPONENT UNIT (Continued)

Cash and Cash Equivalents: Cash and cash equivalents include checking accounts, savings accounts, and repurchase agreements with maturity dates of 90 days or less. Money market mutual funds are considered investments for financial reporting purposes.

Concentration of Credit Risk: The Foundation and Foundation Housing maintain cash balances in banks located in Joliet, Illinois. The balances for these accounts at times exceed \$250,000, the amount insured by the Federal Deposit Insurance Corporation (FDIC).

Investments: Investments are composed of publicly traded securities, which are carried at fair value and money market funds and certificates of deposits, which are carried at cost, but which approximates fair value.

The Foundation has ownership of certain cash and cash equivalents held by an outside investment manager for the benefit of the Foundation. Although these cash and cash equivalents are readily available, it is the intent of the Foundation to hold these cash and cash equivalents for investment purposes; and accordingly, these cash and cash equivalents are classified as investment assets in the consolidated financial statements.

Contributions: Contributions received are recorded as with or without donor restrictions depending on the existence and/or nature of any donor restrictions. All donor-restricted support is reported as an increase in net assets with donor restrictions.

Temporary restricted contributions received in the same year in which the restriction is met are recorded as contributions with donor restrictions and released from restriction.

Donated Property: Donated property is recorded at its fair value at the date of donation. If donors stipulate how long the assets must be used or held, the contributions are recorded as restricted support. In absence of such stipulations, contributions of property are recorded as unrestricted support.

Accounting Estimates: The preparation of financial statements requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Advertising: Advertising costs are expensed as incurred and included in operating costs. Advertising expense amounted to \$0 for the year ended June 30, 2020.

Endowment: The Foundation's endowment consists of many funds established for a variety of purposes. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence of absence of donor-imposed restrictions.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 9 - COMPONENT UNIT (Continued)

The Board of Directors of the Foundation has interpreted state law as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulation to the contrary. As a result of this interpretation, the Foundation classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the directions of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the purposes of the Foundation and the donor-restricted endowment fund.

The Foundation has authorized that the amount to be allocated to operations from the endowment fund be determined by applying a spending rate determined annually based on investment income. For fiscal year ended 2020, the amount authorized was \$472,501.

Functional Expenses - Allocation of Costs: Expenses are charged to each program based on direct expenditures incurred. Any program expenditures not directly chargeable to a specific program are charged to unrestricted expenses.

Investments

Investments consist of the following as of June 30, 2020:

	<u>Cost</u>	<u>Fair Value</u>
Money market funds	\$ 693,286	\$ 693,286
U.S. Treasury and governmental agency obligations	402,977	408,231
Common stock	82,325	75,283
Corporate and other obligations	5,215,907	5,224,488
Mutual funds	<u>17,956,131</u>	<u>19,203,035</u>
Total Investments	<u>\$ 24,350,626</u>	<u>\$ 25,604,323</u>

The following schedule summarizes investment returns and their classification in the statement of activities for the year ended June 30, 2020:

	<u>Without Donor Restrictions</u>	<u>With Donor Restriction</u>	<u>Total</u>
Interest and dividend income	\$ 136,744	\$ 542,547	\$ 679,291
Interest and dividends from discontinued operations	2	-	2
Net realized and unrealized gain (loss), net of fees	<u>(86,860)</u>	<u>(696,505)</u>	<u>(783,365)</u>
Total investment income	<u>\$ 49,886</u>	<u>\$ (153,958)</u>	<u>\$ (104,072)</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 9 - COMPONENT UNIT (Continued)

Fair Value Measurement

The fair value measurements and levels within the fair value hierarchy of those measurements for the assets reported at fair value on a recurring basis at June 30, 2020 are as follows:

	<u>Fair Value</u>	Quoted Prices in Active Markets for Identical Assets (Level 1)
U.S. Treasury and governmental agency obligations	\$ 408,231	\$ 408,231
Corporate and other obligations	5,224,488	5,224,488
Common stock and equity funds	<u>19,278,318</u>	<u>19,278,318</u>
 Total Investments	 <u>\$ 24,911,037</u>	 <u>\$ 24,911,037</u>

Excluded from the above amounts are money market funds totaling \$693,286.

Other Receivables

Other receivables are comprised of the following amounts at June 30, 2020:

	<u>Amount</u>
Interest and dividends receivable on the Foundation's investments	\$ 13,193
Contributions receivable	<u>20,665</u>
	 <u>\$ 33,858</u>

Property and Equipment

Property and equipment consists of contributed land stated at its fair market value at the date of contribution.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 9 - COMPONENT UNIT (Continued)

Income Taxes

The Foundation is exempt from income taxes under Section 501 (c)(3) of the Internal Revenue Code. In addition, the Foundation qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation. It is the intent of the Foundation to avoid any action that would jeopardize the tax status of the Foundation.

Related Parties

The Foundation recognized \$506,350 of contribution income during the year ended June 30, 2020 for salary, benefits, and operating costs provided by the College.

Endowments and Net Asset Classifications

Changes in the net assets for the year ended June 30, 2020 are as follows:

	Without Donor Restriction	With Donor Restriction	Total
Investment return:			
Divident and interest	\$ 136,744	\$ 542,547	\$ 679,291
Net realized and unrealized appreciation (depreciation)	(86,860)	(696,505)	(783,365)
	49,884	(153,958)	(104,074)
Contributions	55,340	1,279,701	1,335,041
Appropriation of assets for expenditure	(292,988)	(1,119,391)	(1,412,379)
Transfer of accumulated appreciation	(1,667,557)	1,667,557	-
Total changes in net assets	(1,855,321)	1,673,909	(181,412)
Net assets, beginning of year	6,156,445	20,667,542	26,823,987
Net assets, end of year	<u>\$ 4,301,124</u>	<u>\$ 22,341,451</u>	<u>\$ 26,642,575</u>

	Without Donor Restriction	With Donor Restriction	Total
Donor restricted endowment funds	\$ -	\$ 22,341,451	\$ 22,341,451
Board designated endowment funds	4,301,124	-	4,301,124
Net assets	<u>\$ 4,301,124</u>	<u>\$ 22,341,451</u>	<u>\$ 26,642,575</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 9 - COMPONENT UNIT (Continued)

Investment Value Allocation

Prior to July 1, 2019, the Foundation recorded all market appreciation and depreciation as unrestricted income or loss. This income, if available, was allocated to the endowment funds by the Board of Directors. A reserve of accumulated market appreciation was maintained in the unrestricted fund to protect the endowments from market depreciation. As of July 1, 2019, the Board of Directors voted to allocate accumulated market appreciation earned on endowment investments prior to July 1, 2019 to Donor Restricted Net Assets. The endowment assets as of July 1, 2019 had accumulated market appreciation of \$1,667,557. This amount was transferred to Donor Restricted Net Assets as of July 1, 2019. Additional market gains or losses for fiscal 2020 are recorded in Donor Restricted Net Assets.

Net Assets with Donor Restrictions

Net Assets with Donor Restrictions as of June 30, 2020 are available for the following:

	Temporarily <u>Restricted</u>	Permanently <u>Restricted</u>
Academic support	\$ 1,241,522	\$ -
Student support	<u>5,475,377</u>	<u>15,624,552</u>
Total restricted net assets	<u>\$ 6,716,899</u>	<u>\$ 15,624,552</u>

Restricted (endowed) net assets as of June 30, 2020 are restricted for investment in perpetuity, the income from which is expendable for student support.

Discontinued Operations

In prior years, Foundation Housing, LLC was consolidated in the Foundation's financial statements. On May 20, 2020, Foundation Housing, LLC was officially terminated. As of June 30, 2020, Foundation Housing, LLC had no assets or liabilities. Foundation Housing, LLC's final revenues and expenses are included as discontinued operations for the year-ended June 30, 2020.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2020

NOTE 9 - COMPONENT UNIT (Continued)

Availability of Financial Assets

The Foundation has not formally adopted a liquidity policy. Funds are maintained in Foundation cash accounts until needed. As noted in Net Assets with Donor Restrictions, certain financial assets are set aside or restricted for various purposes. The following assets are available to meet cash needs for general expenditures within one year, without contractual or donor restrictions.

	2020	2019
Cash and cash equivalents	\$ 292,651	\$ 343,155
Money market funds	693,286	3,094,097
Contributions receivable	<u>20,665</u>	<u>6,725</u>
 Total unrestricted net assets	 <u>\$ 1,006,602</u>	 <u>\$ 3,443,977</u>

NOTE 10 - PRONOUNCEMENTS ISSUED BUT NOT YET ADOPTED

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 83, *Asset Retirement Obligations*, GASB Statement No. 84, *Fiduciary Activities*, GASB Statement No. 87, *Leases*, GASB Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*, GASB Statement No. 90, *Majority Equity Interests*, GASB Statement No.91, *Conduit Debt Obligations*, GASB Statement No. 92, *Omnibus*, GASB Statement No. 93, *Replacement of Interbank Offered Rates*, GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Agreements*, GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, and GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*.

The statements listed above through Statement No. 93 had their required effective dates postponed by one year with the issuance of Statement No. 95, *Postponement of Effective Dates of Certain Authoritative Guidance*, with the exception of Statement No. 87 which was postponed by one and a half years.

When they become effective, application of these standards may restate portions of these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

REQUIRED SUPPLEMENTAL INFORMATION
DEFINED BENEFIT PENSION PLAN
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
LAST SIX FISCAL YEARS

	2015	2016	2017	2018	2019	2020
College's Proportion of the Net Pension Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
College's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Nonemployer Contributing Entities' Proportionate Share of the Net Pension Liability associated with the College	<u>\$ 287,509,206</u>	<u>\$ 312,270,836</u>	<u>\$ 352,927,813</u>	<u>\$ 374,674,183</u>	<u>\$ 391,989,895</u>	<u>\$ 414,947,588</u>
Total	<u>\$ 287,509,206</u>	<u>\$ 312,270,836</u>	<u>\$ 352,927,813</u>	<u>\$ 374,674,183</u>	<u>\$ 391,989,895</u>	<u>\$ 414,947,588</u>
College's Covered Payroll	\$ 48,009,715	\$ 47,879,030	\$ 49,059,919	\$ 51,885,946	\$ 50,914,523	\$ 52,197,043
College's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
SURS Plan Net Position as Percentage of Total Pension Liability	44.39%	42.37%	39.57%	42.04%	41.27%	40.71%

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

The amounts presented for each fiscal year were determined as of the year end that occurred one year prior.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

REQUIRED SUPPLEMENTAL INFORMATION
DEFINED BENEFIT PENSION PLAN
SCHEDULE OF DISTRICT CONTRIBUTIONS
LAST SEVEN FISCAL YEARS

	2014	2015	2016	2017	2018	2019	2020
Federal, Trust , Grant and Other Contributions	\$ 109,727	\$ 133,906	\$ 142,648	\$ 164,150	\$ 172,044	\$ 216,306	\$ 227,651
Contribution in relation to Required Contribution	<u>\$ 109,727</u>	<u>\$ 133,906</u>	<u>\$ 142,648</u>	<u>\$ 164,150</u>	<u>\$ 172,044</u>	<u>\$ 216,306</u>	<u>\$ 227,651</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
College Covered Payroll	\$ 921,301	\$ 1,143,518	\$ 1,124,098	\$ 1,310,056	\$ 1,380,770	\$ 1,760,016	\$ 1,748,472
Contributions as a Percentage of Covered Payroll	11.91%	11.71%	12.69%	12.53%	12.46%	12.29%	13.02%
Additional Information:							
On-behalf Payments for Community College Health Insurance Program	\$ 221,116	\$ 225,093	\$ 234,920	\$ 250,455	\$ 243,635	\$ 250,354	\$ 262,310

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

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

REQUIRED SUPPLEMENTAL INFORMATION
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE
OF THE NET OPEB LIABILITY AND DISTRICT CONTRIBUTIONS
LAST FOUR FISCAL YEARS

	2017	2018	2019	2020
College's Proportion of the Net OPEB Liability	2.592016%	2.886844%	2.789909%	2.788994%
College's Proportionate Share of the Net OPEB Liability	\$ 47,173,505	\$ 52,645,550	\$ 52,596,813	\$ 52,671,277
State's Proportionate Share of the Net OPEB Liability	49,150,779	51,952,176	52,596,813	52,671,277
Total Net OPEB Liability	<u>\$ 96,324,284</u>	<u>\$ 104,597,726</u>	<u>\$ 105,193,626</u>	<u>\$ 105,342,554</u>
College's Covered Payroll	\$ 50,091,000	\$ 48,727,000	\$ 50,070,800	\$ 52,462,000
College's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	94.18%	108.04%	105.04%	100.40%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	-2.15%	-2.87%	-3.54%	-4.13%
Contractually Required Contribution	\$ 250,455	\$ 243,635	\$ 250,354	\$ 262,310
Contributions in Relation to the Contractually Required Contribution	<u>250,455</u>	<u>243,635</u>	<u>250,354</u>	<u>262,310</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Contributions as a Percentage of Covered Payroll	0.50%	0.50%	0.50%	0.50%

Note: The System 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 10 years.

The amounts presented for each fiscal year were determined as of the year end that occurred one year prior.

Key Assumptions:

Long-term expected rate of return	0.00%
Municipal bond index	3.13%
Single equivalent discount rate	3.13%
Inflation rate	2.25%
Healthcare cost trend rates - initial	Non-Medicare - 8.00%
	Post-Medicare - 9.00%
Healthcare cost trend rates - ultimate	4.50%
Mortality	RP-2014 Tables

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DEFINED BENEFIT PENSION PLAN
June 30, 2020

Changes of benefit terms. There were no benefit changes recognized in the Total Pension Liability as of June 30, 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 retirement, disability, mortality, turnover, interest and salary of the members and benefit recipients of SURS. An experience review for the years ended June 30, 2014 to June 30, 2017 was performed in February 2018, resulting in the adoption of new assumptions as of June 30, 2018.

- Salary increase. Change assumption to service-based rates, ranging from 3.25 percent to 12.25 percent based on years of service, with underlying wage inflation of 2.25 percent.
- Investment return. Decrease the investment return assumption to 6.75 percent. This reflects maintaining as assumed real rate of return of 4.50 percent and decreasing the underlying assumed price inflation to 2.25 percent.
- Effective rate of interest. Decrease the long-term assumption for the ERI for crediting the money purchase accounts to 6.75 percent (effective July 2, 2019).
- 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 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.
- Mortality rates. Maintain the RP 2000 Mortality table with projected generational mortality improvement. Update the projection scale from the MP-2014 to the MP-2017 scale.
- Disability rates. Decrease current rates to reflect that certain members who receive disability benefits do not receive the benefits on a long-term basis.

**STATISTICAL SECTION
(UNAUDITED)**

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
STATISTICAL SECTION
June 30, 2020

This section of the Joliet Junior College's Comprehensive Annual Financial Report presents additional historical perspective, context, and detailed information to assist the reader in using the information in the financial statements, note disclosures, and required supplementary information to understand and assess the District's overall economic condition.

Contents

Financial Trends

Tabular information is presented to demonstrate changes in the District's financial position over time.

Revenue Capacity

These tables contain information to assist the reader in understanding and assessing the District's ability to generate its most significant local revenue sources; real estate taxes and tuition and fees.

Debt Capacity

Data are shown to disclose the District's current level of outstanding debt and to indicate the District's ability to issue additional debt.

Demographic and Economic Information

These tables offer information about the socioeconomic environment within which the District operates. Data are provided to facilitate comparisons of financial statement information over time and between the District and other community college districts.

Operating Information

Non-financial information about the District's operations and resources is provided in these tables to facilitate the reader's use of the District's financial statement information to understand and assess the District's economic condition.

Sources: Unless otherwise noted, the information in these tables is derived from the District's Comprehensive Annual Financial Reports for the relevant years.

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

SCHEDULE OF NET POSITION BY COMPONENT (Unaudited)

Last Ten Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017 (1)</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Net investment in capital assets	\$ 84,417,196	\$ 80,938,848	\$ 83,456,298	\$ 70,521,213	\$ 59,918,761	\$ 43,104,748	\$ 42,082,724	\$ 42,670,587	\$ 44,041,375	\$ 43,664,450
Restricted - expendable	30,464,866	26,121,219	16,171,966	16,896,844	26,857,411	43,090,516	40,377,178	29,975,503	26,850,240	21,288,638
Unrestricted	<u>(2,196,394)</u>	<u>(3,428,337)</u>	<u>(3,677,515)</u>	<u>(420,670)</u>	<u>41,910,650</u>	<u>43,744,589</u>	<u>40,726,382</u>	<u>41,290,735</u>	<u>39,379,538</u>	<u>38,054,984</u>
Total primary government net position	<u>\$ 112,685,668</u>	<u>\$ 103,631,730</u>	<u>\$ 95,950,749</u>	<u>\$ 86,997,387</u>	<u>\$ 128,686,822</u>	<u>\$ 129,939,853</u>	<u>\$ 123,186,284</u>	<u>\$ 113,936,825</u>	<u>\$ 110,271,153</u>	<u>\$ 103,008,072</u>

(1) - Unrestricted net assets was restated for the implementation of GASB Statement No. 75. The restatement reduced Unrestricted Net Position by \$46,923,050 due to the recording of the net OPEB liability.

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

SCHEDULE OF CHANGES IN NET POSITION (Unaudited)

Last Ten Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
OPERATING REVENUES										
Tuition and fees	\$ 45,125,793	\$ 45,308,924	\$ 42,453,631	\$ 39,882,737	\$ 38,066,175	\$ 39,800,576	\$ 39,563,321	\$ 41,257,103	\$ 41,452,912	\$ 41,587,567
Less scholarships and allowances	(15,762,555)	(13,863,145)	(14,052,232)	(11,008,762)	(10,857,859)	(11,507,604)	(12,740,763)	(14,336,920)	(14,515,345)	(13,632,872)
Sales and service fees	6,213,359	7,416,117	7,871,539	8,000,012	8,208,864	8,395,997	8,960,890	9,253,543	8,997,381	8,783,273
Miscellaneous	<u>1,664,659</u>	<u>1,619,111</u>	<u>1,623,003</u>	<u>866,149</u>	<u>911,193</u>	<u>863,638</u>	<u>1,075,404</u>	<u>1,841,921</u>	<u>1,382,708</u>	<u>1,390,842</u>
Total Operating Revenues	<u>37,241,256</u>	<u>40,481,007</u>	<u>37,895,941</u>	<u>37,740,136</u>	<u>36,328,373</u>	<u>37,552,607</u>	<u>36,858,852</u>	<u>38,015,647</u>	<u>37,317,656</u>	<u>38,128,810</u>
OPERATING EXPENSES										
Instruction	76,042,304	71,136,739	69,595,361	66,269,740	44,703,665	44,138,188	44,110,666	44,104,295	43,315,720	43,502,676
Academic support	6,165,118	5,750,023	5,776,864	5,410,551	3,977,151	3,750,280	3,467,930	3,547,522	3,410,354	3,384,441
Student services	17,027,345	16,346,299	17,880,743	14,063,508	12,938,949	12,767,999	13,434,982	13,709,839	15,159,765	12,908,318
Public services	3,374,818	3,543,890	3,794,004	3,090,400	2,420,756	2,283,216	1,785,870	1,681,449	2,290,299	2,157,134
Operations and maintenance of plant	18,640,689	17,518,791	17,422,567	18,460,954	11,885,131	12,022,740	12,139,090	13,817,519	14,106,439	11,687,768
Independent operations	7,965,341	8,683,902	9,362,445	9,033,575	8,338,109	8,462,835	9,217,218	9,486,312	9,618,068	9,429,893
General administration	9,037,970	8,511,453	8,033,797	7,230,989	5,454,505	5,184,238	4,795,807	4,752,459	4,612,473	4,651,812
Institutional support	14,200,018	12,426,101	12,999,406	13,321,085	36,235,980	31,440,636	29,155,832	27,468,852	22,538,603	21,257,382
Depreciation	<u>12,560,142</u>	<u>12,639,744</u>	<u>12,717,948</u>	<u>10,187,681</u>	<u>8,440,652</u>	<u>8,208,769</u>	<u>7,901,164</u>	<u>6,457,066</u>	<u>4,108,198</u>	<u>3,070,926</u>
Total Operating Expenses	<u>165,013,745</u>	<u>156,556,942</u>	<u>157,583,135</u>	<u>147,068,483</u>	<u>134,394,898</u>	<u>128,258,901</u>	<u>126,008,559</u>	<u>125,025,313</u>	<u>119,159,919</u>	<u>112,050,350</u>
Operating Income (Loss)	<u>(127,772,489)</u>	<u>(116,075,935)</u>	<u>(119,687,194)</u>	<u>(109,328,347)</u>	<u>(98,066,525)</u>	<u>(90,706,294)</u>	<u>(89,149,707)</u>	<u>(87,009,666)</u>	<u>(81,842,263)</u>	<u>(73,921,540)</u>
NON-OPERATING REVENUES (EXPENSES)										
Property taxes	63,501,347	61,216,835	59,252,679	58,382,009	55,257,145	54,567,557	52,284,321	51,110,607	48,353,732	47,087,585
Corporate personal property replacement taxes	2,108,637	1,950,117	1,997,609	2,128,848	1,682,297	2,105,394	1,957,680	1,935,192	1,894,010	2,058,866
State and federal sources	76,461,178	67,669,307	77,319,533	63,036,780	48,678,974	51,096,524	49,099,795	47,719,323	45,961,911	48,675,479
Investment income	1,232,066	1,209,677	1,129,007	696,676	1,196,469	507,382	1,749,067	(22,665)	717,389	1,599,261
Interest expense	(6,558,715)	(8,337,005)	(10,796,251)	(9,421,614)	(9,877,216)	(11,265,782)	(11,102,121)	(10,067,119)	(7,863,800)	(7,659,096)
Loss on sale of capital assets	<u>(3,586)</u>	<u>(6,708)</u>	<u>(303,576)</u>	<u>(295,821)</u>	<u>(146,175)</u>	<u>-</u>	<u>(55,250)</u>	<u>-</u>	<u>(47,598)</u>	<u>(115,154)</u>
Total Non-Operating Revenues (Expenses)	<u>136,740,927</u>	<u>123,702,223</u>	<u>128,599,001</u>	<u>114,526,878</u>	<u>96,791,494</u>	<u>97,011,075</u>	<u>93,933,492</u>	<u>90,675,338</u>	<u>89,015,644</u>	<u>91,646,941</u>
Income Before Contributions	8,968,438	7,626,288	8,911,807	5,198,531	(1,275,031)	6,304,781	4,783,785	3,665,672	7,173,381	17,725,401
CAPITAL CONTRIBUTIONS										
State capital contributions	-	-	-	-	-	432,843	4,442,674	-	-	-
Capital contributions - donated property	<u>85,500</u>	<u>54,693</u>	<u>41,555</u>	<u>35,084</u>	<u>22,000</u>	<u>15,945</u>	<u>23,000</u>	<u>-</u>	<u>89,700</u>	<u>22,000</u>
Total Capital Contributions	<u>85,500</u>	<u>54,693</u>	<u>41,555</u>	<u>35,084</u>	<u>22,000</u>	<u>448,788</u>	<u>4,465,674</u>	<u>-</u>	<u>89,700</u>	<u>22,000</u>
Increase (Decrease) in Net Position	<u>\$ 9,053,938</u>	<u>\$ 7,680,981</u>	<u>\$ 8,953,362</u>	<u>\$ 5,233,615</u>	<u>\$ (1,253,031)</u>	<u>\$ 6,753,569</u>	<u>\$ 9,249,459</u>	<u>\$ 3,665,672</u>	<u>\$ 7,263,081</u>	<u>\$ 17,747,401</u>

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

REPRESENTATIVE (DIRECT AND OVERLAPPING) TAX RATES (Unaudited)

<u>TAXING DISTRICTS</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Tax Rates:										
Direct:										
General Fund:										
Educational Accounts	\$ 0.1622	\$ 0.1616	\$ 0.1632	\$ 0.1694	\$ 0.1735	\$ 0.1747	\$ 0.1666	\$ 0.1552	\$ 0.1391	\$ 0.1291
Operations, Building and										
Maintenance Accounts	0.0889	0.0891	0.0942	0.0903	0.0898	0.0899	0.0853	0.0811	0.0717	0.0650
Debt service	0.0347	0.0344	0.0349	0.0430	0.0348	0.0340	0.0322	0.0290	0.0257	0.0233
Audit Fund	0.0004	0.0002	0.0003	0.0004	0.0006	0.0006	0.0005	0.0005	0.0005	0.0005
Liability, Protection										
and Settlement Fund	0.0027	0.0025	0.0015	0.0015	0.0032	0.0032	0.0046	0.0047	0.0043	0.0039
Life Safety	0.0049	0.0050	0.0054	0.0055	0.0059	0.0062	0.0062	0.0061	0.0053	0.0054
JOLIET JUNIOR COLLEGE NO. 525	0.2938	0.2928	0.2995	0.3101	0.3078	0.3086	0.2954	0.2766	0.2466	0.2272
Overlapping:										
Will County	0.5842	0.5927	0.5986	0.6121	0.6358	0.6433	0.6216	0.5908	0.5551	0.5274
Will County Forest Preserve	0.1462	0.1504	0.1895	0.1944	0.1937	0.1977	0.1970	0.1859	0.1693	0.1567
Troy Township Road Funds	0.0885	0.0916	0.0934	0.0945	0.0977	0.0989	0.0958	0.0890	0.0817	0.0743
DuPage Township	0.0718	0.0705	0.0755	0.0790	0.0823	0.0824	0.0805	0.0769	0.0708	0.0662
Village of Bolingbrook	0.9511	0.9380	0.9205	1.0325	1.0963	0.9833	0.9823	0.8647	0.6968	0.6666
Bolingbrook Park District	0.5050	0.5185	0.6063	0.6243	0.6543	0.6704	0.6628	0.6235	0.5429	0.4842
Fountaindale Public Library	0.5429	0.5210	0.5501	0.5595	0.5835	0.5805	0.5630	0.5060	0.4365	0.4073
UD 365-U Valley View	7.2224	7.3030	7.2411	7.3246	7.5388	7.6318	7.3668	6.7687	5.9062	5.2276
Total	\$ 10.4059	\$ 10.4785	\$ 10.5745	\$ 10.8310	\$ 11.1902	\$ 11.1969	\$ 10.8652	\$ 9.9821	\$ 8.7059	\$ 7.8375

Representative tax rate includes the tax code with the largest EAV in the District.

Tax rates are assessed in dollars per hundred of equalized assessed value.

Note: The tax levy for 2019 is the latest information available.

Source: Will County Clerk

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

ASSESSED AND ESTIMATED ACTUAL VALUE
OF TAXABLE PROPERTY (Unaudited)

Last Ten Fiscal Years

Year of Levy	Residential Property	Commercial Property	Industrial Property	Farm & Other Property	Total Assessed Valuation	Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
2019	\$ 14,938,371,324	\$ 2,314,715,994	\$ 3,877,744,173	\$ 626,612,698	\$ 21,757,444,189	\$ 0.2938	\$ 65,272,332,567	33.33%
2018	14,330,374,875	2,208,565,555	3,708,805,245	589,051,895	20,836,797,570	0.2928	62,510,392,710	33.33%
2017	13,633,462,021	2,137,102,653	3,653,398,228	532,062,700	19,956,025,602	0.2995	59,868,076,806	33.33%
2016	12,811,881,216	2,126,604,465	3,481,996,599	519,674,662	18,940,156,942	0.3101	56,820,470,826	33.33%
2015	12,079,530,433	2,081,599,422	3,372,131,086	506,991,960	18,040,252,901	0.3078	54,120,758,703	33.33%
2014	11,725,637,301	2,110,402,152	3,374,194,514	486,728,355	17,696,962,322	0.3086	53,090,886,966	33.33%
2013	11,894,072,113	2,110,527,644	3,368,103,077	477,365,593	17,850,068,427	0.2954	53,550,205,281	33.33%
2012	12,678,780,320	2,123,969,352	3,401,145,423	466,998,940	18,670,894,035	0.2766	56,012,682,105	33.33%
2011	13,607,375,354	2,301,176,551	3,358,836,511	470,160,467	19,737,548,883	0.2466	59,212,646,649	33.33%
2010	14,649,440,087	2,366,953,730	3,363,205,895	438,647,431	20,818,247,143	0.2272	62,454,741,429	33.33%

Note: Assessed value is computed by various county's clerks offices and is equal to approximately one-third of the estimated actual value.

Note: Tax rates are assessed in dollars per hundred of equalized assessed value.

Note: The tax levy for 2019 is the latest information available.

Note: Assessed value of taxable property by class of real and personal property not available.

Sources: Cook, Grundy, Kankakee, Kendall, LaSalle, Livingston and Will County Clerk's Office.

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

PROPERTY TAX LEVIES AND COLLECTIONS (Unaudited)

Last Ten Fiscal Years

Year of Levy	Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percent of Levy
2019	2020	\$ 63,912,469	\$ 28,604,769	44.76%	\$ -	\$ 28,604,769	44.76%
2018	2019	61,027,314	28,223,555	46.25%	32,563,969	60,787,524	99.61%
2017	2018	59,754,362	27,614,266	46.21%	32,007,641	59,621,907	99.78%
2016	2017	58,718,081	26,127,927	44.50%	32,384,201	58,512,128	99.65%
2015	2016	55,515,001	25,216,308	45.42%	30,057,922	55,274,230	99.57%
2014	2015	54,603,348	24,904,287	45.61%	29,447,717	54,352,004	99.54%
2013	2014	52,733,266	23,782,705	45.10%	28,801,910	52,584,615	99.72%
2012	2013	51,623,161	23,015,427	44.58%	28,305,674	51,321,101	99.41%
2011	2012	48,671,918	20,512,481	42.14%	27,530,381	48,042,862	98.71%
2010	2011	47,296,757	21,216,964	44.86%	25,749,255	46,966,219	99.30%

Property taxes which are measurable and available are recognized as revenue. Property taxes which are measurable but not available are deferred and recognized as revenue as they become available.

Note: The tax levy for 2019 is the latest information available.

Sources: Cook, Grundy, Kankakee, Kendall, LaSalle, Livingston and Will County Clerk's Office.

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

PRINCIPAL TAXPAYERS (Unaudited)

Current Year and Nine Years Ago			2020			2011		
Name	County	Type of Business or Property	Equalized Assessed Valuation*	Rank	Percent of District's Total EAV	Equalized Assessed Valuation*	Rank	Percent of District's Total EAV
Exelon Generation Co./ Commonwealth Edison	Cook County Grundy County Kendall County Will County	Electric utility	\$ 931,898,301	1	4.47%	\$ 920,382,290	1	4.42%
Exxon Mobil Corp.	Will County	Refining plant	375,557,929	2	1.80%	305,719,437	2	1.47%
PDV Midwest Refining	Will County	Refining plant	225,110,257	3	1.08%	253,048,546	3	1.21%
Centerpoint Properties	Will County	Industrial properties	106,836,377	4	0.51%	-	-	-
Equistar Chemicals LP	Grundy County	Plastic compounds and ethylene pallets	103,958,267	5	0.50%	88,502,920	4	0.42%
Aux Sable Liquid Products LP	Grundy County	Natural gas liquids (ethane, propane, normal butane, iso-butane and natural gasoline	95,238,568	6	0.46%	79,318,360	6	0.38%
Wal Mart	Will County Grundy County	Discount department stores	65,128,545	7	0.31%	83,382,072	5	0.40%
Duke Realty LP	Will County	Industrial properties	64,403,537	8	0.31%	-	-	-
Prologis IL	Will County Grundy County	Warehouses	63,990,646	9	0.31%	46,058,167	7	0.22%
Hart Illinois Industrials LLC	Will County	Industrial properties	55,138,861	10	0.26%	-	-	-
Industrial Prop Funds I, II, III, IV	Will County	Industrial properties	-	-	-	35,517,404	10	0.17%
Catellus Dev Corp	Will County Grundy County	Industrial properties & warehouses	-	-	-	39,002,615	8	0.19%
Target Corporation	Will County	Discount Department Stores	-	-	-	36,498,067	9	0.18%
			<u>\$ 2,087,261,288</u>		<u>10.02%</u>	<u>\$ 1,887,429,878</u>		<u>9.05%</u>

Note: The tax levy for 2019 is the latest information for all counties.

Sources: County Clerk's and Assessor's Offices of Will, Grundy, Cook, Kendall, Livingston, LaSalle and Kankakee Counties, Illinois

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

TUITION AND FEES (Unaudited)

Last Ten Fiscal Years

		Joliet Junior College's Tuition and Fees per Credit Hour	Average Tuition and Fees Rate for Illinois Community Colleges	Average Grant Rate per Credit Hour from the State of Illinois	Credit Hours Awarded
2020	\$	148.00	\$ 147.01	\$ 34.02	262,405
2019		146.00	144.36	35.02	265,422
2018		144.00	140.80	32.21	273,852
2017		125.00	133.42	32.89	272,257
2016		115.00	125.42	8.80	278,386
2015		115.00	118.77	32.29	295,200
2014		111.00	112.75	31.97	314,842
2013		107.00	107.89	31.52	342,467
2012		103.00	103.89	N/A	351,842
2011		103.00	98.26	39.23	355,567

Source: District records

N/A - The State did not publish an average grant rate per credit hour for this year.

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

RATIO OF OUTSTANDING DEBT BY TYPE (Unaudited)

Last Ten Fiscal Years

Fiscal Year	General Bonded Debt			Percentage of Assessed Value of Property	Per Capita	Alternate Revenue Bonds	Capital Leases	Lease Revenue Bonds	Total	Per Capita	Percentage of Personal Income
	General Obligation Debt Certificates	General Obligation Bonds	Total								
2020	\$ -	\$ 65,594,545	\$ 65,594,545	0.301%	\$ 89.27	\$ 85,152,915	\$ 294,353	\$ -	\$ 151,041,813	\$ 205.57	N/A
2019	-	70,457,150	70,457,150	0.338%	95.89	88,086,336	382,098	-	158,925,584	216.30	N/A
2018	-	74,174,365	74,174,365	0.372%	101.41	90,969,757	-	-	165,144,122	225.77	0.427%
2017	-	77,466,580	77,466,580	0.409%	106.06	132,018,341	-	-	209,484,921	286.81	0.568%
2016	-	80,378,795	80,378,795	0.446%	110.05	135,228,694	-	-	215,607,489	295.19	0.615%
2015	-	82,941,010	82,941,010	0.469%	113.52	138,294,039	-	-	221,235,049	302.81	0.646%
2014	-	85,188,225	85,188,225	0.477%	116.60	141,089,403	-	-	226,277,628	309.71	0.707%
2013	1,125,000	87,135,440	88,260,440	0.473%	120.81	80,671,405	-	-	168,931,845	231.22	0.513%
2012	2,205,000	88,802,655	91,007,655	0.461%	124.57	70,900,328	-	900,000	162,807,983	222.84	0.498%
2011	3,240,000	90,209,870	93,449,870	0.449%	127.91	71,015,036	-	1,345,000	165,809,906	226.95	0.541%

Note: The ratios are calculated using personal income and population for the prior calendar year.

Note: N/A = not available

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

COMPUTATION OF LEGAL DEBT MARGIN (Unaudited)

Last Ten Fiscal Years										
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Assessed Value	\$ 21,757,444,189	\$ 20,836,797,570	\$ 19,956,025,602	\$ 18,940,156,942	\$ 18,040,252,901	\$ 17,696,962,322	\$ 17,850,068,427	\$ 18,670,894,035	\$ 19,737,548,883	\$ 20,818,247,143
Debt Limit -										
2.875% of assessed value	625,526,520	599,057,930	573,735,736	544,529,512	518,657,271	508,787,667	513,189,467	536,788,204	567,454,530	598,524,605
Less applicable debt:										
General obligation bonds	60,280,000	69,785,000	73,435,000	76,660,000	79,505,000	82,000,000	84,180,000	86,060,000	87,660,000	89,000,000
General obligation debt certificates	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,125,000</u>	<u>2,205,000</u>	<u>3,240,000</u>
Legal Debt Margin	<u>\$ 565,246,520</u>	<u>\$ 529,272,930</u>	<u>\$ 500,300,736</u>	<u>\$ 467,869,512</u>	<u>\$ 439,152,271</u>	<u>\$ 426,787,667</u>	<u>\$ 429,009,467</u>	<u>\$ 449,603,204</u>	<u>\$ 477,589,530</u>	<u>\$ 506,284,605</u>
Total net debt applicable to the limit										
as a percentage of debt limit	<u>9.64%</u>	<u>11.65%</u>	<u>12.80%</u>	<u>14.08%</u>	<u>15.33%</u>	<u>16.12%</u>	<u>16.40%</u>	<u>16.24%</u>	<u>15.84%</u>	<u>15.41%</u>

Sources: District records

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT (Unaudited)
(As of June 30, 2020)

<u>Overlapping Agencies</u>	Assessed Value in District	Outstanding Bonds	Applicable to District	
			Percent	Amount
Cook County	\$891,868,373	\$2,950,121,750 (1)(4)	0.562%	\$16,591,485
Cook County Forest Preserve	891,868,373	145,190,000	0.562%	816,549
Grundy County	1,962,223,110	8,875,000 (3)	98.748%	8,763,921
Kankakee County	719,748	- (4)(6)	0.037%	-
Kendall County	466,550,386	- (4)	14.457%	-
Kendall County Forest Preserve	466,550,386	35,860,000	14.457%	5,184,137
LaSalle County	22,593,435	- (6)	0.878%	-
Will County	17,349,792,215	- (4)	81.957%	-
Will County Forest Preserve	17,349,792,215	97,975,000	81.957%	80,297,273
Municipalities:				
Bolingbrook	2,008,218,955	144,420,516 (5)	90.787%	131,114,332
Braceville	100	- (4)	100.000%	-
Carbon Hill	100	- (4)	100.000%	-
Channahon	100	12,980,000	100.000%	12,980,000
Coal City	100	4,170,994 (4)	100.000%	4,170,994
Crest Hill	100	- (4)	100.000%	-
Diamond	100	- (4)	100.000%	-
Dwight	100	- (4)	100.000%	-
Elwood	100	- (6)	100.000%	-
Homer Glen	923,655,201	6,730,000	96.910%	6,522,023
Joliet	100	4,595,000	100.000%	4,595,000
Lemont	666,796,219	- (4)	99.680%	-
Lockport	100	11,405,000 (4)	100.000%	11,405,000
Manhattan	100	9,535,000	100.000%	9,535,000
Minooka	100	2,085,000 (4)	100.000%	2,085,000
Mokena	100	360,000 (4)	100.000%	360,000
Morris	100	- (4)	100.000%	-
Naperville	54,575,930	135,220,000	0.756%	1,022,128
New Lenox	100	42,390,000 (4)	100.000%	42,390,000
Newark	100	- (4)	100.000%	-
Orland Park	19,959,183	61,805,000	0.875%	540,856
Palos Park	100	- (4)	100.000%	-
Plainfield	1,222,992,646	19,255,000	87.974%	16,939,336
Romeoville	100	104,280,000	100.000%	104,280,000
Shorewood	100	- (4)	100.000%	-
Tinley Park	348,588,376	15,490,000	22.963%	3,556,907
Willow Springs	1,206,995	545,000 (4)	0.641%	3,494
Wilmington	100	140,000 (4)	100.000%	140,000
Woodridge	83,976,573	- (6)	6.875%	-
Yorkville	339,739	4,420,000 (4)	0.065%	2,891
Fire Protection Districts:				
Braidwood	100	- (4)	100.000%	-
Channahon	100	- (4)	100.000%	-
Homer Township	100	- (4)	100.000%	-
Minooka	100	- (4)	100.000%	-
Plainfield	47,506	- (4)	0.003%	-
Libraries:				
Fossil Ridge Library	681,387,924	- (4)	91.354%	-
Fountaindale	2,016,363,702	29,340,000	95.567%	28,039,475
Homer	100	- (4)	100.000%	-
Lemont	879,630,517	2,315,000	96.694%	2,238,475
New Lenox	100	930,000	100.000%	930,000
White Oak (DesPlaines Valley)	111,965	18,955,000	0.005%	1,005

(continued)

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT (Unaudited)
(As of June 30, 2020)
(continued)

Overlapping Agencies	Assessed Value in District	Outstanding Bonds	Applicable to District		
			Percent	Amount	
Miscellaneous:					
Metropolitan Water Reclamation District of Greater Chicago	891,868,373	2,377,123,381 (2)	0.573%	13,609,031	
Homer Township	100	- (4)	100.000%	-	
New Lenox Township	100	- (4)	100.000%	-	
Seward Township	100	- (4)	100.000%	-	
Will County SSA #2	100	253,124 (2)	100.000%	253,124	
Park Districts:					
Bolingbrook	1,999,632,385	25,975,000 (4)	92.449%	24,013,628	
Braidwood	100	352,000	100.000%	352,000	
Channahon	100	869,970 (4)	100.000%	869,970	
Frankfort	777,391,877	1,865,000	99.942%	1,863,918	
Frankfort Square	520,959,770	2,102,946 (4)(5)	92.863%	1,952,855	
Godley	100	1,340,000	100.000%	1,340,000	
Joliet	100	23,036,289 (4)	100.000%	23,036,289	
Lemont	920,370,379	9,101,000	96.678%	8,798,647	
Lockport	100	6,442,000	100.000%	6,442,000	
Manhattan	100	- (4)	100.000%	-	
Mokena Community	1,020,056,544	5,996,000	99.487%	5,965,229	
Naperville	54,575,930	29,685,000 (4)	0.732%	217,175	
New Lenox Community	100	913,000	100.000%	913,000	
Oswegoland	13,020,308	7,485,000	0.888%	66,444	
Peotone	100	585,000	100.000%	585,000	
Plainfield	2,640,020,871	11,649,000	97.664%	11,376,844	
Tinley Park	119,950,473	3,162,000	9.588%	303,157	
Wilmington (was Island)	100	65,000	100.000%	65,000	
Woodridge	74,295,021	1,905,000 (4)	5.961%	113,561	
School Districts:					
USD #1	100	32,305,000	100.000%	32,305,000	
#2 (MVK)	97,921,252	4,150,000	99.745%	4,139,430	
HSD #18	109,728,777	600,000	94.422%	566,531	
#24	37,401,384	580,000	88.563%	513,664	
#30-C	100	58,130,000	100.000%	58,130,000	
#54	100	20,090,000 (4)	100.000%	20,090,000	
#60-C	100	6,715,000	100.000%	6,715,000	
#65	15,581,393	205,000	30.614%	62,758	
#66	78,135,461	912,900	99.326%	906,744	
#70-C	100	215,000 (4)	100.000%	215,000	
#72-C	100	320,000	100.000%	320,000	
HSD #73	100	490,000	100.000%	490,000	
SD #74	100	135,000	100.000%	135,000	
SD #75	100	154,000	100.000%	154,000	
#81	100	- (4)	100.000%	-	
#84	100	1,500,000	100.000%	1,500,000	
#86	100	33,916,759 (5)	100.000%	33,916,759	
#88	100	3,110,000	100.000%	3,110,000	
#88-A	100	18,105,000	100.000%	18,105,000	
#89	100	- (4)	100.000%	-	
SD #90 (Grundy & Kendall Cos.)	100	510,000	100.000%	510,000	
HSD #90 (Livingston County)	40,539,661	- (4)	17.128%	-	
SD 90 (Taft)	100	2,545,000 (4)	100.000%	2,545,000	
#91	100	3,885,000 (4)	100.000%	3,885,000	
#92	100	5,475,000	100.000%	5,475,000	
HSD #101	100	3,650,000 (4)	100.000%	3,650,000	

(continued)

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT (Unaudited)
(As of June 30, 2020)
(continued)

Overlapping Agencies	Assessed Value in District	Outstanding Bonds	Applicable to District	
			Percent	Amount
HSD#111	100	63,680,000 (4)	100.000%	63,680,000
#113A	889,327,703	5,486,830 (5)	74.468%	4,085,949
#114	100	12,854,420 (5)	100.000%	12,854,420
USD #115	17,342,634	59,734,166 (5)	1.977%	1,180,706
#122	100	135,720,287 (5)	100.000%	135,720,287
#157C	844,032,158	10,590,000	99.996%	10,589,608
#159	100	7,120,570 (5)	100.000%	7,120,570
HSD 160	95,603,302	1,840,000	14.235%	261,922
#161	100	45,620,000	100.000%	45,620,000
#201-C	100	70,644,860 (5)	100.000%	70,644,860
#202-U	100	189,625,000 (4)	100.000%	189,625,000
HSD #204	100	84,750,000	100.000%	84,750,000
USD #204-U	1,559,682	168,830,000 (4)	0.028%	47,948
HSD #205	100	11,085,000	100.000%	11,085,000
USD #207-U	100	14,320,000	100.000%	14,320,000
USD #209-U	100	28,174,096 (5)	100.000%	28,174,096
Miller 210	2,616,740	450,000	4.516%	20,322
HSD #210 (Lemont)	899,356,456	38,340,000	74.508%	28,566,176
HSD #210 (Lincolnway)	100	231,134,161 (5)	100.000%	231,134,161
# 232	100	415,000	100.000%	415,000
#308-U	9,723,852	290,728,062 (5)	0.488%	1,417,590
USD #365-U	100	179,142,000 (4)(5)	100.000%	179,142,000
SD #426	18,913	- (4)	0.084%	-
SD #429	1,377,881	780,000 (4)	0.750%	5,849
Total Overlapping Agencies				1,914,543,503
 <u>Direct Debt</u>				
Joliet Junior Community College 525	21,757,444,189	151,041,813	100.000%	151,041,813
TOTAL DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT				<u>\$ 2,065,585,316</u>

- (1) Excludes outstanding Demand Notes
- (2) Includes bonds issued through the IEPA.
- (3) Includes Public Building Commission Revenue Bonds payable from lease payments secured by ad valorem taxes levied on all taxable property within the County.
- (4) Excludes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds which are expected to be paid from sources other than general taxation.
Excludes debt certificates, notes, tax anticipation warrants, installment contracts and/or agreements.
- (5) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.
- (6) Excludes self-supporting bonds for which an abatement is filed for annually.

Sources: Offices of the Cook County Clerk, Comptroller, the Treasurer of the Metropolitan Water Reclamation District, the County Clerks of Grundy, Kankakee, Kendall, LaSalle, Livingston and Will Counties, Illinois and administrative officers of various overlapping districts.

Note: Percentage of overlap based on assessed property values.

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

SCHEDULE OF BOND COVERAGE (Unaudited)

Last Ten Fiscal Years

Alternate Revenue Bonds, Series 2008, 2012, and 2013A^{*}

Fiscal Year	Revenues	Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage Ratio
				Principal	Interest	Total	
2020	\$ 29,363,238	\$ -	\$ 29,363,238	\$ 2,440,000	\$ 986,500	\$ 3,426,500	8.57
2019	31,445,779	-	31,445,779	100,000	988,500	1,088,500	28.89
2018	28,401,399	-	28,401,399	3,040,000	4,614,488	7,654,488	3.71
2017	27,771,982	-	27,771,982	2,890,000	4,769,938	7,659,938	3.63
2016	25,789,112	-	25,789,112	2,745,000	4,917,413	7,662,413	3.37
2015	26,962,844	-	26,962,844	2,475,000	5,044,100	7,519,100	3.59
2014	26,934,671	-	26,934,671	1,420,000	4,876,733	6,296,733	4.28
2013	28,814,158	-	28,814,158	105,000	4,233,324	4,338,324	6.64
2012	28,480,466	-	28,480,466	55,000	4,100,863	4,155,863	6.85
2011	30,148,679	-	30,148,679	-	4,100,863	4,100,863	7.35

Alternate Revenue Bonds, Series 2013B and 2018^{}**

Fiscal Year	Revenues	Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage Ratio
				Principal	Interest	Total	
2020	\$ 48,583,403	\$ -	\$ 48,583,403	\$ 180,000	\$ 3,029,588	\$ 3,209,588	15.14
2019	50,086,946	-	50,086,946	2,470,000	3,045,070	5,515,070	9.08
2018	47,032,150	-	47,032,150	-	2,322,125	2,322,125	20.25
2017	44,777,408	-	44,777,408	-	2,322,125	2,322,125	19.28
2016	42,124,497	-	42,124,497	-	2,322,125	2,322,125	18.14
2015	43,113,492	-	43,113,492	-	2,322,125	2,322,125	18.57
2014	42,040,478	-	42,040,478	-	1,238,467	1,238,467	33.95

Lease Revenue Bonds^{*}**

Fiscal Year	Revenues	Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage Ratio
				Principal	Interest	Total	
2020	****	****	****	****	****	****	****
2019	****	****	****	****	****	****	****
2018	****	****	****	****	****	****	****
2017	****	****	****	****	****	****	****
2016	****	****	****	****	****	****	****
2015	****	****	****	****	****	****	****
2014	****	****	****	****	****	****	****
2013	\$ 15,255,581	\$ 12,018,922	\$ 3,236,659	\$ 900,000	\$ 30,150	\$ 930,150	3.48
2012	14,340,346	11,791,157	2,549,189	445,000	75,207	520,207	4.90
2011	13,781,672	11,097,234	2,684,438	415,000	104,018	519,018	5.17

Note: * The Alternate Revenue Bonds, series 2008, 2012, and 2013A are covered by a pledge of tuition and fee revenue from the Education account. Series 2008 bonds were retired in 2018.

** The Alternate Revenue Bonds, series 2013B and 2018 are covered by a pledge of tuition and fee revenue from the Education account and property tax revenue from the Operations & Maintenance account.

*** The Lease Revenue Bonds are covered by a pledge of revenues from the Operations & Maintenance account. Bonds were retired in 2013.

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

DEMOGRAPHIC AND ECONOMIC STATISTICS (Unaudited)

Last Ten Calendar Years

Year	District Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2020	734,761	N/A	N/A	15.2%
2019	734,761	N/A	N/A	4.3%
2018	731,455	\$ 38,667,637,120	\$ 52,864	4.7%
2017	730,391	36,907,387,621	50,531	5.4%
2016	730,391	35,058,768,000	48,000	6.4%
2015	730,600	34,264,409,400	46,899	6.6%
2014	730,600	31,997,357,600	43,796	7.9%
2013	730,600	32,958,827,200	45,112	10.7%
2012	730,600	32,681,929,800	44,733	10.4%
2011	730,600	30,638,441,600	41,936	11.5%

Note: N/A = not available

Sources: U.S. Department of Commerce Bureau of Economic Analysis and U.S. Department of Labor

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

PRINCIPAL EMPLOYERS (Unaudited)

Current Year and Nine Years Ago

<u>Employer</u>	<u>2020</u>		<u>2011</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
Amazon	7,000	2.107%	-	-
Valley View School District 365U	3,400	1.023%	-	0
Plainfield School District	3,216	0.968%	-	-
Silver Cross Hospital	2,912	0.876%	1,800	0.571%
Amita Saint Joseph Medical Center	2,598	0.782%	2,500	0.794%
Will County	2,308	0.695%	-	-
Joliet Public School Dist. #86	1,737	0.523%	-	-
Exelon	1,634	0.492%	-	-
WeatherTech	1,535	0.462%	-	-
WeatherTech	1,535	0.462%	-	-
Empress Casino Joliet	-	-	1,756	0.557%
Caterpillar Inc.	-	-	1,500	0.476%
Joliet Junior College	-	-	1,443	0.458%
Harrah's Joliet Casino	-	-	1,100	0.349%
University of St. Francis	-	-	1,100	0.349%
Adventist Bolingbrook Medical Center	-	-	1,001	0.318%
Omega Studios, Inc.	-	-	1,000	0.317%
Filtration Group	-	-	900	0.286%

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

FACULTY, STAFF AND ADMINISTRATOR STATISTICS (Unaudited)

Last Ten Fiscal Years	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Faculty										
Full-time	214	221	221	220	220	221	221	221	218	218
Part-time	450	450	450	455	460	500	500	525	550	550
Staff										
Full-time	317	305	298	297	293	288	288	289	283	281
Part-time	295	318	319	325	345	349	344	348	339	307
Administrators/Professional										
Full-time	103	96	89	95	86	85	80	78	81	81
Part-time	13	12	13	14	9	9	9	9	9	6
Total Employees										
Part-time	758	780	782	794	814	858	853	882	898	863
Full-time	634	622	608	612	599	594	589	588	582	580

Source: District's records

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

STUDENT ENROLLMENT DEMOGRAPHIC STATISTICS (Unaudited)

Last Ten Fiscal Years

Fiscal Year	Fall Enrollment		Gender		Attendance		Enrollment Status				Average Age
	Head Count	Full Time Equivalent	Male	Female	Full Time	Part Time	Continuing Student	New	Transfer	Re- Admit	
2020	14,318	8,022	45%	55%	33%	67%	53%	30%	3%	14%	23
2019	14,726	8,150	46%	54%	32%	68%	52%	32%	2%	14%	23
2018	14,910	8,479	47%	53%	33%	67%	53%	30%	2%	15%	23
2017	15,383	8,662	46%	54%	33%	67%	51%	31%	2%	16%	23
2016	14,944	8,699	45%	55%	36%	64%	54%	27%	2%	17%	24
2015	15,776	9,020	46%	54%	35%	65%	52%	30%	2%	16%	24
2014	16,870	9,637	46%	54%	35%	65%	55%	26%	2%	17%	25
2013	15,589	9,431	44%	56%	39%	61%	60%	18%	2%	20%	26
2012	15,322	9,617	43%	57%	42%	58%	62%	16%	3%	19%	26
2011	15,676	9,804	44%	56%	44%	56%	61%	17%	3%	19%	26

Source: District records.

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

SCHEDULE OF CAPITAL ASSET INFORMATION (Unaudited)

Last Ten Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Buildings:										
Permanent	21	21	21	21	19	19	19	19	18	17
Temporary	-	-	-	-	-	-	-	-	-	-
Total Acres	471	471	471	471	471	471	471	471	471	471
Net Assignable Square Feet:										
Classrooms and general use	377,969	377,969	377,969	377,969	385,943	380,343	380,343	273,392	258,206	241,173
Laboratory	262,110	262,110	262,110	262,110	227,230	226,330	226,330	226,014	221,617	190,013
Office	158,968	158,968	158,968	158,968	138,898	139,022	139,022	143,700	149,868	100,129
Support functions	<u>60,419</u>	<u>60,419</u>	<u>60,419</u>	<u>60,419</u>	<u>56,747</u>	<u>57,034</u>	<u>57,034</u>	<u>54,737</u>	<u>55,447</u>	<u>47,089</u>
Total	<u>859,466</u>	<u>859,466</u>	<u>859,466</u>	<u>859,466</u>	<u>808,818</u>	<u>802,729</u>	<u>802,729</u>	<u>697,843</u>	<u>685,138</u>	<u>578,404</u>
Parking capacity	6,105	6,105	6,105	6,037	5,384	5,384	5,384	5,384	5,384	4,278

Source: District records

**JOLIET JUNIOR COLLEGE -
COMMUNITY COLLEGE DISTRICT NO. 525**

MISCELLANEOUS STATISTICS (Unaudited)
June 30, 2020

Year Founded 1901

District Data

Population 734,761

Communities Served

Braceville	Elwood	Mazon	Ransom
Braidwood	Essex	Millington	Ritchie
Bolingbrook	Frankfort	Minooka	Rockdale
Carbon Hill	Gardner	Mokena	Romeoville
Channahon	Godley	Morris	Tinley Park
Coal City	Joliet	New Lenox	Shorewood
Crest Hill	Kinsman	Newark	So. Wilmington
Custer Park	Lemont	Odell	Symerton
Diamond	Lisbon	Orland Park	Verona
Dwight	Lockport	Peotone	Wilton Center
East Brooklyn	Manhattan	Plainfield	Wilmington
Eileen	Marley	Plattville	

Accreditation

Higher Learning Commission	2015
Next Accreditation Visit	2023

Employee Data (full-time)

	2020	2019
Faculty	214	221
Administrators/Professional	103	89
Support Staff	317	298

Degree and Certificates Awarded

	FY 2020	FY 2019
AA, AS and AGS	900	926
AAS	660	660
Certificates	1,081	1,143

Source: District records.

SPECIAL REPORTS SECTION

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
BALANCE SHEET - BY ACCOUNTS
June 30, 2020
(Unaudited)

	Plant Accounts					
	Current Accounts		Operations and Maintenance (Restricted)	Investment in Plant	Eliminations	Total
	Unrestricted	Restricted				
Assets						
Cash and cash equivalents	\$ 59,668,273	\$ -	\$ -	\$ -	\$ -	\$ 59,668,273
Investments	743,799	-	-	-	-	743,799
Restricted cash and cash equivalents	-	2,674	-	-	-	2,674
Restricted investments	-	-	-	-	-	-
Receivables						
Property taxes, net	29,749,010	4,062,019	571,261	-	-	34,382,290
Government claims and grants	709,686	859,732	-	-	-	1,569,418
Student tuition and fees, net	8,278,869	-	-	-	-	8,278,869
Accrued interest	74,143	3,684	-	-	-	77,827
Other, net	7,657	-	-	-	-	7,657
Due from other accounts	29,315,756	4,804,588	30,562,489	-	(64,682,833)	-
Prepaid items	894,755	-	-	-	-	894,755
Inventories	616,752	-	-	-	-	616,752
Total Current Assets	130,058,700	9,732,697	31,133,750	-	(64,682,833)	106,242,314
Long term investments	13,845,593	-	-	-	-	13,845,593
Restricted cash and cash equivalents	-	50,600	656,126	-	-	706,726
Restricted investments	-	365,510	-	-	-	365,510
Capital assets, Net						
Land	-	-	-	4,677,268	-	4,677,268
Construction in progress	-	-	-	913,777	-	913,777
Depreciable buildings, property and equipment, net	-	-	-	221,925,504	-	221,925,504
Total Assets	143,904,293	10,148,807	31,789,876	227,516,549	(64,682,833)	348,676,692
Deferred Outflows Related to Other Post-Employment Benefits						
	-	-	-	-	3,562,715	3,562,715
TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 143,904,293	\$ 10,148,807	\$ 31,789,876	\$ 227,516,549	\$ (61,120,118)	\$ 352,239,407
Liabilities						
Accounts payable	\$ 1,538,340	\$ 241,670	\$ 757,556	\$ -	\$ -	\$ 2,537,566
Accrued salaries and related costs	3,793,184	48,854	-	-	-	3,842,038
Accrued interest	-	324,224	-	-	-	324,224
Other liabilities	214,656	-	-	-	-	214,656
Unearned revenue						
Tuition and fees	12,813,074	-	1,713,222	-	-	14,526,296
Government claims and grants	-	416,266	-	-	-	416,266
Due to other accounts	64,682,833	-	-	-	(64,682,833)	-
Claims payable	1,702,969	-	-	-	-	1,702,969
Current portion of long-term obligations	1,361,801	19,809	-	7,842,739	903,926	10,128,275
Total Current Liabilities	86,106,857	1,050,823	2,470,778	7,842,739	(63,778,907)	33,692,290
Long-term obligations	1,020,563	9,756	-	135,256,614	59,709,811	195,996,744
Total Liabilities	87,127,420	1,060,579	2,470,778	143,099,353	(4,069,096)	229,689,034
Deferred Inflows Related to Other Post-Employment Benefits						
	-	-	-	-	9,864,705	9,864,705
Account Balances						
Net investment in capital assets	-	-	-	84,417,196	-	84,417,196
Restricted for, Expendable						
Capital projects	-	-	29,319,098	-	(1,055,927)	28,263,171
Debt service	-	6,886,533	-	-	(6,886,533)	-
Instructional	-	2,201,695	-	-	-	2,201,695
Unrestricted						
Other post-employment benefits (deficit)	-	-	-	-	(58,973,267)	(58,973,267)
Operating	56,776,873	-	-	-	-	56,776,873
Total Account Balances	56,776,873	9,088,228	29,319,098	84,417,196	(66,915,727)	112,685,668
TOTAL LIABILITIES, DEFERRED INFLOWS AND ACCOUNT BALANCES						
	\$ 143,904,293	\$ 10,148,807	\$ 31,789,876	\$ 227,516,549	\$ (61,120,118)	\$ 352,239,407

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN ACCOUNT BALANCES - BY ACCOUNTS
Year ended June 30, 2020
(Unaudited)

	Current Accounts		Plant Accounts			
	Unrestricted	Restricted	Maintenance (Restricted)	Investment in Plant	Eliminations	Total
Revenues						
Property taxes	\$ 54,936,550	\$ 7,507,347	\$ 1,057,450	\$ -	\$ -	\$ 63,501,347
Corporate personal property replacement taxes	2,108,637	-	-	-	-	2,108,637
Tuition and fees	40,225,352	-	4,900,441	-	-	45,125,793
Less scholarships and allowances	-	-	-	-	(15,762,555)	(15,762,555)
Sales and service fees	19,472,027	-	-	15,956,576	(29,215,244)	6,213,359
State and federal sources	8,683,380	67,398,987	378,811	-	-	76,461,178
Investment income	1,133,766	85,446	12,854	-	-	1,232,066
Miscellaneous	889,591	436,822	338,529	-	(283)	1,664,659
Total Revenues	127,449,303	75,428,602	6,688,085	15,956,576	(44,978,082)	180,544,484
Expenses						
Current						
Instruction	46,987,199	3,730,220	378,811	-	24,946,074	76,042,304
Academic support	4,252,348	-	-	-	1,912,770	6,165,118
Student services	7,390,599	15,652,697	-	-	(6,015,951)	17,027,345
Public services	281,710	2,546,560	-	-	546,548	3,374,818
Operation and maintenance plant	13,241,425	-	1,885,090	-	3,514,174	18,640,689
Independent operation	17,244,734	41,912	-	-	(9,321,305)	7,965,341
General administration	6,401,199	7,223	-	-	2,629,548	9,037,970
Institutional support	15,355,064	45,640,931	1,506,221	-	(48,302,198)	14,200,018
Depreciation	-	-	-	12,560,142	-	12,560,142
Debt Service						
Principal	87,745	72,405,000	-	-	(72,492,745)	-
Interest and fees	18,990	8,115,798	-	-	(1,576,073)	6,558,715
Total Expenses	111,261,013	148,140,341	3,770,122	12,560,142	(104,159,158)	171,572,460
Revenues over (under) expenses	16,188,290	(72,711,739)	2,917,963	3,396,434	59,181,076	8,972,024
Non-Mandatory Transfers						
Capital contribution - donated property	-	-	-	85,500	-	85,500
Loss on sale of capital assets	-	-	-	(3,586)	-	(3,586)
Issurance of refunding bonds	-	60,280,000	-	-	(60,280,000)	-
Premium on bonds sold	-	5,905,047	-	-	(5,905,047)	-
Transfers in	914,066	7,144,338	11,775,000	-	(19,833,404)	-
Transfers (out)	(13,195,416)	-	(6,637,988)	-	19,833,404	-
Revenues and transfers in over (under) expenses and transfers (out)	3,906,940	617,646	8,054,975	3,478,348	(7,003,971)	9,053,938
Account Balances:						
July 1, 2019	52,869,933	8,470,582	21,264,123	80,938,848	(59,911,756)	103,631,730
June 30, 2020	\$ 56,776,873	\$ 9,088,228	\$ 29,319,098	\$ 84,417,196	\$ (66,915,727)	\$ 112,685,668

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
COMBINING BALANCE SHEET - CURRENT UNRESTRICTED ACCOUNTS
June 30, 2020
(Unaudited)

	Education	Operations and Maintenance	Audit	Liability Protection and Settlement	Self Insurance	Working Cash	Auxiliary	Total
Assets								
Cash and cash equivalents	\$ 55,872,375	\$ 100	\$ -	\$ -	\$ 27,976	\$ 3,737,812	\$ 30,010	\$ 59,668,273
Investments	10,287,924	-	-	-	1,353,228	2,948,240	-	14,589,392
Receivables								
Property taxes	18,984,822	10,405,728	45,628	312,832	-	-	-	29,749,010
Government claims and grants	709,686	-	-	-	-	-	-	709,686
Student tuition and fees	8,185,918	-	-	-	-	-	92,951	8,278,869
Accrued interest	47,268	-	-	-	2,132	24,743	-	74,143
Other	7,332	325	-	-	-	-	-	7,657
Due from other accounts	4,093,370	-	93,260	513,512	16,627,741	-	7,987,873	29,315,756
Prepaid items	650,955	-	-	3,920	-	-	239,880	894,755
Inventories	25,069	-	-	-	-	-	591,683	616,752
TOTAL ASSETS	<u>\$ 98,864,719</u>	<u>\$ 10,406,153</u>	<u>\$ 138,888</u>	<u>\$ 830,264</u>	<u>\$ 18,011,077</u>	<u>\$ 6,710,795</u>	<u>\$ 8,942,397</u>	<u>\$ 143,904,293</u>
Liabilities and Account Balance								
Liabilities								
Accounts payable	\$ 458,302	\$ 440,789	\$ -	\$ 759	\$ -	\$ -	\$ 638,490	\$ 1,538,340
Accrued salaries and related costs	3,418,209	329,325	-	-	-	-	45,650	3,793,184
Other liabilities	210,117	-	-	-	-	-	4,539	214,656
Deferred revenue, tuition and fees	11,476,978	-	-	-	-	-	1,336,096	12,813,074
Due to other accounts	60,589,463	4,093,370	-	-	-	-	-	64,682,833
Compensated absences	1,075,883	305,958	-	-	-	-	129,335	1,511,176
Early retirement benefits	871,188	-	-	-	-	-	-	871,188
Claims payable	-	-	-	-	1,702,969	-	-	1,702,969
Total Liabilities	<u>78,100,140</u>	<u>5,169,442</u>	<u>-</u>	<u>759</u>	<u>1,702,969</u>	<u>-</u>	<u>2,154,110</u>	<u>87,127,420</u>
Account Balance, unrestricted	<u>20,764,579</u>	<u>5,236,711</u>	<u>138,888</u>	<u>829,505</u>	<u>16,308,108</u>	<u>6,710,795</u>	<u>6,788,287</u>	<u>56,776,873</u>
TOTAL LIABILITIES AND ACCOUNT BALANCE	<u>\$ 98,864,719</u>	<u>\$ 10,406,153</u>	<u>\$ 138,888</u>	<u>\$ 830,264</u>	<u>\$ 18,011,077</u>	<u>\$ 6,710,795</u>	<u>\$ 8,942,397</u>	<u>\$ 143,904,293</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN CURRENT UNRESTRICTED ACCOUNT BALANCES
Year ended June 30, 2020
(Unaudited)

	Education	Operations and Maintenance	Audit	Liability Protection and Settlement	Self Insurance	Working Cash	Auxiliary	Total
Revenues								
Property taxes	\$ 35,052,447	\$ 19,220,165	\$ 84,569	\$ 579,369	\$ -	\$ -	\$ -	\$ 54,936,550
Corporate personal property replacement taxes	2,108,637	-	-	-	-	-	-	2,108,637
Tuition and fees	33,101,239	-	-	-	-	-	7,124,113	40,225,352
Sales and service fees		99,560	-	-	13,914,111	-	5,458,356	19,472,027
State and federal sources	8,683,380	-	-	-	-	-	-	8,683,380
Investment income	977,993	-	-	-	31,373	124,400	-	1,133,766
Miscellaneous	736,032	547	-	-	-	-	153,012	889,591
Total Revenues	<u>80,659,728</u>	<u>19,320,272</u>	<u>84,569</u>	<u>579,369</u>	<u>13,945,484</u>	<u>124,400</u>	<u>12,735,481</u>	<u>127,449,303</u>
Expenses								
Current								
Instruction	43,426,368	-	-	-	-	-	3,560,831	46,987,199
Academic support	3,632,391	-	-	-	-	-	619,957	4,252,348
Student services	7,361,281	-	-	-	-	-	29,318	7,390,599
Public services	97,304	-	-	-	-	-	184,406	281,710
Operation and maintenance plant	-	13,241,425	-	-	-	-	-	13,241,425
Independent operation	-	-	-	-	10,636,412	-	6,608,322	17,244,734
General administration	6,316,981	-	-	84,218	-	-	-	6,401,199
Institutional support	11,625,105	623,660	60,895	501,450	-	-	2,543,954	15,355,064
Debt Service								
Principal	87,745	-	-	-	-	-	-	87,745
Interest and fees	18,990	-	-	-	-	-	-	18,990
Total Expenses	<u>72,566,165</u>	<u>13,865,085</u>	<u>60,895</u>	<u>585,668</u>	<u>10,636,412</u>	<u>-</u>	<u>13,546,788</u>	<u>111,261,013</u>
Revenues over (under) expenses	8,093,563	5,455,187	23,674	(6,299)	3,309,072	124,400	(811,307)	16,188,290
NON-MANDATORY TRANSFERS								
Transfers in	34,012	-	-	-	-	-	880,054	914,066
Transfers (out)	(7,500,459)	(5,275,000)	-	-	-	-	(419,957)	(13,195,416)
Revenues and transfers in over (under) expenses and transfers (out)	627,116	180,187	23,674	(6,299)	3,309,072	124,400	(351,210)	3,906,940
Account Balances:								
July 1, 2019	<u>20,137,463</u>	<u>5,056,524</u>	<u>115,214</u>	<u>835,804</u>	<u>12,999,036</u>	<u>6,586,395</u>	<u>7,139,497</u>	<u>52,869,933</u>
June 30, 2020	<u>\$ 20,764,579</u>	<u>\$ 5,236,711</u>	<u>\$ 138,888</u>	<u>\$ 829,505</u>	<u>\$ 16,308,108</u>	<u>\$ 6,710,795</u>	<u>\$ 6,788,287</u>	<u>\$ 56,776,873</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
COMBINING BALANCE SHEET - CURRENT RESTRICTED ACCOUNTS
June 30, 2020
(Unaudited)

	Restricted <u>Purpose</u>	General Obligation Bond (Alternate Revenue <u>Source</u>)	<u>Total</u>
Assets			
Cash and cash equivalents	\$ 53,274	\$ -	\$ 53,274
Investments	365,510	-	365,510
Receivables			
Property taxes	-	4,062,019	4,062,019
Government claims and grants	859,732	-	859,732
Accrued interest	3,684	-	3,684
Due from other accounts	<u>1,655,850</u>	<u>3,148,738</u>	<u>4,804,588</u>
 TOTAL ASSETS	 <u>\$ 2,938,050</u>	 <u>\$ 7,210,757</u>	 <u>\$ 10,148,807</u>
Liabilities and Account Balance			
Liabilities			
Accounts payable	\$ 241,670	\$ -	\$ 241,670
Accrued salaries and related costs	48,854	-	48,854
Accrued interest	-	324,224	324,224
Deferred revenue			
Government claims and grants	416,266	-	416,266
Compensated absences	<u>29,565</u>	<u>-</u>	<u>29,565</u>
Total Liabilities	<u>736,355</u>	<u>324,224</u>	<u>1,060,579</u>
Account Balance			
Restricted For, Expendable			
Debt service	-	6,886,533	6,886,533
Instructional	<u>2,201,695</u>	<u>-</u>	<u>2,201,695</u>
Total Account Balance	<u>2,201,695</u>	<u>6,886,533</u>	<u>9,088,228</u>
 TOTAL LIABILITIES AND ACCOUNT BALANCE	 <u>\$ 2,938,050</u>	 <u>\$ 7,210,757</u>	 <u>\$ 10,148,807</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
CURRENT RESTRICTED ACCOUNT BALANCES
Year ended June 30, 2020
(Unaudited)

	Restricted Purpose	General Obligation Bond (Alternate Revenue Source)	Total
Revenues			
Property taxes	\$ -	\$ 7,507,347	\$ 7,507,347
State sources	48,778,829	-	48,778,829
Federal sources	17,876,740	743,418	18,620,158
Investment income	-	85,446	85,446
Miscellaneous	436,822	-	436,822
Total Revenues	<u>67,092,391</u>	<u>8,336,211</u>	<u>75,428,602</u>
Expenses			
Current			
Instruction	3,730,220	-	3,730,220
Academic support	-	-	-
Student services	15,652,697	-	15,652,697
Public services	2,546,560	-	2,546,560
Operation and maintenance plant	-	-	-
Independent operation	41,912	-	41,912
General administration	7,223	-	7,223
Institutional support	45,640,931	-	45,640,931
Debt Service			
Principal	-	72,405,000	72,405,000
Interest and fees	-	8,115,798	8,115,798
Total Expenses	<u>67,619,543</u>	<u>80,520,798</u>	<u>148,140,341</u>
Revenues (under) expenses	(527,152)	(72,184,587)	(72,711,739)
Non-Mandatory Transfers			
Issurance of refunding bonds	-	60,280,000	60,280,000
Premium on bonds sold	-	5,905,047	5,905,047
Transfers in	<u>506,350</u>	<u>6,637,988</u>	<u>7,144,338</u>
Revenues and transfers in over (under) expenses and transfers (out)	(20,802)	638,448	617,646
Account Balances:			
July 1, 2019	<u>2,222,497</u>	<u>6,248,085</u>	<u>8,470,582</u>
June 30, 2020	<u>\$ 2,201,695</u>	<u>\$ 6,886,533</u>	<u>\$ 9,088,228</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

ALL FUNDS SUMMARY
UNIFORM FINANCIAL STATEMENT #1
Year ended June 30, 2020

	Education	Operations and Maintenance	Operations and Maintenance Fund (Restricted)	Obligation Bond (Alternate Revenue Source)	Auxiliary Enterprise	Restricted Purposes	Audit	Liability Protection and Settlement	Working Cash	Health Insurance	Total
Account Balance, July 1, 2019	\$ 20,137,463	\$ 5,056,524	\$ 21,264,123	\$ 6,248,085	\$ 7,139,497	\$ 2,222,497	\$ 115,214	\$ 835,804	\$ 6,586,395	\$ 12,999,036	\$ 82,604,638
REVENUES											
Local tax revenue	35,052,447	19,220,165	1,057,450	7,507,347	-	-	84,569	579,369	-	-	63,501,347
All other local revenue	2,108,637	-	-	-	-	-	-	-	-	-	2,108,637
ICCB grants	8,579,620	-	-	-	-	952,497	-	-	-	-	9,532,117
All other state revenue	-	-	378,811	-	-	47,826,332	-	-	-	-	48,205,143
Federal revenue	103,760	-	-	743,418	-	17,876,740	-	-	-	-	18,723,918
Student tuition and fees	33,101,239	-	4,900,441	-	7,124,113	-	-	-	-	-	45,125,793
All other revenue	<u>1,714,025</u>	<u>100,107</u>	<u>351,383</u>	<u>66,270,493</u>	<u>5,611,368</u>	<u>436,822</u>	<u>-</u>	<u>-</u>	<u>124,400</u>	<u>13,945,484</u>	<u>88,554,082</u>
Total Revenue	<u>80,659,728</u>	<u>19,320,272</u>	<u>6,688,085</u>	<u>74,521,258</u>	<u>12,735,481</u>	<u>67,092,391</u>	<u>84,569</u>	<u>579,369</u>	<u>124,400</u>	<u>13,945,484</u>	<u>275,751,037</u>
EXPENDITURES											
BY PROGRAM											
Instruction	42,054,209	-	378,811	-	3,560,831	30,183,842	-	-	-	-	76,177,693
Academic support	3,632,391	-	-	-	619,957	1,981,270	-	-	-	-	6,233,618
Student services	7,158,800	-	-	-	29,318	4,563,555	-	-	-	-	11,751,673
Public services/continuing education	-	-	-	-	184,406	3,226,125	-	-	-	-	3,410,531
Independent operations	-	-	-	-	6,608,322	1,366,744	-	-	-	10,636,412	18,611,478
Operations and maintenance	-	13,241,425	1,885,090	-	-	5,257,219	-	-	-	-	20,383,734
General administration	6,423,716	-	-	-	-	2,681,802	-	84,218	-	-	9,189,736
Institutional support	7,064,757	623,660	1,506,221	80,520,798	2,543,954	3,477,898	60,895	501,450	-	-	96,299,633
Scholarships, grants and waivers	<u>6,232,292</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,881,088</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,113,380</u>
Total Expenditures	<u>72,566,165</u>	<u>13,865,085</u>	<u>3,770,122</u>	<u>80,520,798</u>	<u>13,546,788</u>	<u>67,619,543</u>	<u>60,895</u>	<u>585,668</u>	<u>-</u>	<u>10,636,412</u>	<u>263,171,476</u>
Net transfers in (out)	<u>(7,466,447)</u>	<u>(5,275,000)</u>	<u>5,137,012</u>	<u>6,637,988</u>	<u>460,097</u>	<u>506,350</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Account Balance, June 30, 2020	\$ 20,764,579	\$ 5,236,711	\$ 29,319,098	\$ 6,886,533	\$ 6,788,287	\$ 2,201,695	\$ 138,888	\$ 829,505	\$ 6,710,795	\$ 16,308,108	\$ 95,184,199

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

SUMMARY OF CAPITAL ASSETS AND DEBT
UNIFORM FINANCIAL STATEMENT #2
June 30, 2020

	Capital Asset and Debt <u>June 30, 2019</u>	<u>Additions</u>	<u>Deletions</u>	Capital Asset and Debt <u>June 30, 2020</u>
Capital Assets				
Land	\$ 4,677,268	\$ -	\$ -	\$ 4,677,268
Land improvements	20,725,325	212,605	-	20,937,930
Buildings and improvements	268,997,177	4,931,105	-	273,928,282
Furniture and equipment	32,712,975	1,021,997	1,027,601	32,707,371
Construction in process	<u>3,249,870</u>	<u>2,158,060</u>	<u>4,494,153</u>	<u>913,777</u>
	330,362,615	8,323,767	5,521,754	333,164,628
Accumulated depreciation	<u>94,111,669</u>	<u>12,560,142</u>	<u>1,023,732</u>	<u>105,648,079</u>
 TOTAL	 <u>\$ 236,250,946</u>	 <u>\$ (4,236,375)</u>	 <u>\$ 4,498,022</u>	 <u>\$ 227,516,549</u>
Debt				
General obligation bonds 2009	\$ 69,785,000	\$ -	\$ 69,785,000	\$ -
Premium on bonds	672,150	-	672,150	-
General obligation refunding bonds 2012 (alternate revenue source)	8,740,000	-	100,000	8,640,000
Premium on bonds	294,471	-	32,719	261,752
General obligation refunding bonds 2013A (alternate revenue source)	14,115,000	-	2,340,000	11,775,000
Premium on bonds	846,364	-	169,273	677,091
General obligation bonds 2013B (alternate revenue source)	44,365,000	-	-	44,365,000
Premium on bonds	1,114,426	-	58,654	1,055,772
General obligation refunding bonds 2018 (alternate revenue source)	17,925,000	-	180,000	17,745,000
Premium on bonds	686,075	-	52,775	633,300
General obligation refunding bonds 2009	-	60,280,000	-	60,280,000
Premium on bonds	-	5,905,047	590,502	5,314,545
Leases	382,098	-	87,745	294,353
Net OPEB liability	52,596,813	2,937,787	2,863,323	52,671,277
Compensated absences	1,072,603	1,372,275	904,137	1,540,741
Early retirement benefits	<u>961,429</u>	<u>-</u>	<u>90,241</u>	<u>871,188</u>
 TOTAL	 <u>\$ 213,556,429</u>	 <u>\$ 70,495,109</u>	 <u>\$ 77,926,519</u>	 <u>\$ 206,125,019</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3
Year ended June 30, 2020

	Education <u>Accounts</u>	Operations and Maintenance <u>Accounts</u>	<u>Total</u>
REVENUES			
Local Government			
Local taxes	\$ 35,052,447	\$ 19,220,165	\$ 54,272,612
Payments in lieu of taxes	2,108,637	-	2,108,637
Chargeback revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Local Government	<u>37,161,084</u>	<u>19,220,165</u>	<u>56,381,249</u>
STATE GOVERNMENT			
ICCB Credit Hour Grants	7,920,670	-	7,920,670
ICCB Career and Technical Education	658,950	-	658,950
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total State Government	<u>8,579,620</u>	<u>-</u>	<u>8,579,620</u>
FEDERAL GOVERNMENT			
Department of Education	103,760	-	103,760
Department of Treasury	<u>-</u>	<u>-</u>	<u>-</u>
Total Federal Government	<u>103,760</u>	<u>-</u>	<u>103,760</u>
STUDENT TUITION AND FEES			
Tuition less tuition refunds	32,684,277	-	32,684,277
Fees	<u>416,962</u>	<u>-</u>	<u>416,962</u>
Total Tuition and Fees	<u>33,101,239</u>	<u>-</u>	<u>33,101,239</u>
OTHER SOURCES			
Facilities revenue	-	99,560	99,560
Investment revenue	977,993	-	977,993
Other revenue	<u>736,032</u>	<u>547</u>	<u>736,579</u>
Total Other Sources	<u>1,714,025</u>	<u>100,107</u>	<u>1,814,132</u>
Transfers	<u>34,012</u>	<u>-</u>	<u>34,012</u>
Total Revenues	80,693,740	19,320,272	100,014,012
Less: Nonoperating item			
Tuition chargeback	<u>-</u>	<u>-</u>	<u>-</u>
ADJUSTED REVENUES	<u>\$ 80,693,740</u>	<u>\$ 19,320,272</u>	<u>\$ 100,014,012</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3 (CONTINUED)
Year ended June 30, 2020

	Education <u>Accounts</u>	Operations and Maintenance <u>Accounts</u>	<u>Total</u>
EXPENDITURES			
By Program:			
Instruction	\$ 42,054,209	\$ -	\$ 42,054,209
Academic support	3,632,391	-	3,632,391
Student services	7,158,800	-	7,158,800
Public service	-	-	-
Operations and maintenance	-	13,241,425	13,241,425
General administration	6,423,716	-	6,423,716
Institutional support	7,064,757	623,660	7,688,417
Scholarships, grants and waivers	6,232,292	-	6,232,292
Transfers	<u>7,500,459</u>	<u>5,275,000</u>	<u>12,775,459</u>
Total Expenditures	80,066,624	19,140,085	99,206,709
Less: Nonoperating item - tuition chargebacks	-	-	-
Transfers to nonoperating accounts	<u>(7,500,459)</u>	<u>(5,275,000)</u>	<u>(12,775,459)</u>
ADJUSTED EXPENDITURES	<u>\$ 72,566,165</u>	<u>\$ 13,865,085</u>	<u>\$ 86,431,250</u>
By Object:			
Salaries	\$ 50,304,729	\$ 7,767,386	\$ 58,072,115
Employee benefits	11,029,977	2,219,650	13,249,627
Contractual services	1,317,605	629,620	1,947,225
Material and supplies	2,554,580	920,452	3,475,032
Conferences and meetings	428,716	36,832	465,548
Fixed charges	305,433	663	306,096
Utilities	-	2,201,550	2,201,550
Capital outlay	36,602	81,511	118,113
Other	6,588,523	7,421	6,595,944
Transfers	<u>7,500,459</u>	<u>5,275,000</u>	<u>12,775,459</u>
Total Expenditures	80,066,624	19,140,085	99,206,709
Less: Nonoperating item - tuition chargebacks	-	-	-
Transfers to nonoperating accounts	<u>(7,500,459)</u>	<u>(5,275,000)</u>	<u>(12,775,459)</u>
ADJUSTED EXPENDITURES	<u>\$ 72,566,165</u>	<u>\$ 13,865,085</u>	<u>\$ 86,431,250</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

RESTRICTED PURPOSE FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4
Year ended June 30, 2020

REVENUES

State Government	
Illinois Community College Board:	
Adult Education - State Basic	\$ 693,508
Adult Education - Performance	258,989
Illinois Student Assistance Commission	2,266,683
State University Retirement System	44,711,738
Other sources	<u>847,911</u>
Total State Government	<u>48,778,829</u>
 Federal Government	
Dept. of Education	15,906,637
Dept. of Labor	1,773,210
Dept. of Transportation	64,519
National Science Foundation	115,614
Other	<u>16,760</u>
Total Federal Government	<u>17,876,740</u>
 Other Sources	
Other	<u>436,822</u>
Total Other Sources	<u>436,822</u>
 Transfers	<u>506,350</u>
 TOTAL REVENUES	<u>\$ 67,598,741</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

RESTRICTED PURPOSE FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4 (CONTINUED)
Year ended June 30, 2020

EXPENDITURES

By Program:

Instruction	\$ 30,183,842
Academic support	1,981,270
Student support	4,563,555
Public services	3,226,125
Independent operation	1,366,744
Operations and maintenance	5,257,219
General administration	2,681,802
Institutional support	3,477,898
Scholarships, grants and waivers	14,881,088
Transfers	<u>-</u>

TOTAL EXPENDITURES BY PROGRAM	<u>\$ 67,619,543</u>
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By Object:

Salaries	\$ 3,495,537
Employee benefits	45,676,230
Contractual services	436,644
General materials and supplies	671,693
Conference and meeting expenses	120,733
Fixed charges	4,800
Utilities	-
Capital outlay	385,883
Other	16,828,023
Transfers	<u>-</u>

TOTAL EXPENDITURES BY OBJECT	<u>\$ 67,619,543</u>
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JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

CURRENT FUNDS EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5
Year ended June 30, 2020

INSTRUCTION

Instructional programs	\$ 42,054,209
Instructional support	<u>33,744,673</u>
Total Instruction	<u>75,798,882</u>

PUBLIC SERVICES

Community education	<u>3,410,531</u>
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ACADEMIC SUPPORT

Learning Resource Center	1,098,759
Instructional Materials Center	584,622
Educational Media Services	372,656
Academic computing support	560,310
Academic administration and planning	303,717
Other academic support	<u>3,313,554</u>
Total Academic Support	<u>6,233,618</u>

STUDENT SERVICES SUPPORT

Admissions and records	2,029,310
Counseling and career services	2,268,082
Financial aid administration	1,000,950
Other student services support	<u>6,453,331</u>
Total Student Services Support	<u>11,751,673</u>

OPERATIONS AND MAINTENANCE OF PLANT

Maintenance	1,747,743
Custodial services	3,677,149
Grounds maintenance	1,362,654
Campus Security	2,888,714
Transportation	37,987
Utilities	2,973,061
Administration	<u>5,811,336</u>
Total Operations and Maintenance of Plant	<u>18,498,644</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

CURRENT FUNDS EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5 (CONTINUED)
Year ended June 30, 2020

GENERAL ADMINISTRATION

Executive management	\$ 968,687
Fiscal operations	1,949,164
Community relations	1,647,177
Administrative support services	1,858,688
Other	<u>2,766,020</u>
Total General Administration	<u>9,189,736</u>

INSTITUTIONAL SUPPORT

Board of trustees	209,939
General institution	2,309,491
Institutional research	455,015
Administrative data processing	5,778,165
Other	<u>5,520,004</u>
Total Institutional Support	<u>14,272,614</u>

SCHOLARSHIPS, GRANTS AND WAIVERS

21,113,380

AUXILIARY SERVICES

Independent operation	<u>18,611,478</u>
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TOTAL CURRENT FUNDS EXPENDITURES

\$ 178,880,556

* Current funds include the Education, Operations and Maintenance, Auxiliary Enterprise, Restricted Purpose, Audit, Liability Protection Settlement, Working Cash and Health Insurance funds.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO UNIFORM FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 – GENERAL

The uniform financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The uniform financial statements are required by the Illinois Community College Board and are presented on the regulatory basis of accounting as permitted by the Illinois Community College Board which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

NOTE 2 – BASIS OF ACCOUNTING

The Illinois Community College Board (ICCB) uniform financial statements have been prepared on the modified accrual basis of accounting except for revenue which is recognized on the full accrual basis of accounting in accordance with the accounting practices prescribed or permitted by the ICCB.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

CERTIFICATION OF CHARGEBACK REIMBURSEMENT
For Fiscal Year 2021

All Noncapital Audit Operating Expenditures
for Fiscal Year 2020 From All Revenue Sources:

Educational Account	\$ 72,566,165
Operations and Maintenance Account	13,756,539
Restricted Purposes Fund	27,312,734
Audit Fund	60,895
Liability, Protection and Settlement Fund	585,668
Debt Service Funds	14,845,798
Operation and Maintenance Fund (Restricted)	970,210
Auxiliary Enterprise Fund (subsidy only)	<u>3,773,754</u>

TOTAL NONCAPITAL EXPENDITURES \$ 133,871,763

Depreciation on capital outlay expenditures
(equipment, buildings, and fixed equipment paid)
from sources other than state and federal funds

11,919,616

TOTAL COSTS INCLUDED 145,791,379

Total certified semester credit hours for FY 2020

251,252

PER CAPITA COST

580.26

All FY 2020 state and federal operating grants
for noncapital expenditures, except ICCB grants

26,622,252

FY 2020 state and federal grants per semester
credit hour

(105.96)

District's average ICCB grant rate (excluding
equalization grants) for FY 2021

(34.02)

District's student tuition and fee rate per
semester credit hour for FY 2021


(148.00)

Chargeback reimbursement per semester credit
credit hour

\$ 292.28

Approved: 
Chief Fiscal Officer

Date: 10-1-2020

Approved: 
Chief Executive Officer

Date: 10-1-2020

**INDEPENDENT ACCOUNTANTS' REPORT ON THE SCHEDULE OF ENROLLMENT DATA AND
OTHERS BASED UPON WHICH CLAIMS ARE FILED**

To the Board of Trustees
Joliet Junior College -
Community College District No. 525
Joliet, Illinois

We have examined the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims Were Filed, of Joliet Junior College – Community College District No. 525 (the “District”) for the year ended June 30, 2020. The Schedule of Enrollment Data and Other Bases Upon Which Claims Were Filed is the responsibility of the District’s management. Our responsibility is to express an opinion on the schedule based upon our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants, in accordance with the guidelines of the Illinois Community College Board’s *Fiscal Management Manual*, and accordingly, included examining, on a test basis, evidence supporting the Schedule of Enrollment Data and Other Bases Upon Which Claims Were Filed and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims Were Filed, in all material respects, is fairly presented in accordance with the provisions of the aforementioned guidelines.

The supplementary information on pages 90 and 91 has not been subjected to the examination procedures applied in the examination of the Schedule of Enrollment Data and Other Bases Upon Which Claims Were Filed, and accordingly, we express no opinion on them.

This report is intended solely for the information and use of the board of trustees, management, and the Illinois Community College Board and is not intended to be and should not be used by anyone other than these specified parties.

Baker Tilly US, LLP

Oak Brook, Illinois
October 1, 2020

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

SCHEDULE OF ENROLLMENT DATA AND OTHER BASES
UPON WHICH CLAIMS ARE FILED
June 30, 2020

	Apportionment Semester Credit Hours by Term							
	Summer		Fall		Spring		Total	
	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted
Categories								
Baccalaureate	23,873.0	-	74,546.0	-	67,467.0	-	165,886.0	-
Business Occupational	962.0	-	4,983.0	-	4,255.0	-	10,200.0	-
Technical Occupational	1,801.0	-	12,102.5	-	13,098.5	-	27,002.0	-
Health Occupations	1,504.5	-	7,262.0	-	8,251.5	-	17,018.0	-
Remedial/Developmental	1,777.0	-	9,842.0	-	6,113.0	-	17,732.0	-
Adult Basic Education/ Adult Secondary Education	-	2,009.0	-	5,759.0	-	5,646.0	-	13,414.0
Total Credit Hours Verified	29,917.5	2,009.0	108,735.5	5,759.0	99,185.0	5,646.0	237,838.0	13,414.0

	Attending In-District	Attending Out- Of-District on Chargeback or Contractual Agreement	Total
Reimbursable Semester Credit Hours	228,420.0	-	228,420.0
	Dual Credit	Dual Enrollment	Total
Reimbursable Semester Credit Hours (All Terms)	24,029.0	699.0	24,728.0

District's Prior Year Equalized Assessed Valuation - 2019

Will County	\$ 18,139,867,993
Grundy County	2,044,113,672
Cook County	899,052,464
Livingston County	152,452,997
Kendall County	498,023,871
LaSalle County	23,191,439
Kankakee County	741,753
TOTAL	\$ 21,757,444,189

Signatures


Chief Executive Officer (CEO)


Chief Financial Officer (CFO)

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
RECONCILIATION OF TOTAL SEMESTER CREDIT HOURS
June 30, 2020

	Total Unrestricted Credit Hours	Total Unrestricted Credit Hours Certified to the ICCB	Difference	Total Restricted Credit Hours	Total Restricted Credit Hours Certified to the ICCB	Difference
Categories						
Baccalaureate	165,886.0	165,886.0	-	-	-	-
Business Occupational	10,200.0	10,200.0	-	-	-	-
Technical Occupational	27,002.0	27,002.0	-	-	-	-
Health Occupations	17,018.0	17,018.0	-	-	-	-
Remedial/Developmental	17,732.0	17,732.0	-	-	-	-
Adult Basic Education/Adult Secondary Education	-	-	-	13,414.0	13,414.0	-
Total	237,838.0	237,838.0	-	13,414.0	13,414.0	-

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

	Total Attending (Unrestricted and Restricted)	Total Attending as Certified to the ICCB	Difference
In-District Residents	228,420.0	228,420.0	-
Out-of-District on Chargeback or Contractual Agreement	-	-	-
	Total Reimbursable	Total Reimbursable Certified to ICCB	Difference
Dual Credit	24,029.0	24,029.0	-
Dual Enrollment	699.0	699.0	-

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
RESIDENCY POLICY (UNAUDITED)
June 30, 2020

RESIDENCY

A person shall be considered a resident of Joliet Junior College District 525 who has resided in Illinois Community College District 525 for at least 30 days prior to the beginning of the term.

Tuition paid by a student attending Joliet Junior College is determined by the student's legal and permanent place of residence. An in-district resident is a person whose residence is within Joliet Junior College District 525 or one whose intent is to establish permanent residence in District 525. Residence is defined as the place where the student lives and is considered the student's permanent home. The residence must be owned or occupied for a minimum of thirty days prior to the beginning of the term.

Determination of residence status is made during the processing of a student's Application for Admission and is subject to further review and/or revision by the Dean of Admissions and Financial Aid or designated staff. Factors used in residency determination may include current address, length of time at that address, high school attended, and date of graduation. The applicant is responsible for furnishing information, evidence, or documents deemed necessary to accurately determine residency within 10 business days prior to the beginning of the term.

Evidence of legal residency shall be based on ownership and/or occupancy of a home or residence in the district (shown by a deed, lease, or formal rent receipt with lessor's name indicated) and one of the following showing the same address:

1. A current Illinois driver's license or Illinois state identification card
2. A current Illinois automobile license registration
3. A current Illinois voter's registration card
4. Employment in the state of Illinois (for out-of-state residents)
5. Payment of Illinois income taxes (for out-of-state residents)
6. A document showing the student's past or existing status as a district student; e.g. a high school transcript
7. A utility bill in the name of the student
8. A proof of automobile insurance
9. A proof of homeowner's insurance
10. A current credit card billing statement
11. A current bank statement
12. A change of address form from the Post Office

Each of these proofs must show an in-district address. A post office box number for an address will not serve to prove residency. Renters must submit either a rent receipt or lease signed by the owner/manager (dated at least 30 days prior to the beginning of the term). The student must complete the Residency Status Change Request form and submit both proofs of residency to the Joliet Junior College Admissions Office (J-1005) within 10 business days of the beginning of the term.

Out-of-state applicants who fail to submit the required proofs by the stated deadline will be charged out-of-state tuition. Students who demonstrate to 30-day, in-state, but not in-district residency, will be charged Illinois out-of-district tuition. Should a student prove in-district residency and move from that address without providing a forwarding address, Joliet Junior College will have their address returned to the original address from the application and in-district status will be reviewed.

Employment in the District: Persons who are not residents of District 525 but who are employed full-time (35 hours per week) in the district are eligible for in-district tuition and fees. To qualify, a letter must be on file in the Admission's office each semester prior to the student's registration. This letter must be written on company stationery and must be signed by either the owner/manager or the director of human resources.

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

SCHEDULE OF ASSESSED VALUATIONS, TAX RATES AND TAX EXTENSIONS (UNAUDITED)

<u>TAX LEVY YEAR</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Assessed Valuation:										
Will County	\$ 18,139,867,993	\$ 17,349,792,215	\$ 16,587,954,291	\$ 15,818,465,969	\$ 15,054,518,164	\$ 14,731,038,083	\$ 14,867,060,257	\$ 15,544,164,034	\$ 16,518,909,440	\$ 17,379,370,763
Grundy County	2,044,113,672	1,962,223,110	1,862,442,974	1,815,831,905	1,745,792,783	1,745,702,192	1,748,545,924	1,833,949,279	1,843,748,706	1,865,970,346
Cook County	899,052,464	891,868,373	913,529,423	755,324,579	710,891,142	715,476,997	733,433,150	778,150,559	840,592,313	1,000,721,301
Livingston County	152,452,997	143,050,303	133,568,590	126,707,845	128,321,978	130,913,095	135,129,678	139,132,599	141,716,706	140,139,219
Kendall County	498,023,871	466,550,386	435,745,136	401,054,830	377,972,021	351,153,144	343,315,735	352,676,497	369,284,162	408,694,865
LaSalle County	23,191,439	22,593,435	22,115,443	22,131,159	22,162,472	22,111,583	22,023,544	22,250,453	22,731,762	22,773,620
Kankakee County	741,753	719,748	669,745	640,655	594,341	567,228	560,139	570,614	565,794	577,029
TOTAL	\$ 21,757,444,189	\$ 20,836,797,570	\$ 19,956,025,602	\$ 18,940,156,942	\$ 18,040,252,901	\$ 17,696,962,322	\$ 17,850,068,427	\$ 18,670,894,035	\$ 19,737,548,883	\$ 20,818,247,143
Tax Rates:										
General Fund:										
Educational Accounts	0.1622	0.1616	0.1632	0.1694	0.1735	0.1747	0.1666	0.1552	0.1391	0.1291
Operations, Building and Maintenance Accounts	0.0889	0.0891	0.0942	0.0903	0.0898	0.0899	0.0853	0.0811	0.0717	0.0650
Debt service	0.0347	0.0344	0.0349	0.0430	0.0348	0.0340	0.0322	0.0290	0.0257	0.0233
Audit Fund	0.0004	0.0002	0.0003	0.0004	0.0006	0.0006	0.0005	0.0005	0.0005	0.0005
Liability, Protection and Settlement Fund	0.0027	0.0025	0.0015	0.0015	0.0032	0.0032	0.0046	0.0047	0.0043	0.0039
Life Safety	0.0049	0.0050	0.0054	0.0055	0.0059	0.0062	0.0062	0.0061	0.0053	0.0054
TOTAL	0.2938	0.2928	0.2995	0.3101	0.3078	0.3086	0.2954	0.2766	0.2466	0.2272
Tax Extensions:										
General Fund:										
Educational Accounts	\$ 35,284,766	\$ 33,676,902	\$ 32,571,428	\$ 32,081,015	\$ 31,305,750	\$ 30,908,252	\$ 29,732,333	\$ 28,974,434	\$ 27,449,763	\$ 26,868,215
Operations, Building and Maintenance Accounts	19,339,985	18,573,519	18,802,129	17,103,083	16,197,594	15,908,346	15,232,409	15,145,028	14,147,138	13,543,827
Debt service	7,554,863	7,172,329	6,955,295	8,136,129	6,272,053	6,022,677	5,747,931	5,412,553	5,081,176	4,858,538
Audit Fund	85,687	42,605	58,759	74,453	105,290	103,567	89,430	92,962	97,633	101,006
Liability, Protection and Settlement Fund	583,329	521,775	294,322	281,649	574,139	565,435	824,121	868,313	842,229	804,148
Life Safety	1,063,839	1,040,184	1,072,429	1,041,752	1,060,175	1,095,071	1,107,042	1,129,871	1,053,979	1,121,023
TOTAL	\$ 63,912,469	\$ 61,027,314	\$ 59,754,362	\$ 58,718,081	\$ 55,515,001	\$ 54,603,348	\$ 52,733,266	\$ 51,623,161	\$ 48,671,918	\$ 47,296,757
Tax collections	\$ 28,604,769	\$ 60,787,524	\$ 59,621,907	\$ 58,512,128	\$ 55,274,230	\$ 54,352,004	\$ 52,584,615	\$ 51,321,101	\$ 48,042,862	\$ 46,966,219
Percent collected	<u>44.76%</u>	<u>99.61%</u>	<u>99.78%</u>	<u>99.65%</u>	<u>99.57%</u>	<u>99.54%</u>	<u>99.72%</u>	<u>99.41%</u>	<u>98.71%</u>	<u>99.30%</u>

INDEPENDENT AUDITORS REPORT ON STATE GRANT PROGRAMS FINANCIAL STATEMENTS

To the Board of Trustees
Joliet Junior College -
Community College District No. 525
Joliet, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of Joliet Junior College – Community College District No. 525 (the “District”), State Adult Education Grant (State Basic and Performance) and the related notes to the financial statements, as of and for the year ended June 30, 2020, as listed in the 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.

Auditors’ Responsibility

Our responsibility is to express opinions 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 standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the guidelines of the Illinois Community College Board’s *Fiscal Management Manual*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 auditors’ 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 entity’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 entity’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 above present fairly, in all material respects, the respective financial position of the of Joliet Junior College – Community College District No. 525, State Adult Education Grant (State Basic and Performance) as of June 30, 2020, and the respective revenues, expenditures and changes in program balances for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As stated in Note 2, the financial statements present only the District's Grant Programs and do not purport to, and do not, present fairly the financial position of the District, as of June 30, 2020, and the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements. The ICCB Compliance Statements as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements.

The ICCB Compliance Statements are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 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 ICCB Compliance Statements are fairly stated, in all material respects, in relation to the financial statements as a whole.

Report on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards*, we have also issued our report dated October 1, 2020 on our consideration of District'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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.



Oak Brook, Illinois
October 1, 2020

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF GRANT PROGRAM
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

To the Board of Trustees
Joliet Junior College -
Community College District No. 525
Joliet, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the guidelines of the Illinois Community College Board *Fiscal Management Manual*, the financial statements of the Joliet Junior College – Community College District No. 525 (the “District”), State Adult Education Grant (State Basic and Performance)) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Grant Program’s financial statements, and have issued our report thereon dated October XX, 2020. The financial statements present only the District Grant Program and do not purport to, and do not, present fairly the financial position of the District, as of June 30, 2020, and the changes in its program balances for the year then ended.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District’s internal control over financial reporting (“internal control”) of the Grant Programs to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District’s internal control of the Grant Program. Accordingly, we do not express an opinion on the effectiveness of the District’s internal control of the Grant Program.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Grant Program's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance of the Grant Program. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Baker Tilly US, LLP". The signature is written in a cursive, flowing style.

Oak Brook, Illinois
October 1, 2020

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

BALANCE SHEET
STATE ADULT EDUCATION GRANT PROGRAM
(STATE BASIC AND PERFORMANCE)
June 30, 2020

	State Basic	Performance	Total
Assets			
Cash	\$ 54,353	\$ 97,809	\$ 152,162
Liabilities and Program Balance			
Liabilities,			
Accrued salary	\$ 13,064	\$ 2,621	\$ 15,685
Deferred revenue	41,289	95,188	136,477
	54,353	97,809	152,162
Program Balance	-	-	-
Total Liabilities and Program Balance	\$ 54,353	\$ 97,809	\$ 152,162

See accompanying notes to grant programs financial statements

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN PROGRAM BALANCE
STATE ADULT EDUCATION GRANT PROGRAM
Year Ended June 30, 2020

	State Basic	Performance	Total
Revenues, state sources	\$ 693,508	\$ 258,989	\$ 952,497
Expenditures,			
Current year's grant:			
Foreign language GED instruction	-	-	-
Instruction	451,839	64,753	516,592
Social work services	60,422	-	60,422
Guidance services	44,720	-	44,720
Assistive and adaptive equipment	-	-	-
Assessment and testing	42,236	30,228	72,464
Student transportation services	-	9,325	9,325
Literacy services	-	3,881	3,881
Child care services	-	4,366	4,366
Total Instruction and Student Services	599,217	112,553	711,770
Program Support:			
Improvement of instructional services	11,851	19,443	31,294
General administration	14,558	9,531	24,089
Operation and maintenance of plant	-	4,800	4,800
Workforce coordination	-	-	-
Data and information services	67,882	112,662	180,544
Total Program Support	94,291	146,436	240,727
Total Expenditures	693,508	258,989	952,497
Revenue over (under) expenditures	-	-	-
Program Balance:			
July 1, 2019	-	-	-
June 30, 2020	\$ -	\$ -	\$ -

See accompanying notes to grant programs financial statements

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

ICCB COMPLIANCE STATEMENT FOR THE
STATE ADULT EDUCATION GRANT PROGRAM
Year Ended June 30, 2020

	<u>Expenditures</u>	<u>Percentage</u>
State Basic		
Instruction (45% Minimum Required)	\$ 451,839	65%
General Administration (15% Maximum Allowed)	14,558	2%

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 - DESCRIPTION OF PROGRAMS

The following grant was received from the Illinois Community College Board (ICCB) and is administered by Joliet Junior College, Community College District No. 525 (College).

State Adult Education: This grant is intended to assist adults to become literate, obtain the knowledge and skills necessary for employment and self-sufficiency, become full partners in the educational development of their children, and completion of secondary school education.

State Basic: Grant awarded to Adult Education 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. This grant is for the purpose of providing adults in the community instruction as may be necessary to increase their qualifications for employment or other means of self-support and to increase their ability to meet their responsibilities as citizens including courses of instruction regularly accepted for graduation from elementary or high schools and for Americanization and General Education Development Review classes. Included in this grant are funds for support services, such as student transportation and childcare facilities or provision.

Performance: Grant awarded to Adult Education providers based on performance outcomes.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General: The accompanying statements include only those transactions resulting from the State Adult Education Grants (Grant Programs). These transactions have been accounted for in a Restricted Purpose Fund. These transactions do not represent the District as a whole.

Basis of Accounting: The financial statements of the Illinois Community College Board (ICCB) grant programs have been prepared on the modified accrual basis of accounting and in accordance with the accounting practices prescribed or permitted by the ICCB. Amounts are recognized as revenues as funds are expended. Expenditures include all liabilities for goods and services actually received as of June 30, 2020.

Encumbrances: Funds obligated for goods prior to June 30, 2020, for which goods are received subsequent to year-end but prior to August 31, 2020, are recorded as encumbrances. Encumbrances are reported as a reservation of fund balance for purposes of reporting since they do not constitute expenditures or liabilities.

Capital Assets: Capital asset purchases are recorded as capital outlay and not capitalized.

**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS
FOR THE ILLINOIS BOARD OF HIGHER EDUCATION – ILLINOIS
COOPERATIVE WORK STUDY PROGRAM GRANT – JOLIET JUNIOR COLLEGE
COOPERATIVE WORK STUDY PROGRAM**

To the Board of Trustees and
To the Illinois Board of Higher Education
Joliet Junior College - Community College District No. 525
Joliet, Illinois

Report on the Financial Statement

We have audited the accompanying balance sheet of the Illinois Board of Higher Education - Illinois Cooperative Work Study Program Grant – Joliet Junior College Cooperative Work Study Program (“IBHE”) Grant of the Joliet Junior College, Community College District No. 525 (the “District”) as of June 30, 2020, and the related statement of revenues, expenses and changes in net position – actual and budget for the year then ended, and the related notes to the financial statements.

Management’s Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement 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 the financial statement that are free from material misstatement, whether due to fraud or error.

Auditors’ 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District’s preparation and fair presentation of the financial statement 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 District’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 statement.

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

To the Board of Trustees
Joliet Junior College -
Community College District No. 525

Opinion

In our opinion, the financial statements referred to above presents fairly, in all material respects, the respective financial position as of June 30, 2020, and the revenues, expenses and changes in net position – budget to actual of the IBHE Grant of the District for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statement presents only the IBHE Grant and does not purport to, and does not present fairly the financial position of the District, as of June 30, 2020, and the revenues, expenses and changes in net position – budget to actual of the District as a whole for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Our report is intended solely for the information and use of the Board of Trustees, management of the District, and IBHE and is not intended to be and should not be used by anyone other than these specified parties.

Baker Tilly US, LLP

Oak Brook, Illinois
October 1, 2020

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO THE ILLINOIS BOARD OF HIGHER EDUCATION – ILLINOIS
COOPERATIVE WORK STUDY PROGRAM GRANT – JOLIET JUNIOR COLLEGE
COOPERATIVE WORK STUDY PROGRAM**

To the Board of Trustees and
To the Illinois Board of Higher Education
Joliet Junior College - Community College District No. 525
Joliet, Illinois

Report on Compliance

We have audited the compliance of Joliet Junior College, Community College District No. 525 (the "District") with the types of compliance requirements described in the Illinois Board of Higher Education – Illinois Cooperative Work Study Program Grant – Joliet Junior College Cooperative Work Study Program ("IBHE") Grant agreement for the year ended June 30, 2020.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to the IBHE Grant.

Auditors' Responsibility

Our responsibility is to express an opinion on the District's compliance based on our audit. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America and the audit requirements of the IBHE Grant. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on the IBHE Grant of the District occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the IBHE Grant. However, our audit does not provide a legal determination on the District's compliance.

Opinion

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that are applicable to the IBHE Grant of the District for the year ended June 30, 2020. In our opinion, the financial statement referred to above presents fairly, in all material respects, the revenues, expenditures and changes in program balance – budget to actual of the IBHE Grant of the District for the period ended June 30, 2020, in conformity with accounting principles generally accepted in the United States of America.

Our report is intended solely for the information and use of the Board of Trustees, management of the District, and IBHE and is not intended to be and should not be used by anyone other than these specified parties.



Oak Brook, Illinois
October 1, 2020

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

BALANCE SHEET
ILLINOIS COOPERATIVE WORK STUDY PROGRAM GRANT
June 30, 2020

	<u>2020 Program</u>
Assets	
Cash	<u>\$ 20,706</u>
Liabilities and Program Balance	
Liabilities,	
Accounts payable	\$ 11,242
Deferred revenue	<u>9,464</u>
	<u>20,706</u>
Program Balance	<u>-</u>
Total Liabilities and Program Balance	<u>\$ 20,706</u>

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
ACTUAL AND BUDGET
2019 ILLINOIS COOPERATIVE WORK STUDY PROGRAM GRANT
Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Favorable (Unfavorable)
Revenues	\$ 3,010	\$ 18,284	\$ (15,274)
Expenses			
Student salaries	3,010	17,784	14,774
Audit	<u>-</u>	<u>500</u>	<u>500</u>
Total Expenses	<u>3,010</u>	<u>18,284</u>	<u>15,274</u>
Excess of revenues over (expenses)	-	<u>\$ -</u>	<u>\$ -</u>
Net Position:			
Beginning	<u>-</u>		
Ending	<u>\$ -</u>		

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
ACTUAL AND BUDGET
2020 ILLINOIS COOPERATIVE WORK STUDY PROGRAM GRANT
Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Favorable (Unfavorable)
Revenues	\$ 26,662	\$ 36,126	\$ (9,464)
Expenses			
Student salaries	26,162	35,626	9,464
Audit	<u>500</u>	<u>500</u>	<u>-</u>
Total Expenses	<u>26,662</u>	<u>36,126</u>	<u>9,464</u>
Excess of revenues over (expenses)	-	<u>\$ -</u>	<u>\$ -</u>
Net Position:			
Beginning	<u>-</u>		
Ending	<u><u>\$ -</u></u>		

JOLIET JUNIOR COLLEGE
COMMUNITY COLLEGE DISTRICT NO. 525
NOTES TO FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 - DESCRIPTION OF PROGRAMS

The following grant was received from the Illinois Board of Higher Education (IBHE) and is administered by Joliet Junior College, Community College District No. 525. These transactions do not represent the District as a whole.

Illinois Cooperative Work Study Projects: These grants provide funding to currently enrolled students to participate in internships at local not-for-profit community agencies and small businesses that would provide opportunities for students to acquire work experiences related to their academic and employment goals.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting: The financial statements are presented on an accrual basis. Amounts are recorded as revenue as funds are expended. Expenses include all liabilities for goods and services actually received as of June 30, 2019. Expenses must be paid or liquidated within 90 days after the close of the program year.

Reporting Period: The financial statements presented report the activity from the 2019 and 2020 Illinois Cooperative Work Study Program grant awards that occurred during the District's fiscal year ending June 30, 2020. Additional activity related to these two grant award periods occurred outside the fiscal year of activity presented with these financial statements.