



FY2024 Annual Comprehensive Financial Report



WAUBONSEE
COMMUNITY COLLEGE



Independent Auditor's Report

Financial Statements

- Unmodified Opinion
- No new accounting pronouncements in FY24

Single Audit Report

- No findings

State Adult Education and Family Literacy Grant

- Unmodified Opinion

Auditor's Communication to Governance

FY2024 Highlights

- Alternate Revenue Bonds (ARB) issued July 17, 2023
 - \$27.82 million in bonds issues
 - \$2.49 million in bond premiums received
 - \$30.31million in total proceeds
 - 20 year amortization
 - Interest rates ranging from 4.00% to 5.00%
 - Financial Statement impact
 - Statement of Net Positions
 - Footnote 5 Long-Term Debt
- Property Tax Abatements

FY2024 Highlights

- Statements of Net Position
 - Current Assets
 - Investments increased by \$43.7 million
 - Bond proceeds designated for TEC building -\$25 million
 - Investment performance reflects higher interest rate environment - \$10.5 million
 - Strong operating performance - \$8.5 million YE transfers
 - Capital Assets
 - Increase represents Construction in Progress associated with TEC building
 - Liabilities
 - Accounts payable increased \$3.8 million mainly due to TEC expenses
 - Bonds payable reflect addition of 2023 ARB and principal payments of \$4.1 million
 - Net Position
 - Net Position increased \$20,117,051

FY2024 Highlights (continued)

- Statement of Revenues, Expenses and Changes in Net Position
 - Operating Revenues
 - Reflects increasing enrollment trend
 - Operating Expenses
 - Increased \$8.5 million over FY23
 - Salary and Benefit increases aligned with budgeted increases and fewer vacancies
 - Scholarships, grants and waivers increased Pell and ISAC –ECACE payments directly to students
 - Effective cost management resulted in positive budget variances
 - Non-Operating Revenues (Expenses)
 - *Property taxes* were supported by an increase of the 2023 tax levy of 6%
 - *Federal grants and contracts* rose by \$3.1 million in Pell and ISAC grants directly aiding students
 - *Investment Income* reflects strong returns on an increased base of investments
 - Includes earnings on bond proceeds
 - *Interest Expense and fiscal charges* increases reflect ARB interest expense

FY2024 Highlights (continued)

- Notes to the Financial Statements
 - Note 2 – Cash and Investments
 - Table of investments
 - FY24 reflects a decrease compared to FY23
 - Includes debt investments only
 - Investments on Statements of Net Position increased in FY24
 - Includes bank deposits and certificates of deposits
 - Note 4 -Capital Assets
 - Construction in progress \$8.7 million primarily TEC building
 - Note 5 – Long-Term Debt
 - Addition of Alternate Revenue Bonds issued July 17, 2023
 - Reflects payment of \$4,055,000 of principal in FY2024
 - Note 10 – Property Tax Abatements

Certificate Of Per Capita Cost

- Certificate of Per Capita Cost for Fiscal Year 2024
 - Replaces Certificate of Chargeback Reimbursement
 - 110 ILCS 805/6-1.5 by Public Act 103-159 (effective 1/1/24)
 - Community colleges waive chargeback between schools
 - Chargeback calculation no longer required
 - Out-of-district student tuition rates have historically been based on Certificate of Chargeback Reimbursement calculation
 - Methodology for out-of-district tuition rates will be reviewed for Spring 2025 recommendation

Questions

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Next Steps

- Accept the FY2024 Annual Comprehensive Financial Report via action by the Board of Trustees
- Management will coordinate filings with ICCB, counties and other regulatory agencies



Thank You!