

Waubonsee Community College

Annual Comprehensive Financial Report

For the Fiscal Years Ended June 30, 2025 and 2024

State of Illinois

Community College District 516

Counties of Kane, Kendall, DeKalb, LaSalle and Will



WAUBONSEE
COMMUNITY COLLEGE

ROUTE 47 AT
WAUBONSEE DRIVE
SUGAR GROVE, ILLINOIS
60554-9454



The
Community
Colleges
of Illinois

FOR EVERY
STUDENT
FOR EVERY
COMMUNITY



**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

For the Years Ended
June 30, 2025 and 2024

Prepared by
Finance Department

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DISTRICT 516
SUGAR GROVE, ILLINOIS
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INTRODUCTORY SECTION

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

PRINCIPAL OFFICIALS

June 30, 2025

| <u>Board Members</u> | <u>Position</u> | <u>Term Expires</u> |
|----------------------|-----------------|---------------------|
| Rebecca D. Oliver | Chair | 2027 |
| Patrick Kelsey | Vice Chair | 2027 |
| Greg Thomas | Secretary | 2029 |
| Rick Guzman | Trustee | 2029 |
| Daniel Jaquez | Trustee | 2031 |
| Stacey Ries | Trustee | 2029 |
| Tina Willson | Trustee | 2031 |
| Maria Santillan | Student Trustee | 2026 |

OFFICERS OF THE COLLEGE

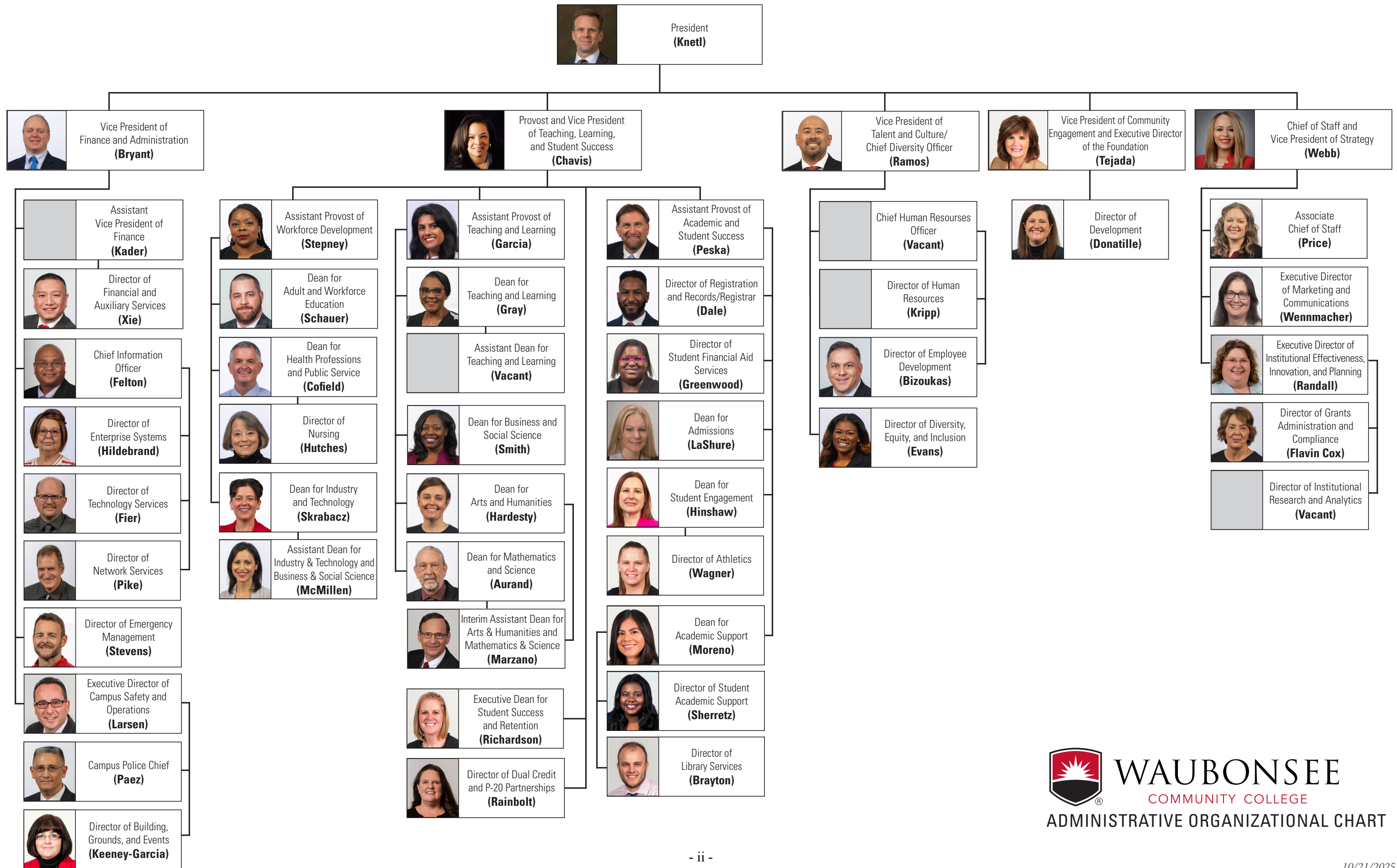
| | |
|---------------------|--|
| Dr. Brian Knetl | President |
| John Bryant | Vice President of Finance and Administration/ Chief Financial Officer |
| Dr. Kimberly Chavis | Provost and Vice President of Teaching, Learning and Student Success |
| Dr. Anthony Ramos | Vice President of Talent and Culture and Chief Diversity Officer |
| Dr. Melinda Tejada | Vice President of Community Engagement and Executive Director of the Foundation |
| Dr. Toya Webb | Chief of Staff and Vice President of Strategy |

OFFICIALS ISSUING REPORT

| | |
|-------------|--|
| John Bryant | Vice President of Finance and Administration/ Chief Financial Officer |
| Lei Xie | Director of Financial and Auxiliary Services |

DIVISION ISSUING REPORT

Finance Department





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Waubonsee Community College
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO



November 20, 2025

Members of the Board of Trustees and
Residents of Waubonsee Community College District 516:

The Annual Comprehensive Financial Report (ACFR) of Waubonsee Community College District 516 (the College), for the fiscal year ended June 30, 2025 , 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 College. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and changes in financial position of the College. All disclosures necessary have been included to enable the reader to gain an understanding of the College's financial activities in relation to its mission.

FINANCIAL STATEMENTS

This letter of transmittal should be read in conjunction with the Management's Discussion and Analysis, which provides an analytical overview of the College's financial activity.

The College is a separate legal entity established under Illinois Compiled Statutes (ILCS) and governed by a locally elected board of trustees. The College is fiscally independent and is considered a primary unit of local government pursuant to GASB Statement No. 14 as amended by GASB Statement No. 61. The College has determined that the Waubonsee Community College Foundation meets the requirements of GASB Statement No. 39, Determining Whether Certain Organizations Are Component Units, an amendment of GASB Statement No. 14, which has resulted in the Waubonsee Community College Foundation (the Foundation) being reported as a discretely presented component unit of the College as it is legally separate from the College. Separate financial statements of the Foundation are available from the Foundation's Executive Treasurer, John Bryant, at Route 47 at Waubonsee Drive, Sugar Grove, Illinois 60554, (630) 466-7900.

BACKGROUND INFORMATION

Waubonsee Community College is a public, comprehensive community college, which was organized in 1966 as mandated by the Illinois Community College Act to provide education and training services for individuals in portions of Kane, Kendall, DeKalb, LaSalle, and Will counties of District 516.

Our Mission

Waubonsee Community College provides exceptional learning through accessible, equitable, and innovative education. We are committed to enriching the lives of our students, employees, and community by working together to create opportunities to discover new passions, share knowledge, and embrace diversity.

Our Vision

Waubonsee Community College opens the door of knowledge, sparks imaginations, and enlightens lives through learning. We welcome the diverse abilities, goals and experiences of individuals standing on the threshold of discovery. Our success is defined by the dreams we help shape, the opportunities we help design, and the futures we help create.

Our Core Values

Quality: We constantly redefine what it means to be “the best,” seeking to improve in every area and exceed the expectations of those we serve.

Value: We focus every resource directly on the search for learning, creating tangible benefits in everything we do.

Innovation: We are actively engaged on the frontiers of education, continuously improving the learning environment for our students and communities.

Service: We view the world from the perspective of those we serve, anticipating needs and striving to exceed expectations while demonstrating a caring, knowledgeable, consistent connection with each individual every time they meet us.

Accessibility: We remove barriers to learning formed by time, geography, education, culture, finances, experience or beliefs to provide a full range of quality educational opportunities for all who can benefit.

Our Programs and Services

Transfer Programs: Associate degree education consisting of communications, social and behavioral sciences, physical and life sciences, mathematics, humanities and arts, education, engineering and other pre-professional fields designed to prepare students for transfer to baccalaureate degree-granting institutions.

Workforce Education: Business, health care, technical and professional education programming designed for entry-level employment, transitioning, retraining and/or upgrading skills to meet current and emerging employment needs and trends. Education and training opportunities include courses, programs, and contract training designed to meet the workplace needs of both individuals and organizations with an emphasis on skill building and improved productivity.



Pre-College Programs: Courses, programs, and services designed to assist academically underprepared students to be successful in the next level of education, including reading, mathematics, writing, college success, literacy, high school equivalency exam preparation (HSE), General Education Diploma (GED), Adult Basic Education (ABE), and English Language Acquisition (ELA)/English as a Second Language (ESL).

Student Services: Services designed to meet the holistic development of all students including counseling, advising, transfer planning, admissions, registration and records, assessment, financial aid, scholarships, career development, student life programming, intercollegiate athletics, and assistance for students with disabilities.

Our Program Support

Instructional and Academic Support: Services designed to facilitate and provide support to the instructional process, including new programs; alternative delivery systems such as online courses; tutoring; the use of instructional technology; the libraries; and learning laboratories.

Administrative Support: Organizational support that provides services for employee selection and development, financial services, facilities, operational management, technology advancements, research, planning, marketing and communications, and campus safety.

Community Support: Service to communities and organizations may be provided by the college to meet local needs. These combined efforts may include collaborations and partnership activities which will improve the quality of life.

PROFILE OF THE COLLEGE



Waubonsee Community College draws its students from a vast community of learners that includes more than 428,000 residents across a 624-square-mile geographic area. Those residents live in or near 22 municipalities and may attend one of 12 public or several private school districts that draw the outline of the community college district. Since its founding in 1966, the college has provided programs and services to more than 345,000 people.

Waubonsee's network of four campuses increases access to face-to-face learning

and services across the district. At our Sugar Grove Campus, students access classrooms, labs and services via peaceful walkways that wind through a lush canopy of oaks and around beautiful Huntoon Lake. Located in the heart of Illinois' second largest city, our Aurora Downtown Campus offers one-stop student services, and transferable general education courses. Our Aurora Fox Valley Campus is focused on health care programs, and features state-of-the-art labs that give students hands-on, realistic experience with current equipment and procedures. Located in the southwest portion of Waubonsee's district, our Plano Campus serves as the College's Innovation and Design Center. As such, it houses a variety of programs including welding, computer aided design and drafting, cybersecurity, and more.

The College offers transfer-oriented courses and associate degrees, associate in applied science degrees and certificates in today's most desirable career fields, and a general-studies associate degree and certificate designed primarily for students who have chosen to pursue a broad general program. District residents are able to complete their degrees or certificates conveniently, thanks to a multitude of flexible learning options. Asynchronous and synchronous online courses, blended or hybrid courses with online and select classroom meetings, the flex modality, and accelerated courses all provide flexibility for students. The College offers dual credit programs where enrolled students earn both high school and college credit.

The College also offers noncredit programs that provide individual development and learning, and workforce training services to local organizations and to individuals. Adult Basic Education and English Language Acquisition (ELA) curriculum opens doors to personal achievement for those who need to strengthen their educational foundation.

The percentage of minority students enrolled in credit courses has steadily increased in recent years, currently standing at more than 40%. The change is reflective both of the changing demographics of the college district and of Waubonsee's commitment to accessible and equitable higher education.

MAJOR INITIATIVES – FY2025 HIGHLIGHTS

Our new strategic plan, RISE 2030, launched this past Spring. RISE 2030 reaffirms our Mission, Vision and Values while defining fundamental commitments. This strategic plan identifies four priorities: Redefine our Relationship with the Community, Invest in Academic Innovation, Strengthen the Student Experience and Enrich the Employee Experience. These priorities will guide the work of the college over the next five years with defined goals and action plans.

The College continues its work with the Achieving the Dream (ATD) network. This work will support the work of RISE 2030 by leveraging institutional data.

The new Technical Education Center (TEC) was substantially complete in July 2025 and opened for classes with the Fall 2025 semester. TEC is home to the Automotive Technology, Auto Body and Welding programs. A grand opening was held on September 12, 2025.

Waubonsee is continuing to help students make space for education in their lives, thanks to the flexibility of classes and availability of increased financial resources. The five MyChoice modalities have continued, with a particular increase in flex courses. Essentially, this option allows students to choose from among face-to-face, sync online, or online delivery methods throughout the course, depending on what works best for them on any given day. In FY25, the Waubonsee Success Scholarship was continued to assist in removing financial barriers for students. Nearly \$700,000 was awarded in scholarships. Funding was made possible through the Budget Stabilization Fund.

As part of our ongoing commitment to quality and continuous improvement, Waubonsee has also identified institutional metrics on our College Scorecard. The College Scorecard was created to provide our community with a snapshot of how we, as a college, are performing in the key areas of finance, enrollment, and student satisfaction. We selected metrics that emanate from public reports to ensure that we are transparent and accountable for our performance. All metrics are updated

yearly, but are on different cycles, so we have committed to producing a new version every six months (January and July) so that our community can see our progress or opportunities in these key areas.

The College Scorecard is a quantitative measurement of our ability to execute against the goals in our Strategic Plan and we continue to look for new, public facing measurements that can help us to further measure our progress. Waubonsee's scorecard can be found on the Institutional Reports webpage at <https://www.waubonsee.edu/about-waubonsee/why-waubonsee/glance/institutional-reports>.

Aligning Budgeting and Strategy

For the FY2025 budget and planning process, Waubonsee's Finance and Institutional Effectiveness teams have continued to focus on developing intentional connections between budgeting and planning and ensuring that both processes are aligned with the Strategic Plan. During the budget and planning process, each college department was asked to review budgets and adjust based on historical spending. This is aimed at improving the accuracy of the budgeting process and identify funding for strategic initiatives. New initiatives were also considered that align with RISE 2030 including the implementation of a degree audit system.

Capital Planning began in FY2025 to identify infrastructure needs such as building renovations and deferred maintenance in support of academic programming. An updated Capital Plan is expected to be completed in FY2026.

ACCOUNTABILITY

Planning and Accreditation

In 2017, Waubonsee Community College was recommended for continued accreditation by the Higher Learning Commission (Commission). Waubonsee's accreditation is completed through the Commission's Open Pathway, which follows a ten-year cycle and focuses on quality assurance and institutional improvement. In July 2021, Waubonsee successfully completed the fourth year of the ten-year cycle known as the Assurance Review, a 125-page self-study that is externally reviewed by a team of Commission peer reviewers. The College met all five Commission criteria with no concerns. A summary of the College's accreditation work can be found on the college's website at <https://www.waubonsee.edu/about-waubonsee/accreditation>. In addition, Waubonsee successfully met all criteria to maintain a status of "recognized" by the Illinois Community College Board (ICCB), which means that the college meets all ICCB standards and is eligible to receive state grants appropriated through the ICCB.

FISCAL RESPONSIBILITY

The Government Finance Officers Association of the United States and Canada (GFOA), a non-profit professional organization, awarded a ***Certificate of Achievement for Excellence in Financial Reporting*** to Waubonsee Community College District 516 for its annual comprehensive financial report (ACFR) for the fiscal year ended June 30, 2024.. This Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report, whose contents conform to program standards. Each ACFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Waubensee Community College District 516 has received the Certificate of Achievement for 26 consecutive years beginning in 1999 through 2024.

The College utilizes a budget process that aligns with GFOA's best practice recommendations. The College subscribes to and implements procedures and practices to maximize transparency and organizational collaboration in the budget development process.

The College's bond rating was upgraded by Moody's Investor Service, Inc. (Moody's) in 2023 to "Aaa," the highest possible rating. Moody's conducted a financial review of outstanding bonds in April 2023 that resulted in the upgrade. The "Aaa" rating was also assigned to the July 2023 bond issuance in support of the Career and Technical Education building. In 2010, S&P Global Ratings (S&P) upgraded the College's bond rating from "AA-" to "AA+" and in 2016 reaffirmed the College's bond rating. S&P's rating is just below the top rating of "AAA".

Internal Control. Management of the College is responsible for establishing and maintaining internal controls designed to ensure that the assets of the College are protected from loss, theft or misuse, and 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 and those prescribed by the Illinois Community College Board. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the valuation of costs and benefits requires estimates and judgments by management.

Budgetary Controls. The College maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the College's board of trustees. The legal level of budgetary control, the level at which expenditures cannot exceed the budget amount, is established at the sub-fund level. Transfers are allowed between various accounts within a fund but may not exceed in aggregate 10 percent of the total budget for that fund. If a transfer is needed in excess of the 10 percent aggregate for that fund, the board of trustees is required to amend the original budget. The College has a board guideline to adopt a balanced operating budget. A balanced budget has funding resources exceeding or equivalent to budgeted expenditures and may include the allocation of prior year excess or fund balance to offset current year anticipated expenditures. The College maintains an encumbrance accounting system as one technique to accomplish budgetary control. Encumbered amounts lapse at year-end.

The State passed a FY2026 budget that includes up to a 3.0% increase in funding for community colleges. State funding represents only 8.3% of total revenues in the operating budget for the College. The College continues its practice to not rely on State funding to support operating

expenses. This budgeting practice was instituted by the College in 2011. While State funding is budgeted as revenue, a similar amount is budgeted as a transfer to the Operations and Maintenance, Restricted Fund to support future capital, deferred maintenance projects or equipment needs; to the Bond and Interest Fund to support the debt service on the 2023 Alternate Revenue General Obligation bonds; or budgeted to support one-time capital purchases.

Many of the State FY2026 higher education capital funding allocations are still on hold as of the date of this letter. In FY2026, the College is allocated \$12.7 million in State capital funding toward a new TEC building and \$2.9 million to replace Building A. However, these funds have been allocated but not appropriated in recent years and it is unknown if or when that funding will be released. Due to the urgency to address the needs of district employers and support high-demand enrollment areas, the College has shifted the TEC project to local funding and is working with legislators to move state funding to different projects or have the funds released directly to the College for support of the TEC project. A portion of State funding has been pledged to the repayment of \$27.82 million in Alternate Revenue General Obligation bonds for the TEC project.

The College continues to monitor the general financial condition of the State, all related activity, and possible effects on the College.

The College's largest source of revenue is local property taxes representing 64.1% of operating revenues. At the time the FY2026 budget was prepared, the 2024 tax extension was known, however, the 2025 tax extension will not be known until spring 2026. The FY2026 budget reflects an overall increase of approximately 3.5% in property taxes due to inflationary pressures resulting in higher Estimated Assessed Values of property. An increase of approximately 3.5% in property taxes is reflected in the operating funds for the 2025 tax extension.

Current property tax cap law allows for an increase in property taxes equal to the lesser of the CPI or 5%. The 2022 CPI applied to the 2023 tax levy was 5.0% and the 2023 CPI to be applied to the 2024 tax levy is 3.4%. A portion of the College's tax levy subject to the property tax cap is also subject to statutory limiting rates which apply to the education, operations and maintenance, and audit levies. The College monitors these rates and is currently under the maximum rate for these levies. Expiring Tax Increment Financing (TIF) districts are treated like new construction and provide additional funds to the College in the year after expiration. The College has the capacity to meet a portion of the revenue limitation as a result of this cap through increased tuition rates.

The FY2026 college budget was built upon conservative principles, incorporates college priorities and initiatives identified in the College's strategic plan, RISE 2030, and reflects a balanced budget for the College's operating funds.

Independent Audit. The Illinois statute requires an annual audit of the College's financial statements by independent certified public accountants. The College's board of trustees selected Sikich CPA LLC to perform this function. The auditors' report, which contains an unmodified opinion on the College's financial statements for the year ended June 30, 2025, is included in the financial section of this report.

Acknowledgments. The timely preparation of the annual comprehensive financial report was made possible by the dedicated service of the entire staff of the Finance Department as well as other administrative staff of the College.

In closing, without the leadership and support of the board of trustees of the College, preparation of this report would not have been possible.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Brian Knetl", with a long horizontal flourish extending to the right.

Brian Knetl, Ed.D.
President

A handwritten signature in black ink, appearing to read "John Bryant", with a long horizontal flourish extending to the right.

John Bryant
Vice President of Finance and Administration

FINANCIAL SECTION

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

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Waubonsee Community College
District 516
Sugar Grove, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities of the Waubonsee Community College District No. 516 (the College) and the College's discretely presented component unit, Waubonsee Community College Foundation (the Foundation), as of and for the years ended June 30, 2025 and 2024, and the related notes to financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of Waubonsee Community College District 516 and the College's discretely presented component unit, Waubonsee Community College Foundation, as of June 30, 2025 and 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards*. Our responsibilities under these standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the College and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

As described in Note 11 to the financial statements, the College adopted the Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*, for the fiscal years ended June 30, 2025 and 2024. The implementation of this guidance resulted in changes to the accrual of compensated absence balances and a restatement of beginning net position. Our opinion was not modified with respect to this matter.

Responsibilities of Management 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 and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the College's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings and certain internal control-related matters that we identified during the audit.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The supplementary information, supplemental financial information and uniform financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information, supplemental financial information and uniform financial statements 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 supplementary information, supplemental financial information and uniform financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 20, 2025, on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

Sikich CPA LLC

Naperville, Illinois
November 20, 2025

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

SIKICH.COM

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

Board of Trustees
Waubonsee Community College
District 516
Sugar Grove, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and the discretely presented component unit of Waubonsee Community College, Community College District No. 516 (the College) as of and for the year ended June 30, 2025, and the related notes to financial statements, which collectively comprise of the College's basic financial statements, and have issued our report thereon dated November 20, 2025. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the Foundation.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the College's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of College's internal control. Accordingly, we do not express an opinion on the effectiveness of the College's internal control.

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Sikich CPA LLC

Naperville, Illinois
November 20, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Waubensee Community College District 516's (the College) Annual Comprehensive Financial Report presents management's discussion and analysis of the College's financial activity during the fiscal years ended June 30, 2025, 2024 and 2023. Since this management's discussion and analysis is designed to focus on current activities, resulting changes and currently known facts, please read it in conjunction with the transmittal letter, the College's basic financial statements and the notes to the financial statements. Responsibility for the completeness and fairness of this information rests with the College.

USING THIS ANNUAL REPORT

The College's basic financial statements are designed to emulate corporate presentation models whereby all of the College's activities are consolidated into one total. The purpose of the Statement of Net Position is to present the bottom line results of the College. This statement combines and consolidates current financial resources with capital assets and long-term liabilities. The Statement of Revenues, Expenses, and Changes in Net Position focuses on both the gross costs and the net costs of the College's activities, which are supported mainly by local property taxes, tuition and state revenues. This approach is intended to summarize and simplify the user's analysis of the cost of the various services which the College provides to its students and community.

In accordance with GASB Statement No. 39 and GASB Statement No. 61, the College has included the Waubensee Community College Foundation as a discretely presented component unit of the College as it is a separate legal entity. Additionally, the College has presented a comparative analysis of current and prior year College-wide information.

FINANCIAL HIGHLIGHTS

For the years ended June 30, 2025, 2024 and 2023, the College recorded total operating revenues of \$22,342,378, \$21,633,514, and \$20,652,032 and total operating expenses of \$108,750,139, \$102,688,382, and \$94,092,789, respectively. The difference produced an operating loss of \$86,407,761 for fiscal year 2025, \$81,054,868 for fiscal year 2024, and \$73,440,757 for fiscal year 2023. For the year ended June 30, 2025, net non-operating revenue of \$108,597,019 offset the loss and resulted in an overall increase in net position of \$22,189,258. For the year ended June 30, 2024, net non-operating revenue of \$101,171,919 offset the loss and resulted in an overall increase in net position of \$18,822,676. For the year ended June 30, 2023, net non-operating revenue of \$91,186,453 offset the loss and resulted in an overall increase in net position of \$17,745,696.

For the years ended June 30, 2025, 2024 and 2023, non-operating revenues included local property taxes of \$59,819,228, \$57,103,659, and \$53,692,342, state grants and contracts of \$22,844,343, \$19,351,092, and \$18,924,465, federal grants and contracts of \$14,397,124, \$13,690,837, and \$11,469,183, respectively. Non-operating miscellaneous revenue and expense included net revenues (expenses) of \$11,536,324, \$11,026,331, and \$7,100,463 for 2025, 2024 and 2023, respectively.

Both operating expenses and non-operating revenues include the College's proportionate share of revenues and expenses for pensions and other post-employment benefits from the State of Illinois as described in Note 1 to the financial statements.

For the year ended June 30, 2025, operating revenues accounted for 16.7 percent of the College's total revenue, while non-operating revenues accounted for the remaining 83.3 percent. Operating revenue consisted of tuition and fees totaling \$17,172,915, auxiliary enterprise revenue of \$4,021,268, and other miscellaneous revenue of \$1,148,195. For the year ended June 30, 2024, operating revenue accounted for 17.5 percent of the College's total revenue, while non-operating revenues accounted for the remaining 82.5 percent. Operating revenue consisted of tuition and fees totaling \$16,999,030, auxiliary enterprise revenue of \$3,336,512, and other miscellaneous revenue of \$1,297,972. For the year ended June 30, 2023, operating revenue accounted for 18.4 percent of the College's total revenue, while non-operating revenues accounted for the remaining 81.6 percent. Operating revenue consisted of tuition and fees totaling \$16,392,640, auxiliary enterprise revenue of \$3,271,254 and other miscellaneous revenue of \$988,381.

The increase in net position of \$22,189,258 for the year ended June 30, 2025 brought the total net position to \$271,170,839. The increase in net position of \$18,822,676 for the year ended June 30, 2024 brought the total net position to \$248,981,581. The increase in net position of \$17,745,696 for the year ended June 30, 2023 brought the total net position to \$230,158,905.

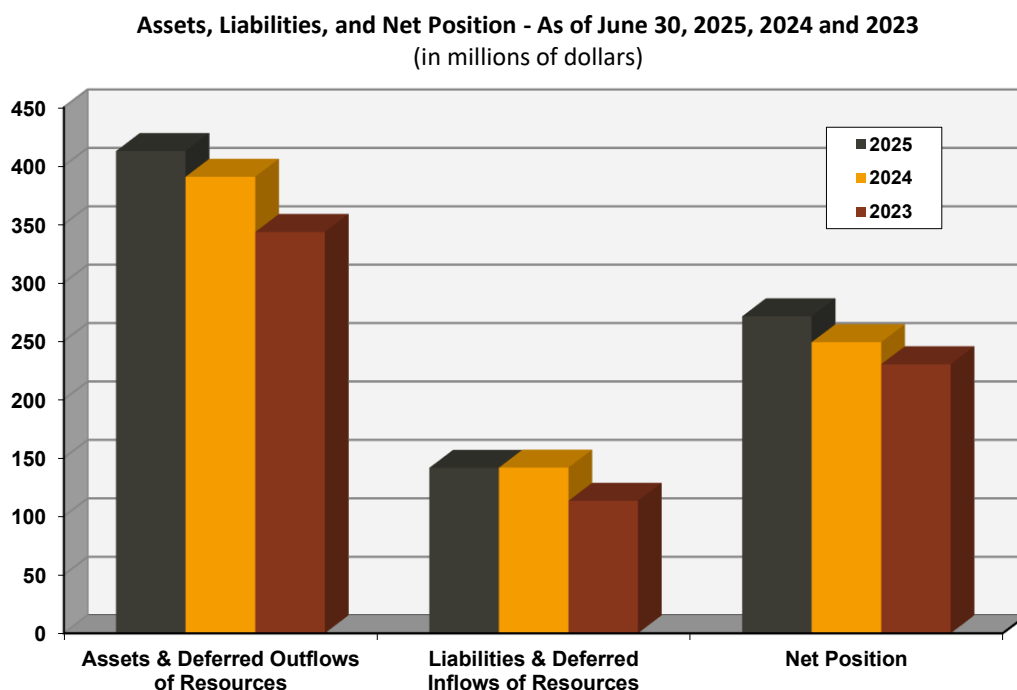
The following schedule is prepared from the College's statement of net position, which is presented on the accrual basis of accounting and the economic resources measurement focus.



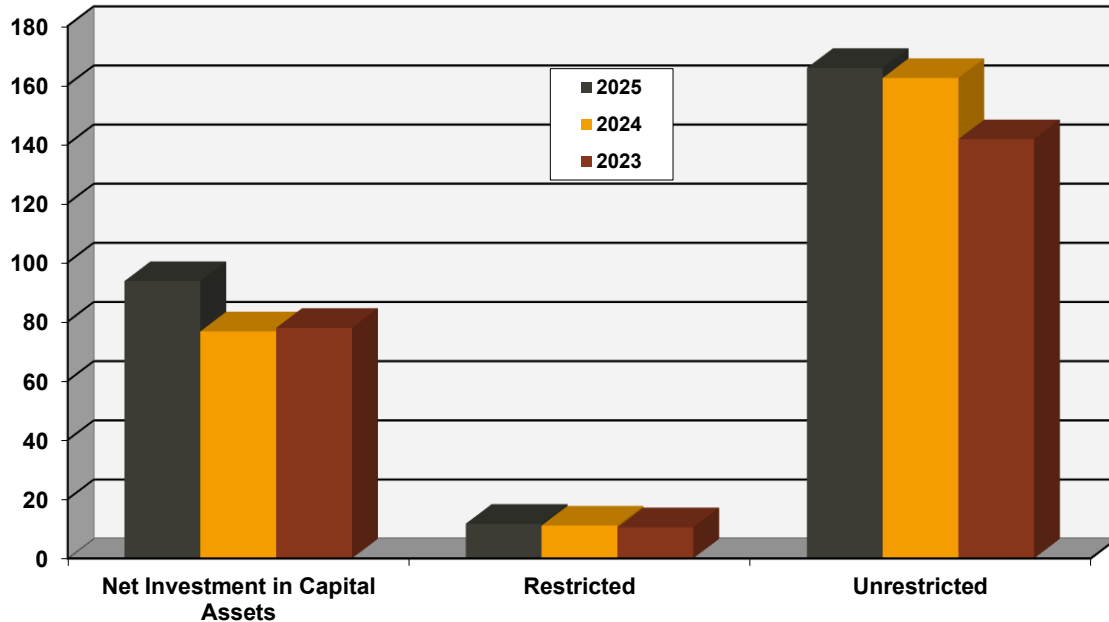
The use of bond proceeds for the construction of the Technical Education Center is reflected in a reduction in Current Assets and an increase in Capital Assets as of June 30, 2025. Noncurrent liabilities decreased primarily due to scheduled payments on outstanding debt.

Financial Analysis of the College as a Whole

| | Net Position As of June 30 (in millions) | | |
|---|---|-----------------|-----------------|
| | <u>2025</u> | <u>2024</u> | <u>2023</u> |
| Current assets | \$ 261.4 | \$ 282.3 | \$ 238.6 |
| Capital assets | <u>148.9</u> | <u>105.7</u> | <u>102.7</u> |
| Total assets | 410.3 | 388.0 | 341.3 |
| Deferred outflows of resources | <u>2.4</u> | <u>2.7</u> | <u>2.1</u> |
| Total assets and deferred outflows of resources | <u>412.7</u> | <u>390.7</u> | <u>343.4</u> |
| Current liabilities | 32.1 | 25.0 | 20.6 |
| Noncurrent liabilities | <u>65.9</u> | <u>70.3</u> | <u>43.4</u> |
| Total liabilities | 98.0 | 95.3 | 64.0 |
| Deferred inflows of resources | <u>43.5</u> | <u>46.4</u> | <u>49.3</u> |
| Total liabilities and deferred inflows of resources | <u>141.5</u> | <u>141.7</u> | <u>113.3</u> |
| Net position | | | |
| Net investment in capital assets | 93.7 | 76.7 | 77.9 |
| Restricted | 11.9 | 11.5 | 10.5 |
| Unrestricted | <u>165.6</u> | <u>160.8</u> | <u>141.7</u> |
| Total Net Position | <u>\$ 271.2</u> | <u>\$ 249.0</u> | <u>\$ 230.1</u> |



Analysis of Net Position - As of June 30, 2025, 2024 and 2023
(in millions of dollars)



Capital Assets, Net
June 30,
(in millions)

| | <u>2025</u> | <u>2024</u> | <u>2023</u> |
|--|-----------------|-----------------|-----------------|
| Capital Assets | | | |
| Land and Land Improvements | \$ 18.6 | \$ 17.4 | \$ 17.4 |
| Buildings and Improvements | 150.8 | 150.3 | 150.3 |
| Equipment | 14.3 | 13.4 | 12.4 |
| Intangible Assets | 6.0 | 5.6 | 5.5 |
| Construction in Progress | <u>53.9</u> | <u>8.7</u> | <u>1.3</u> |
| Total | 243.6 | 195.4 | 186.9 |
| Less Accumulated Depreciation and Amortization | <u>(94.7)</u> | <u>(89.7)</u> | <u>(84.2)</u> |
| Net Capital Assets | <u>\$ 148.9</u> | <u>\$ 105.7</u> | <u>\$ 102.7</u> |

As of June 30, 2025, 2024 and 2023, respectively, the College had recorded \$243.6, \$195.4, and \$186.9 million in capital assets, \$94.7, \$89.7, and \$84.2million in accumulated depreciation and amortization and \$148.9, \$105.7, and \$102.7 million in net capital assets. The detail changes in activities for capital assets are provided in Note 4 to the financial statements.

As of June 30, 2025, 2024 and 2023, the College has \$49,305,000, \$54,315,000, and \$30,550,000 in long-term debt outstanding, respectively, excluding accrued compensated absences, Other Postemployment Benefits (OPEB) liability, special termination health insurance benefits payable, unamortized bond premium and subscription-based information technology arrangements. Payment schedules, along with changes in activities of debt, are provided in Note 5 to the financial statements.

Operating Results for the Years Ended

June 30, (in millions)

| | <u>2025</u> | <u>2024</u> | <u>2023</u> |
|---|-----------------|-----------------|-----------------|
| Operating revenue | | | |
| Tuition and fees | \$ 17.2 | \$ 17.0 | \$ 16.4 |
| Auxiliary | 4.0 | 3.3 | 3.2 |
| Other | <u>1.1</u> | <u>1.3</u> | <u>1.0</u> |
| Total operating revenue | <u>22.3</u> | <u>21.6</u> | <u>20.6</u> |
| Non-operating revenue | | | |
| Property taxes | 59.8 | 57.1 | 53.7 |
| State grants and contracts | 22.8 | 19.4 | 18.9 |
| Federal grants and contracts | 14.4 | 13.7 | 11.5 |
| Investment income | 12.5 | 10.6 | 4.1 |
| Other income | <u>1.6</u> | <u>2.2</u> | <u>3.4</u> |
| Total non-operating revenue | <u>111.1</u> | <u>103.0</u> | <u>102.1</u> |
| Total revenues | <u>133.4</u> | <u>124.6</u> | <u>112.2</u> |
| Operating expenses | 108.7 | 102.7 | 94.1 |
| Non-operating expenses | <u>2.5</u> | <u>1.8</u> | <u>1.8</u> |
| Total expenses | <u>111.2</u> | <u>104.5</u> | <u>94.5</u> |
| Increase in net position | <u>22.2</u> | <u>20.1</u> | <u>17.7</u> |
| Net position, beginning of year | <u>249.0</u> | <u>230.1</u> | <u>212.4</u> |
| Change in accounting principle | <u>0.0</u> | <u>(1.3)</u> | <u>0.0</u> |
| Net position, beginning of year, restated | <u>249.0</u> | <u>228.8</u> | <u>212.4</u> |
| Net position, end of year | <u>\$ 271.2</u> | <u>\$ 249.0</u> | <u>\$ 230.1</u> |



Operating revenues totaled \$22.3, \$21.6, and \$20.6 million for the years ended June 30, 2025, 2024 and 2023, respectively. The College's main source of operating revenue is derived from tuition and fees, which accounted for 76.9 percent, 78.6 percent, and 79.4 percent of total operating revenues for the years ended June 30, 2025, 2024 and 2023, respectively.

The tuition rate for fiscal year 2025, 2024 and 2023 was \$141, \$138 and \$135 per credit hour, respectively. Total credit hours generated for fiscal years 2025, 2024 and 2023 were 165,296, 156,976, and 147,894, respectively. The increases in total credit hours the College experienced both from 2024 to 2025 and 2023 to 2024 were primarily in baccalaureate (inclusive of dual credit), career and technical education, and adult education with other areas remaining steady.

For the year ended June 30, 2025, non-operating revenues totaled \$111.1 million. Property taxes are the largest source comprising 53.8 percent of total non-operating revenues. State grants and contracts are also a significant source of non-operating revenues at \$22.8 million or 20.5 percent of total non-operating revenues. Another significant source is federal grants and contracts at \$14.4 million or 13.0 percent of total non-operating revenues.

For the year ended June 30, 2024, non-operating revenues totaled \$102.1 million. Property taxes are the largest source comprising 56.0 percent of total non-operating revenues. State grants and contracts are also a significant source of non-operating revenues at \$19.4 million or 19.0 percent of total non-operating revenues. Another significant source is federal grants and contracts at \$12.8 million or 12.5 percent of total non-operating revenues.

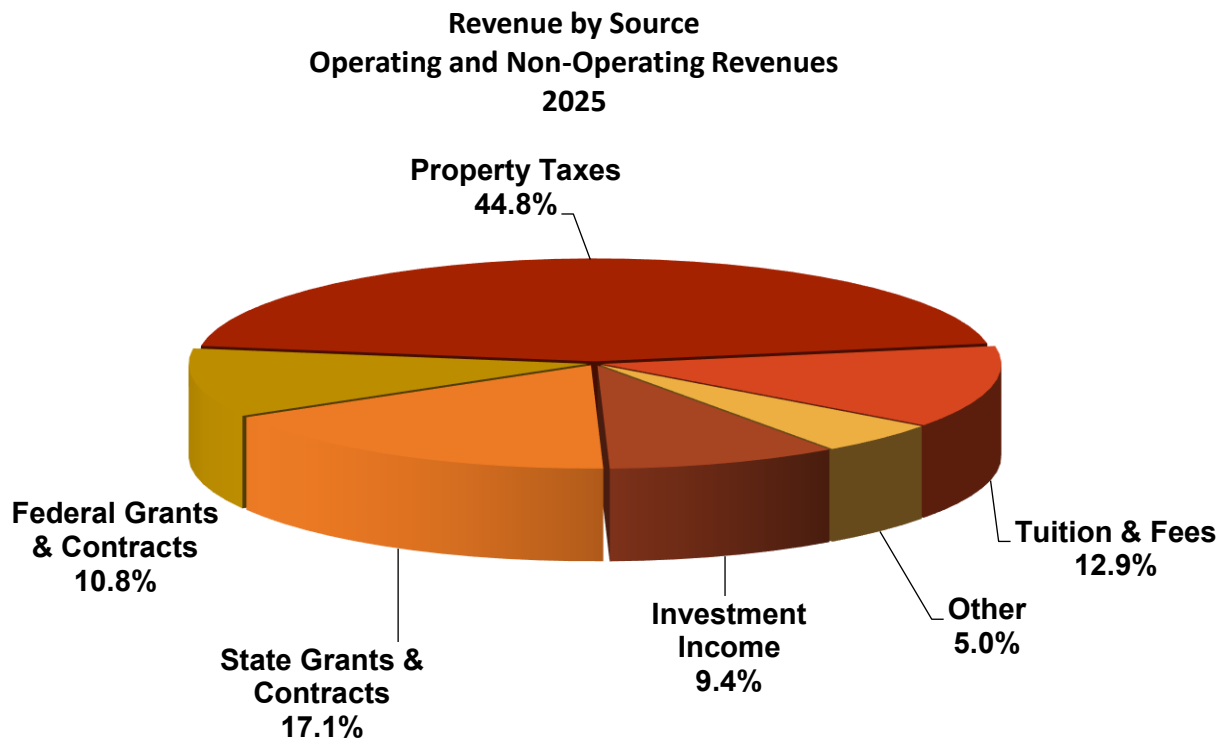
For the year ended June 30, 2023, non-operating revenues totaled \$91.6 million. Again, property taxes represent 58.6 percent of this total, which is the largest source of non-operating revenues. State grants and contracts are also a significant source of non-operating revenues at \$18.9 million or 20.6 percent of total non-operating revenues. Another significant source is federal grants and contracts at \$11.5 million or 12.6 percent of total non-operating revenues, which primarily reflects financial aid to students.

The increase reflected in federal grants from fiscal year 2024 to 2025 is primarily due to more Pell grants awarded to students. This reflects more students applying for financial aid as part of outreach included in the Strategic Enrollment Plan. The increase in investment income in fiscal year 2025 and 2024 reflects higher yields on investments and price appreciation as markets anticipated a reduction in the interest rates.

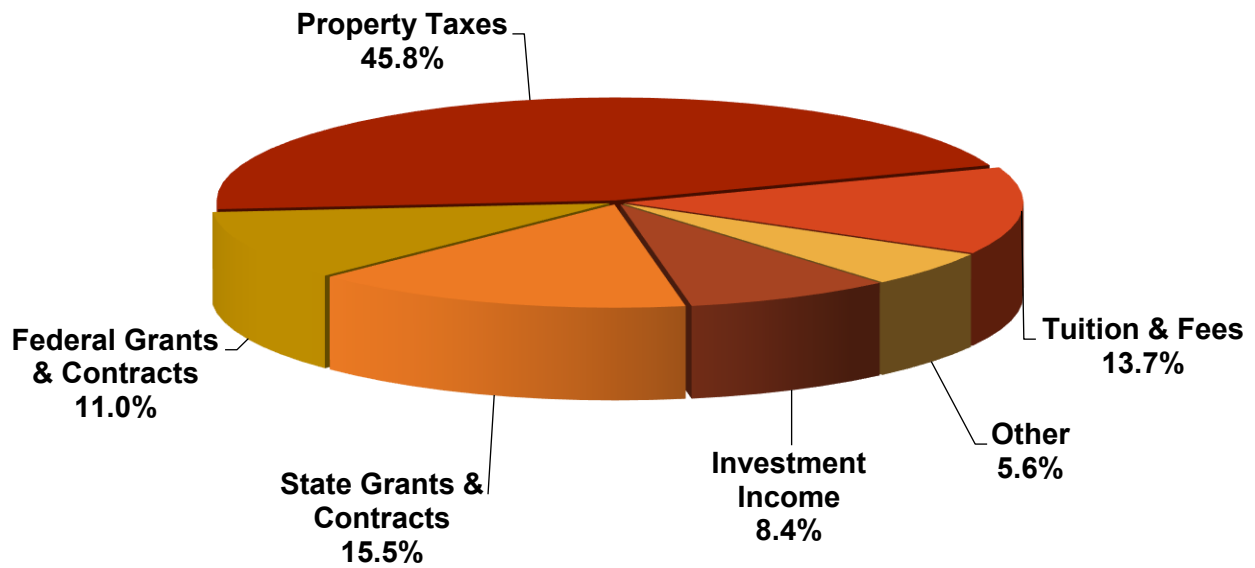
Public Act 89-1 placed limitations on the annual growth of the College's property tax levies. The College has recognized increased property tax revenues under the current property tax cap law, which allows for an increase in property taxes equal to the lesser of the Consumer Price Index (CPI) or 5 percent without a referendum.

Interest expense and fiscal charges include interest expense and payments on bonds. The College issued General Obligation Bonds (Alternative Revenue Source) in fiscal year 2024 for the purpose of constructing and equipping a new Technical Education Center building.. Details of the long-term debt, in addition to payment schedules, are provided in Note 5 to the financial statements.

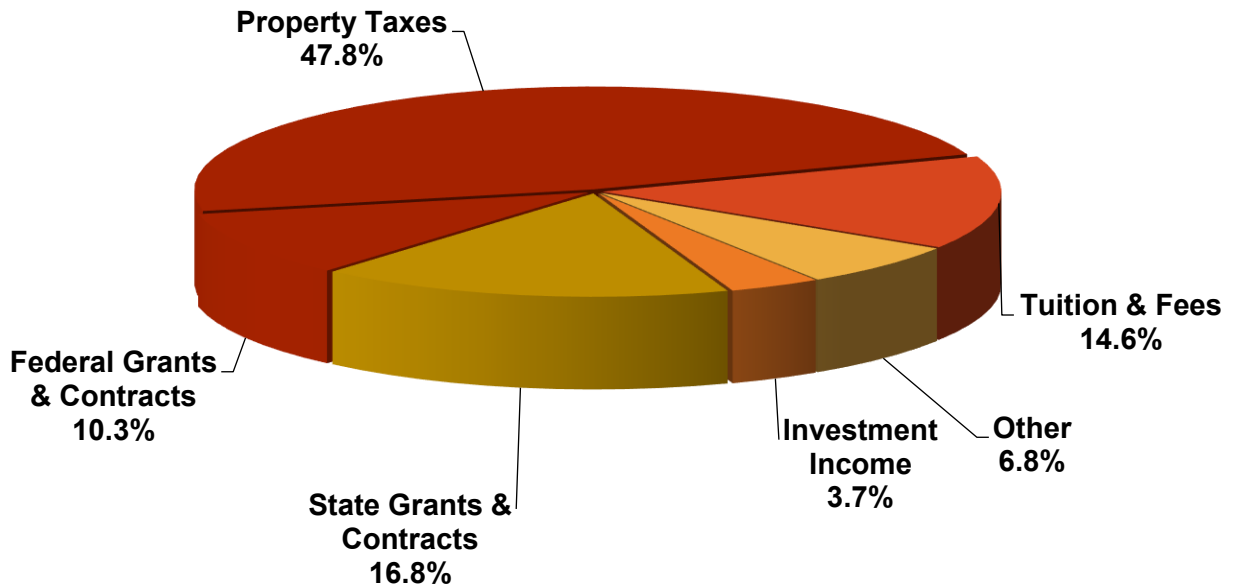
The following are graphic illustrations of revenues by source for the years ended June 30, 2025, 2024 and 2023:



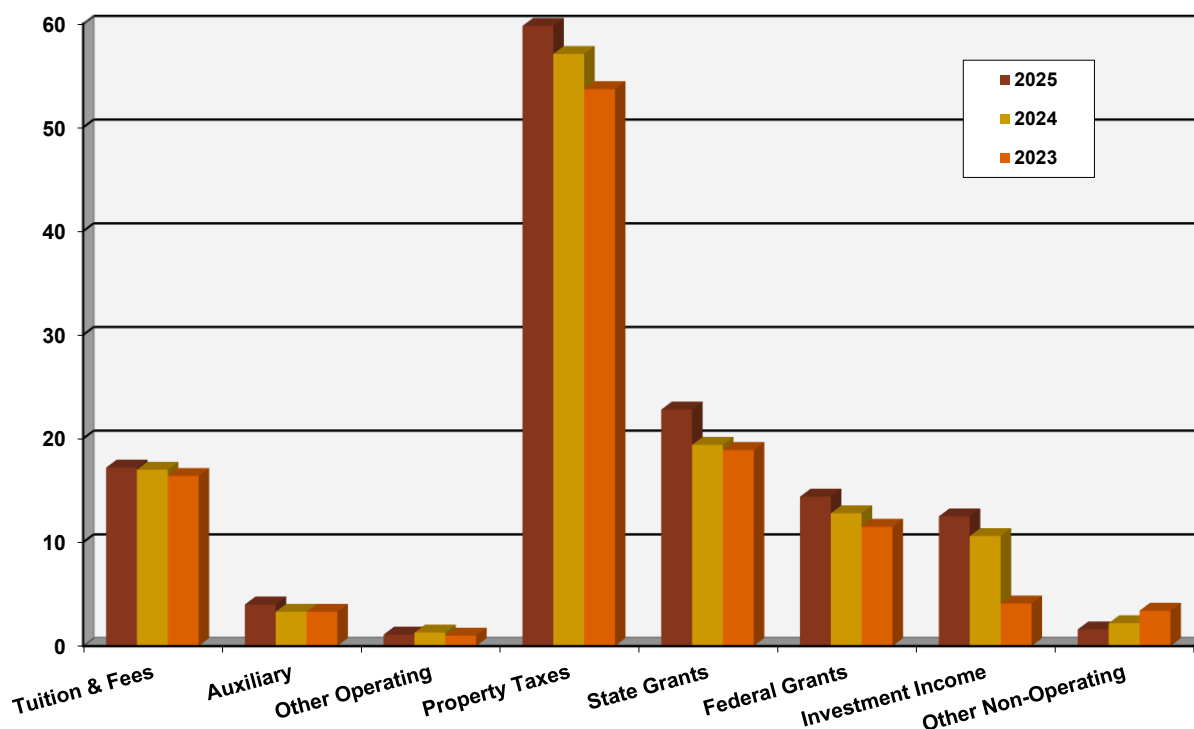
**Revenue by Source
Operating and Non-Operating Revenues
2024**



**Revenue by Source
Operating and Non-Operating Revenues
2023**



Comparison of Operating and Non-Operating Revenues
June 30, 2025, 2024 and 2023
(in millions of dollars)



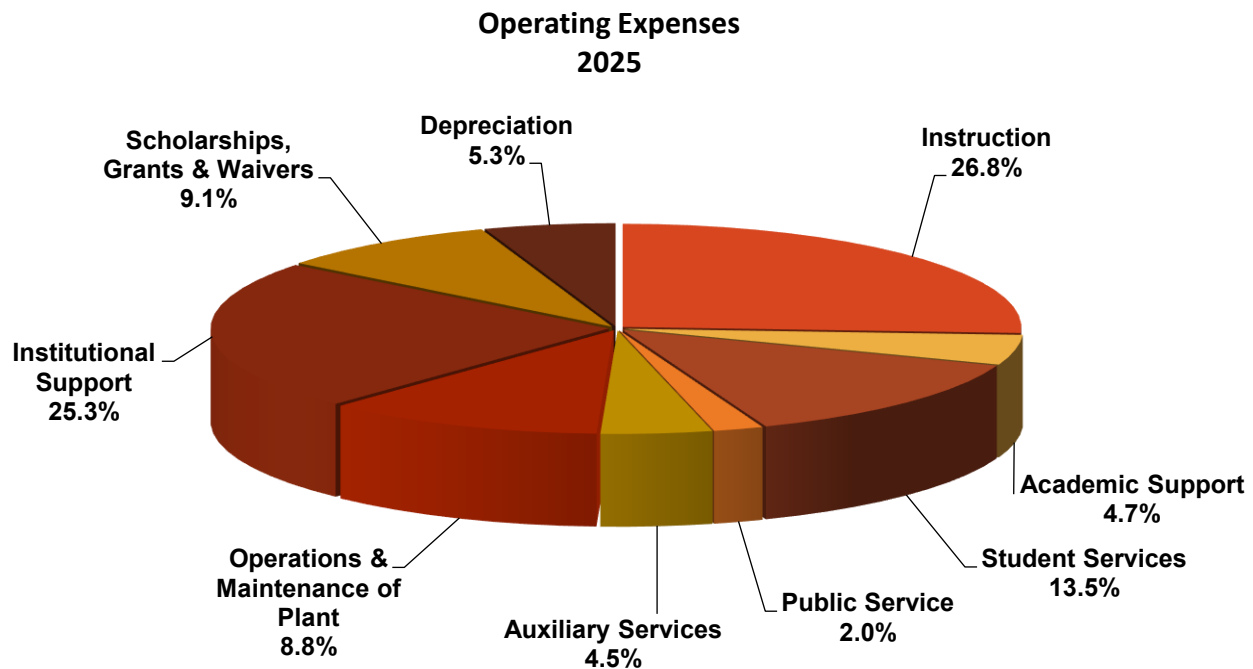
Operating Expenses
For the Years Ended June 30,
(in millions)

| | <u>2025</u> | <u>2024</u> | <u>2023</u> |
|------------------------------------|-----------------|-----------------|----------------|
| Operating expenses | | | |
| Instruction | \$ 29.1 | \$ 26.6 | \$ 25.7 |
| Academic support | 5.1 | 4.9 | 4.5 |
| Student services | 14.7 | 14.8 | 14.0 |
| Public services | 2.2 | 1.5 | 1.4 |
| Auxiliary services | 4.9 | 4.5 | 4.3 |
| Operation and maintenance of plant | 9.5 | 10.2 | 8.9 |
| Institutional support | 27.5 | 24.7 | 21.4 |
| Scholarships, grants and waivers | 9.9 | 9.4 | 7.7 |
| Depreciation and amortization | <u>5.8</u> | <u>6.1</u> | <u>6.2</u> |
| Total | <u>\$ 108.7</u> | <u>\$ 102.7</u> | <u>\$ 94.1</u> |

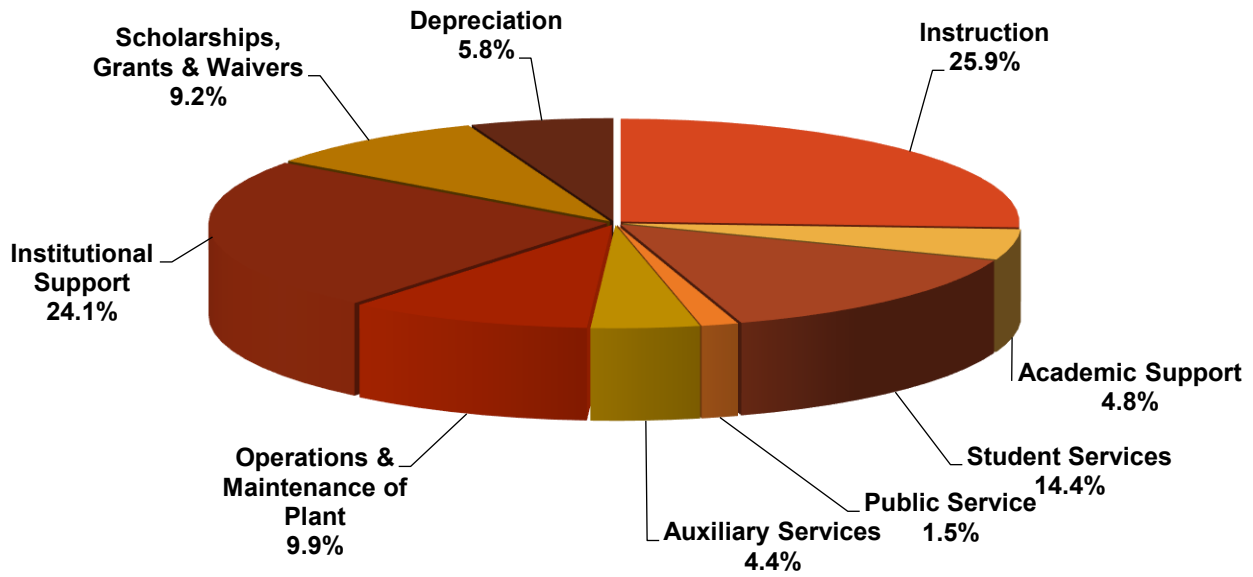
Operating expenses totaled \$108.7, \$102.7, and \$94.1 million with instruction representing the largest percentage of operating expenses at 26.8 percent, 26.2 percent, and 27.5 percent for all three years ended June 30, 2025, 2024 and 2023, respectively. Operating expense increased in 2025 primarily due to budgeted operational increases, increased federal student aid in Restricted Funds and strategic initiatives.

Instruction consists of those activities dealing directly with the teaching of students. It includes the activities of faculty in the baccalaureate-oriented/transfer, occupational-technical career, general studies, developmental, and adult basic education programs. Student services includes services to students, athletics and student life activities. Institutional support represents 25.3 percent, 24.9 percent, and 23.8 percent of operating expenses for the years ended June 30, 2025, 2024 and 2023, respectively. Institutional support includes expenses for central activities and support services that benefit the entire institution including information technology and fiscal operations.

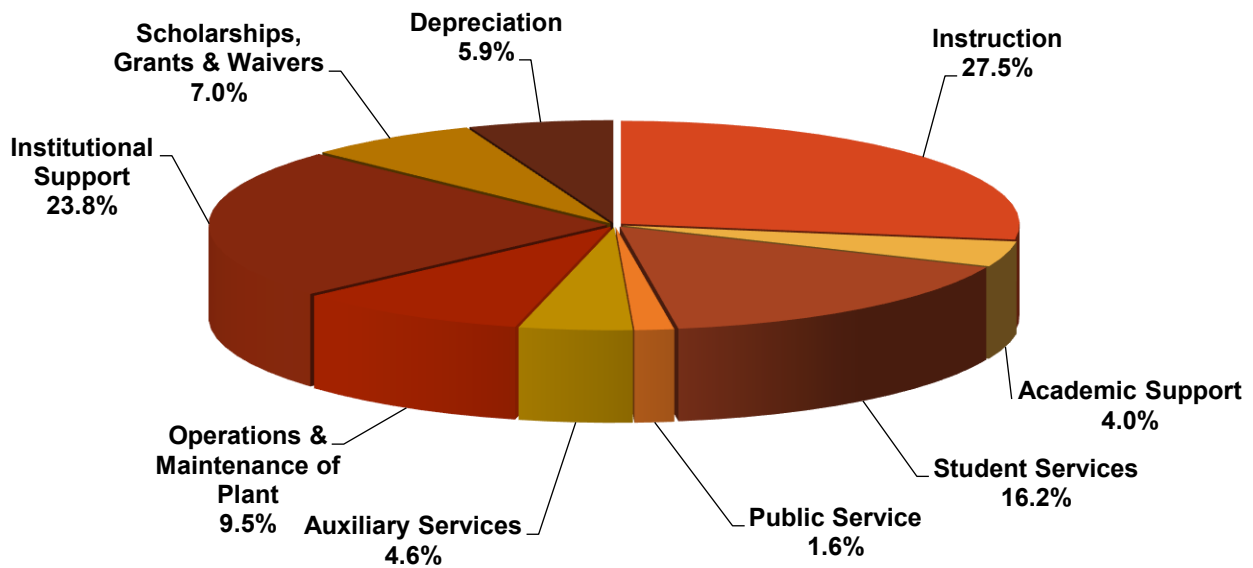
The following are graphic illustrations of operating expenses for the years ended June 30, 2025, 2024 and 2023:



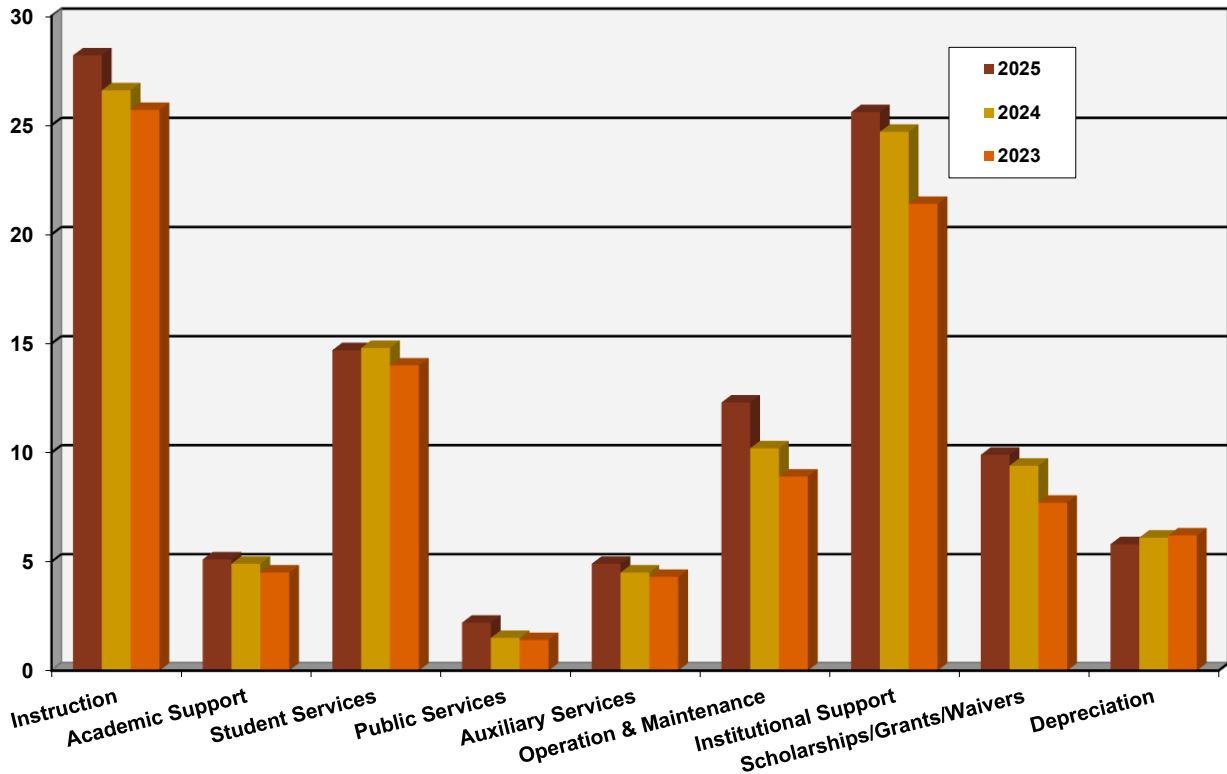
Operating Expenses 2024



Operating Expenses 2023



Comparison of Operating Expenses
June 30, 2025, 2024 and 2023
(in millions of dollars)



CONTACTING FINANCIAL MANAGEMENT



This financial report is designed to provide our District residents with a general overview of Waubonsee Community College's finances and to show Waubonsee Community College's accountability for the revenue it receives.

If you have questions about this report or need additional information, contact John Bryant, Vice President of Finance and Administration, at Route 47 at Waubonsee Drive, Sugar Grove, Illinois 60554, (630) 466-2900, @waubonsee.edu" jbryant@waubonsee.edu.

BASIC FINANCIAL STATEMENTS

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

STATEMENTS OF NET POSITION

June 30, 2025 and 2024

| | 2025 | 2024 |
|---|--------------|--------------|
| CURRENT ASSETS | | |
| Cash and cash equivalents | \$ 1,794,139 | \$ 1,151,714 |
| Investments | 215,436,341 | 240,365,993 |
| Receivables, net of allowances for uncollectibles | | |
| Taxes | 30,235,663 | 29,536,255 |
| Accrued interest | 1,157,044 | 1,258,497 |
| Accounts | 2,738,711 | 1,203,635 |
| Tuition and fees | 5,669,682 | 4,334,486 |
| Rent | 2,360,500 | 2,432,639 |
| Other | 337,519 | 388,030 |
| Prepaid expenses | 1,243,605 | 1,056,697 |
| Inventories | 431,814 | 620,806 |
| | <hr/> | <hr/> |
| Total current assets | 261,405,018 | 282,348,752 |
| | <hr/> | <hr/> |
| NONCURRENT ASSETS | | |
| Capital assets, tangible and intangible | 243,592,563 | 195,319,641 |
| Less accumulated depreciation and amortization | (94,663,500) | (89,711,927) |
| | <hr/> | <hr/> |
| Net capital assets | 148,929,063 | 105,607,714 |
| | <hr/> | <hr/> |
| Total noncurrent assets | 148,929,063 | 105,607,714 |
| | <hr/> | <hr/> |
| Total assets | 410,334,081 | 387,956,466 |
| | <hr/> | <hr/> |
| DEFERRED OUTFLOWS OF RESOURCES | | |
| Unamortized loss on refunding | 419,421 | 501,825 |
| CIP other postemployment benefit items | 1,748,296 | 1,993,798 |
| SURS pension contributions | 192,730 | 236,608 |
| | <hr/> | <hr/> |
| Total deferred outflows of resources | 2,360,447 | 2,732,231 |
| | <hr/> | <hr/> |
| Total assets and deferred outflows of resources | 412,694,528 | 390,688,697 |
| | <hr/> | <hr/> |

(This statement is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

STATEMENTS OF NET POSITION (Continued)

June 30, 2025 and 2024

| | 2025 | 2024 |
|---|-----------------------|-----------------------|
| CURRENT LIABILITIES | | |
| Accounts payable | \$ 10,180,135 | \$ 5,238,212 |
| Accrued salaries and payroll deductions payable | 1,657,248 | 1,624,333 |
| Health claims payable | 1,790,406 | 1,298,293 |
| Unearned tuition and fees | 9,004,472 | 7,651,690 |
| Unearned revenue | 2,947,650 | 2,398,388 |
| Accrued compensated absences | 431,677 | 430,124 |
| Bonds payable | 4,865,000 | 5,010,000 |
| Lease payable | 193,196 | 192,455 |
| SBITA payable | 671,880 | 744,386 |
| Other postemployment benefit liability | 280,712 | 328,900 |
| Interest payable | 122,742 | 65,634 |
| Other current liabilities | 7,702 | 35,381 |
| Total current liabilities | 32,152,820 | 25,017,796 |
| NONCURRENT LIABILITIES | | |
| Special termination health insurance benefits payable | 292,140 | 314,246 |
| Accrued compensated absences | 5,628,788 | 4,834,869 |
| Other postemployment benefit liability | 11,385,358 | 12,199,431 |
| Arbitrage payable | 621,670 | - |
| Lease payable | 16,134 | 209,330 |
| SBITA payable | 1,002,742 | 745,417 |
| Bonds payable | 46,917,353 | 51,946,504 |
| Total noncurrent liabilities | 65,864,185 | 70,249,797 |
| Total liabilities | 98,017,005 | 95,267,593 |
| DEFERRED INFLOWS OF RESOURCES | | |
| Deferred revenue - property taxes | 30,641,961 | 29,404,688 |
| CIP other postemployment benefit items | 12,864,723 | 17,034,835 |
| Total deferred inflows of resources | 43,506,684 | 46,439,523 |
| Total liabilities and deferred inflows of resources | 141,523,689 | 141,707,116 |
| NET POSITION | | |
| Net investment in capital assets | 95,645,958 | 76,688,242 |
| Restricted for | | |
| Audit | 52,247 | 45,328 |
| Liability, protection and settlement | 4,375,785 | 3,621,067 |
| Grant purposes | 133,974 | 294,697 |
| Debt service | 2,195,903 | 2,614,734 |
| Working cash | 4,970,708 | 4,690,827 |
| Pension contributions | 192,730 | 236,608 |
| Unrestricted | 163,603,534 | 160,790,078 |
| TOTAL NET POSITION | \$ 271,170,839 | \$ 248,981,581 |

See accompanying notes to financial statements.

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION**

For the Years Ended June 30, 2025 and 2024

| | 2025 | 2024 |
|---|-----------------------|-----------------------|
| OPERATING REVENUES | | |
| Tuition and fees | \$ 17,172,915 | \$ 16,999,030 |
| Auxiliary enterprises revenue | 4,021,268 | 3,336,512 |
| Other operating revenue | 1,148,195 | 1,297,972 |
| Total operating revenues | 22,342,378 | 21,633,514 |
| OPERATING EXPENSES | | |
| Instruction | 29,118,989 | 26,591,764 |
| Academic support | 5,055,723 | 4,911,922 |
| Student services | 14,749,757 | 14,767,764 |
| Public services | 2,149,518 | 1,539,714 |
| Auxiliary services | 4,909,879 | 4,454,372 |
| Operation and maintenance of plant | 9,493,964 | 10,203,211 |
| Institutional support | 27,504,911 | 24,726,971 |
| Scholarships, grants and waivers | 9,938,394 | 9,437,765 |
| Amortization | 1,059,795 | 1,165,650 |
| Depreciation | 4,769,209 | 4,889,249 |
| Total operating expenses | 108,750,139 | 102,688,382 |
| OPERATING INCOME (LOSS) | (86,407,761) | (81,054,868) |
| NON-OPERATING REVENUES (EXPENSES) | | |
| Property taxes | 59,819,228 | 57,103,659 |
| Personal property replacement tax | 1,358,909 | 2,049,360 |
| Local grants and contracts | 224,185 | 171,171 |
| State grants and contracts | 22,844,343 | 19,351,092 |
| Federal grants and contracts | 14,397,124 | 13,690,837 |
| Investment income | 12,499,340 | 10,556,224 |
| Interest expense and fiscal charges | (2,164,962) | (1,763,979) |
| Other non-operating revenue | 1,240 | 637 |
| Non-operating expenses | (424,056) | - |
| Gain (loss) on disposal of capital assets | 41,668 | 12,918 |
| Total non-operating revenues (expenses) | 108,597,019 | 101,171,919 |
| CHANGE IN NET POSITION | 22,189,258 | 20,117,051 |
| NET POSITION, JULY 1, AS REPORTED | 248,981,581 | 230,158,905 |
| Change in accounting principle | - | (1,294,375) |
| NET POSITION, JULY 1, AS RESTATED | 248,981,581 | 228,864,530 |
| NET POSITION, JUNE 30 | \$ 271,170,839 | \$ 248,981,581 |

See accompanying notes to financial statements.

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2025 and 2024

| | 2025 | 2024 |
|---|---------------------|---------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Tuition and fees | \$ 17,190,501 | \$ 17,462,332 |
| Payments to suppliers | (41,246,865) | (41,416,186) |
| Payments to employees | (50,485,200) | (47,291,844) |
| Auxiliary enterprise charges | 4,021,268 | 3,336,512 |
| Other | 1,148,195 | 1,297,972 |
| Net cash from operating activities | (69,372,101) | (66,611,214) |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | |
| Local property taxes | 60,357,093 | 57,446,624 |
| State grants and contracts | 11,561,776 | 10,225,663 |
| Federal grants and contracts | 12,984,698 | 13,910,989 |
| Other grants and contracts | (198,631) | 171,808 |
| Net cash from noncapital financing activities | 84,704,936 | 81,755,084 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | |
| Purchases of capital assets | (44,666,053) | (6,098,433) |
| Proceeds from sale of capital assets | 41,668 | 2,100 |
| Proceeds from bond issuance | - | 30,307,415 |
| Principal paid on bonds | (5,010,000) | (4,055,000) |
| Principal paid on leases | (192,455) | (191,718) |
| Principal paid on SBITAs | (826,624) | (769,227) |
| Interest paid on bonds, leases and SBITAs | (1,567,391) | (1,793,208) |
| Net cash from capital and related financing activities | (52,220,855) | 17,401,929 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Proceeds from sales and maturities of investments | 132,411,992 | 169,352,653 |
| Interest on investments | 12,600,793 | 10,614,935 |
| Purchase of investments | (107,482,340) | (213,054,962) |
| Net cash from investing activities | 37,530,445 | (33,087,374) |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | 642,425 | (541,575) |
| CASH AND CASH EQUIVALENTS, JULY 1 | 1,151,714 | 1,693,289 |
| CASH AND CASH EQUIVALENTS, JUNE 30 | <u>\$ 1,794,139</u> | <u>\$ 1,151,714</u> |

(This statement is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

STATEMENTS OF CASH FLOWS (Continued)

For the Years Ended June 30, 2025 and 2024

| | <u>2025</u> | <u>2024</u> |
|--|------------------------|------------------------|
| RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES | | |
| Operating income (loss) | \$ (86,407,761) | \$ (81,054,868) |
| Adjustments to reconcile operating income (loss) to net cash from operating activities | | |
| Depreciation and amortization | 5,829,004 | 6,054,899 |
| State proportionate share for SURS/OPEB | 12,684,814 | 11,178,500 |
| Accounts receivable | (1,335,196) | 127,543 |
| Inventories | 188,992 | (80,540) |
| Prepaid items | (186,908) | 593,101 |
| Accounts payable | 1,469,066 | 1,348,217 |
| Accrued salaries | 32,915 | (67,956) |
| Health claims payable | 1,013,696 | (582,392) |
| Accrued compensated absences | 795,472 | 159,114 |
| CIP other postemployment benefit liability | (862,261) | 788,514 |
| CIP deferred outflows | 245,502 | (678,624) |
| CIP deferred inflows | (4,170,112) | (4,684,521) |
| Other accrued liabilities | 1,352,782 | 335,759 |
| Special termination benefits | (22,106) | (47,960) |
| NET CASH FROM OPERATING ACTIVITIES | <u>\$ (69,372,101)</u> | <u>\$ (66,611,214)</u> |
| NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES | | |
| State proportionate share for SURS | \$ 17,428,347 | \$ 15,749,420 |
| State proportionate share for OPEB | (4,786,871) | (4,574,631) |
| Unrealized gain (loss) on investments | 3,615,559 | 3,030,934 |
| Issuance of SBITA | 1,011,443 | 545,569 |
| Cancellation of SBITA | - | (154,546) |
| Capital assets purchased in accounts payable | 6,088,170 | 2,615,313 |
| TOTAL NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES | <u>\$ 23,356,648</u> | <u>\$ 17,212,059</u> |

See accompanying notes to financial statements.

DISCRETELY PRESENTED COMPONENT UNIT
WAUBONSEE COMMUNITY COLLEGE FOUNDATION
SUGAR GROVE, ILLINOIS

STATEMENTS OF FINANCIAL POSITION

June 30, 2025 and 2024

| | 2025 | 2024 |
|---|---------------------|---------------------|
| ASSETS | | |
| Cash and cash equivalents | \$ 235,443 | \$ 161,502 |
| Investments | 1,655,432 | 2,713,884 |
| Pledges receivable, net | 51,955 | 67,800 |
| Accrued interest receivable | 10,060 | 10,874 |
| Prepaid expenses | 1,823 | 1,163 |
| Cash surrender value - life insurance policy | 76,646 | 72,725 |
| Investments, long-term | 6,205,939 | 4,347,668 |
| | <hr/> | <hr/> |
| Total assets | 8,237,298 | 7,375,616 |
| | <hr/> | <hr/> |
| LIABILITIES | | |
| Accounts payable | 498 | 3,448 |
| Deferred revenue | 38,086 | 7,850 |
| | <hr/> | <hr/> |
| Total liabilities | 38,584 | 11,298 |
| | <hr/> | <hr/> |
| NET ASSETS | | |
| Without donor restrictions | 434,470 | - |
| Without donor restrictions - board designated | 2,058,683 | 2,073,088 |
| With donor restrictions | 5,705,561 | 5,291,230 |
| | <hr/> | <hr/> |
| TOTAL NET ASSETS | <u>\$ 8,198,714</u> | <u>\$ 7,364,318</u> |

See accompanying notes to financial statements.

DISCRETELY PRESENTED COMPONENT UNIT
WAUBONSEE COMMUNITY COLLEGE FOUNDATION
SUGAR GROVE, ILLINOIS

STATEMENTS OF ACTIVITIES

For the Years Ended June 30, 2025 and 2024

| | 2025 | | | 2024 | | |
|---|-------------------------------|----------------------------|---------------------|-------------------------------|----------------------------|---------------------|
| | Without Donor Restrictions | With Donor Restrictions | Total | Without Donor Restrictions | With Donor Restrictions | Total |
| REVENUES | | | | | | |
| Contributions | \$ 2,891 | \$ 323,565 | \$ 326,456 | \$ 26,728 | \$ 281,545 | \$ 308,273 |
| In-kind donations | 14,770 | 102,630 | 117,400 | 17,996 | 77,252 | 95,248 |
| Fundraising events | 16,226 | - | 16,226 | 23,512 | - | 23,512 |
| Investment return, net | 366,413 | 436,985 | 803,398 | 236,243 | 479,880 | 716,123 |
| Net assets released from restrictions | 448,849 | (448,849) | - | 326,636 | (326,636) | - |
| Total revenues | 849,149 | 414,331 | 1,263,480 | 631,115 | 512,041 | 1,143,156 |
| EXPENSES | | | | | | |
| Program services | 546,445 | - | 546,445 | 535,006 | - | 535,006 |
| Management and general expenses | 321,014 | - | 321,014 | 234,474 | - | 234,474 |
| Fundraising | 181,555 | - | 181,555 | 142,026 | - | 142,026 |
| Total expenses | 1,049,014 | - | 1,049,014 | 911,506 | - | 911,506 |
| TRANSFERS FROM AFFILIATE - WAUBONSEE COMMUNITY COLLEGE | | | | | | |
| Contributed services | 479,793 | - | 479,793 | 359,197 | - | 359,197 |
| Contributed technology, office goods and other | 140,137 | - | 140,137 | 96,824 | - | 96,824 |
| Total transfers from affiliate | 619,930 | - | 619,930 | 456,021 | - | 456,021 |
| CHANGE IN NET ASSETS | 420,065 | 414,331 | 834,396 | 175,630 | 512,041 | 687,671 |
| NET ASSETS, JULY 1 | 2,073,088 | 5,291,230 | 7,364,318 | 1,897,458 | 4,779,189 | 6,676,647 |
| NET ASSETS, JUNE 30 | \$ 2,493,153 | \$ 5,705,561 | \$ 8,198,714 | \$ 2,073,088 | \$ 5,291,230 | \$ 7,364,318 |

See accompanying notes to financial statements.

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

June 30, 2025 and 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Waubonsee Community College District 516 (the College) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting principles. In addition, the College presents its financial statements in accordance with accounting practices prescribed or permitted by the Illinois Community College Board. The following is a summary of the more significant policies of the College.

a. Reporting Entity

The College is a separate legal entity established under Illinois Compiled Statutes (ILCS) governed by an elected Board of Trustees. The College is fiscally independent and is considered a primary government pursuant to GASB Statement No. 14 as amended by GASB Statement No. 61. The College has determined that the Waubonsee Community College Foundation (the Foundation), a fund raising organization that supports the College, meets the requirements of GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units, an Amendment of GASB Statement 14*, which has resulted in the Foundation being reported as a discretely presented component unit of the College as it is legally separate from the College. Separate financial statements of the Foundation are available from the Foundation's Treasurer, Route 47 at Waubonsee Drive, Sugar Grove, Illinois 60554.

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

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

Non-exchange transactions, in which the College receives value without directly giving equal value in return, includes property taxes, federal, state and local grants, state appropriations and other contributions. On an accrual basis, revenue from property taxes is recognized in the period for which the levy is intended to finance. Revenue from grants, state appropriations and other contributions is recognized in the

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the College must provide local resources to be used for a specified purpose, and expense requirements, in which the resources are provided to the College on a reimbursement basis.

The College reports unearned/deferred revenue on its statements of net position. Unearned revenues arise when a potential revenue does not meet both the measurable and earned criteria for recognition in the current period. Unearned revenues also arise when resources are received by the College before it has a legal claim to them, as when grant monies are received prior to meeting all eligibility requirements. Deferred revenue results from property taxes being levied and reported as a receivable before the period for which the taxes are levied. In subsequent periods, when both revenue recognition criteria are met or when the College has met all eligibility requirements, the liability or deferred inflow of resources for unearned/deferred revenue is removed from the statements of net position and revenue is recognized.

c. Cash

For purposes of the statements of cash flows, the College considers all pooled cash and investments and, for separate accounts, all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

d. Investments

The College has recorded all participating investments, regardless of maturity date, at fair value. Fair value is based on published fair values or other sources on June 30, 2025 and 2024. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between participants at the measurement date.

e. Inventories

Inventories are valued at average cost and consist primarily of items held for resale in the bookstore.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Capital Assets

Capital assets include property, plant, equipment, intangibles and infrastructure assets, such as roads and sidewalks. Capital assets are defined by the College as assets with an initial unit cost of \$10,000 or more, except for intangible assets and buildings and improvements for which the initial unit cost is greater than \$25,000 and \$200,000, respectively, and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets of the College are depreciated using the straight-line method over the following useful lives:

| Assets | Years |
|----------------------------|-------|
| Intangibles | 3 |
| Equipment | 3-10 |
| Land improvements | 15 |
| Buildings and improvements | 40 |

In addition to the intangible assets reported above, the College reports intangible right-to-use assets as defined by GASB Statement No. 87, *Leases* and GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITA). Right-to-use intangible assets are amortized over the shorter of the lease/subscription term or useful life of the underlying asset.

g. Accrued Compensated Absences

Accumulated vacation leave is recorded as an expense and liability as the benefits accrue to employees. The liability for accumulated unpaid vacation leave is based upon accumulated days times the current pay rate for each employee. A maximum of 56 days may be accumulated for administrative and full-time support services staff. A liability has also been recorded for accumulated paid time off that may be paid to part-time support staff. The liability is based on accumulated hours times the current pay rate for each employee. A maximum of 192 hours may be accumulated.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Accrued Compensated Absences (Continued)

When a full-time staff member retires after 15 years of service with the College he/she shall be reimbursed for 25% of his/her accrued sick leave up to 31.25 paid sick days unless the employee applies the sick days toward service credit for retirement with the State Universities Retirement System (SURS or the System). A liability has been recorded for the portion of sick pay that may be paid to employees.

The College implemented GASB Statement No. 101, *Compensated Absences*, for the fiscal years ended June 30, 2025 and 2024. A liability is recognized for the portion of accumulating sick leave benefits and Paid Leave benefits that is estimated to be more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

As a result of the implementation of GASB Statement No. 101, *Compensated Absences*, beginning net position was restated. See note 11 for additional information.

h. Long-Term Obligations

Long-term obligations are reported as liabilities in the applicable financial statements. Bond premiums and discounts, as well as the unamortized loss on refunding are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses.

i. Unearned Tuition and Fee Revenue

Tuition and fee revenues related to the periods after June 30, 2025 and 2024 have been classified as unearned.

j. Net Position

Net Investment in Capital Assets

This represents the College's total investment in capital assets, net of accumulated depreciation and amortization and net of the unmaturing portion of long-term liabilities issued to construct or purchase the capital assets.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Net Position (Continued)

Restricted Net Position

This includes resources that the College is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties. When both restricted and unrestricted resources are available for use, it is the College's policy to use restricted resources first, then unrestricted resources when they are needed. None of the College's net position is restricted due to enabling legislation adopted by the College.

Unrestricted Net Position

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

k. Federal Financial Assistance

The College participates in federally funded Pell Grants, SEOG Grants, Federal Work-Study and the Stafford Direct Loan Program that are audited in accordance with the Uniform Guidance (Single Audit Act Amendments of 1996), the United States Office of Management and Budget Uniform Guidance and the Compliance Supplement.

l. Pension and Other Postemployment Benefit Revenue and Expense

The College applies the requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, whereby the State of Illinois is responsible for the employer contribution and the total pension liability resulting from a special funding situation. Therefore, for the fiscal years ended June 30, 2025 and 2024, the College has reported its proportionate share of the collective pension expense and revenue for the state's contribution. In addition, the College applies the requirements of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, whereby the State of Illinois is responsible for 50% of both employer contribution and the total other postemployment benefit (OPEB) liability resulting from a special funding situation. Therefore, for the fiscal years ended June 30, 2025 and 2024, the College has reported its proportionate share of the collective OPEB expense and revenue for the state's contribution in addition to reporting the College's proportionate share of the OPEB liability and related expense.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Use of Estimates

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

n. Deferred Outflows/Inflows of Resources

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

2. CASH AND INVESTMENTS

The College's investment policy authorizes the College to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and The Illinois Funds. The Illinois Funds was created by the Illinois State Legislature and is managed by the Illinois State Treasurer.

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704. The credit rating provided by Standard & Poor's of The Illinois Funds was AAAm at June 30, 2025 and 2024.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH AND INVESTMENTS (Continued)

The Illinois School District Liquid Asset Fund Plus (ISDLAF), operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at net asset value (NAV) rather than fair value. The Multi-Class Series invests in high-quality short-term debt instruments (money market instruments), and shares may be redeemed on any Illinois banking day. The Term Series invest in high-quality debt instruments, which are generally money market instruments but may include instruments with a maturity over one year, and shares may be redeemed with seven day's advance notice. The credit rating provided by Standard & Poor's of the Illinois School District Liquid Asset Fund Plus - Liquid and Max Class was AAAM at June 30, 2025 and 2024.

It is the policy of the College to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the College and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is safety of principal, liquidity, yield and maintaining the public trust.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the College's deposits may not be returned to it.

The College's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance.

Investments

The following table presents the debt investments of the College as of June 30, 2025 and 2024, by type of investment:

June 30, 2025

| Investment | Total Fair Value | Maturity (0-3 years) | Maturity (4-6 years) | Maturity (7-9 years) | Maturity (9+ years) |
|---------------------------|-----------------------|-------------------------|-------------------------|-------------------------|------------------------|
| U.S. agency obligations | \$ 51,471,660 | \$ 29,053,223 | \$ 19,358,324 | \$ - | \$ 3,060,113 |
| U.S. Treasury obligations | 24,977,412 | 19,893,561 | 5,083,851 | - | - |
| Municipal bonds | 9,321,262 | 9,321,262 | - | - | - |
| Corporate bonds | 25,027,824 | 14,250,000 | 10,777,824 | - | - |
| Negotiable CDs | 175,818 | 175,818 | - | - | - |
| TOTAL | \$ 110,973,976 | \$ 72,693,864 | \$ 35,219,999 | \$ - | \$ 3,060,113 |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH AND INVESTMENTS (Continued)

Investments (Continued)

June 30, 2024

| Investment | Total Fair Value | Maturity (0-3 years) | Maturity (4-6 years) | Maturity (7-9 years) | Maturity (9+ years) |
|---------------------------|-----------------------|-------------------------|-------------------------|-------------------------|------------------------|
| U.S. agency obligations | \$ 63,538,499 | \$ 29,538,170 | \$ 29,793,960 | \$ 456,132 | \$ 3,750,237 |
| U.S. Treasury obligations | 26,095,169 | 20,880,514 | 5,214,655 | - | - |
| Municipal bonds | 19,471,242 | 17,001,313 | 2,469,929 | - | - |
| Corporate bonds | 20,000,000 | 20,000,000 | - | - | - |
| TOTAL | \$ 129,104,910 | \$ 87,419,997 | \$ 37,478,544 | \$ 456,132 | \$ 3,750,237 |

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

The College has the following recurring fair value measurements as of June 30, 2025 and June 30, 2024: U.S. agency securities of \$51,471,660 and \$63,538,499, respectively, U.S. Treasury securities of \$24,977,412 and \$26,095,169, respectively, negotiable CDs of \$175,818 and \$0, respectively, municipal bonds of \$9,321,262 and \$19,471,242, respectively, and corporate bonds of \$25,027,824 and \$20,000,000, respectively, are valued using quoted matrix pricing models (Level 2 inputs).

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the College limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a two-year period. The investment policy does not strictly limit the maximum maturity lengths of investments.

The College limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly guaranteed by the United States Government and municipal and corporate bonds rated in the highest four rating categories by a national rating agency.

The municipal bonds are rated between AAA and AA- by Standards and Poor's. The corporate bonds are rated AA+ by Standards and Poor's. The negotiable CDs are not rated.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH AND INVESTMENTS (Continued)

Investments (Continued)

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the College will not be able to recover some or all of the investment that is in possession of an outside party. To limit its exposure, the College's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the College's agent separate from where the investment was purchased. The Illinois Funds and the Illinois School District Liquid Asset Fund are not subject to custodial credit risk.

Concentration of credit risk - At June 30, 2025 and 2024, the College did not have any one investment that was greater than 5% of its overall portfolio (other than United States Government guaranteed obligations). The College's investment policy contains specific restrictions related to the diversification of the investment portfolio.

Derivatives - The College's investment policy specifically prohibits the use of or the investment in derivatives.

3. PROPERTY TAX CALENDAR

The following information gives significant dates on the property tax calendar of the College:

- The property tax lien date is January 1;
- The annual tax levy ordinance of 2024 was passed on December 11, 2024 and the annual tax levy ordinance of 2023 was passed on December 13, 2023;
- Property taxes are due to the County Collectors in two installments, June 1 and September 1; and
- The College receives the majority of its distributions in May through October 2025 and 2024.

Property taxes are recognized as revenue in the year intended to finance, regardless of when collected. The second half of the 2023 levy and the first half of the 2024 levy are recognized as revenue in the 2025 fiscal year. The second half of the 2024 levy is intended to finance the 2026 fiscal year and, accordingly, is reported as deferred revenue. The 2025 tax levy, which attached as an enforceable lien on property as of January 1, 2025, has not been recorded as a receivable as of June 30, 2025 as the tax has not yet been levied and will not be levied until December 2025 and, therefore, the levy is not measurable at June 30, 2025.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2025 is as follows:

| | Beginning Balances | Increases | Decreases | Ending Balances |
|---|-----------------------|----------------------|---------------------|-----------------------|
| Tangible capital assets not being depreciated | | | | |
| Land | \$ 4,555,311 | \$ - | \$ - | \$ 4,555,311 |
| Construction in progress | 8,683,715 | 46,979,261 | 1,698,496 | 53,964,480 |
| Total tangible capital assets not being depreciated | 13,239,026 | 46,979,261 | 1,698,496 | 58,519,791 |
| Tangible capital assets being depreciated | | | | |
| Land improvements | 12,862,757 | 1,158,029 | - | 14,020,786 |
| Buildings and improvements | 150,270,371 | 524,525 | - | 150,794,896 |
| Equipment | 13,356,005 | 1,175,591 | 274,845 | 14,256,751 |
| Total tangible capital assets being depreciated | 176,489,133 | 2,858,145 | 274,845 | 179,072,433 |
| Intangible capital assets being amortized | | | | |
| Intangible assets | 1,397,877 | - | - | 1,397,877 |
| Software | 3,234,387 | 1,011,443 | 602,586 | 3,643,244 |
| Equipment | 959,218 | - | - | 959,218 |
| Total intangible capital assets being amortized | 5,591,482 | 1,011,443 | 602,586 | 6,000,339 |
| Less accumulated depreciation for | | | | |
| Land improvements | 11,697,220 | 410,057 | - | 12,107,277 |
| Buildings and improvements | 63,901,847 | 3,463,847 | - | 67,365,694 |
| Equipment | 10,626,308 | 895,305 | 274,845 | 11,246,768 |
| Total accumulated depreciation | 86,225,375 | 4,769,209 | 274,845 | 90,719,739 |
| Less accumulated amortization for | | | | |
| Intangible assets | 1,378,749 | 12,750 | - | 1,391,499 |
| Software | 1,549,383 | 855,201 | 602,586 | 1,801,998 |
| Equipment | 558,420 | 191,844 | - | 750,264 |
| Total accumulated amortization | 3,486,552 | 1,059,795 | 602,586 | 3,943,761 |
| Total capital assets being depreciated and amortized, net | 92,368,688 | (1,959,416) | - | 90,409,272 |
| CAPITAL ASSETS, NET | \$ 105,607,714 | \$ 45,019,845 | \$ 1,698,496 | \$ 148,929,063 |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

Capital asset activity for the year ended June 30, 2024 is as follows:

| | Beginning Balances | Increases | Decreases | Ending Balances |
|---|-----------------------|--------------|------------|--------------------|
| Tangible capital assets not being depreciated | | | | |
| Land | \$ 4,555,311 | \$ - | \$ - | \$ 4,555,311 |
| Construction in progress | 1,262,222 | 7,484,042 | 62,549 | 8,683,715 |
| Total tangible capital assets not being depreciated | 5,817,533 | 7,484,042 | 62,549 | 13,239,026 |
| Tangible capital assets being depreciated | | | | |
| Land improvements | 12,862,757 | - | - | 12,862,757 |
| Buildings and improvements | 150,270,371 | - | - | 150,270,371 |
| Equipment | 12,449,188 | 1,139,537 | 232,720 | 13,356,005 |
| Total tangible capital assets being depreciated | 175,582,316 | 1,139,537 | 232,720 | 176,489,133 |
| Intangible capital assets being amortized | | | | |
| Intangible assets | 1,397,877 | - | - | 1,397,877 |
| Software | 3,093,629 | 545,569 | 404,811 | 3,234,387 |
| Equipment | 959,218 | - | - | 959,218 |
| Total intangible capital assets being amortized | 5,450,724 | 545,569 | 404,811 | 5,591,482 |
| Less accumulated depreciation for | | | | |
| Land improvements | 11,150,955 | 546,265 | - | 11,697,220 |
| Buildings and improvements | 60,452,795 | 3,449,052 | - | 63,901,847 |
| Equipment | 9,965,096 | 893,932 | 232,720 | 10,626,308 |
| Total accumulated depreciation | 81,568,846 | 4,889,249 | 232,720 | 86,225,375 |
| Less accumulated amortization for | | | | |
| Intangible assets | 1,209,776 | 168,973 | - | 1,378,749 |
| Software | 1,005,633 | 804,833 | 261,083 | 1,549,383 |
| Equipment | 366,576 | 191,844 | - | 558,420 |
| Total accumulated amortization | 2,581,985 | 1,165,650 | 261,083 | 3,486,552 |
| Total capital assets being depreciated and amortized, net | 96,882,209 | (4,369,793) | 143,728 | 92,368,688 |
| CAPITAL ASSETS, NET | \$ 102,699,742 | \$ 3,114,249 | \$ 206,277 | \$ 105,607,714 |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT

Changes in long-term debt for the years ended June 30, 2025 and 2024 are as follows:

| | Balance July 1, 2024 | Issuance | Repayment/ Refunding | Balance June 30, 2025 | Current Portion |
|---|----------------------------|---------------------|-------------------------|-----------------------------|---------------------|
| Accrued compensated absences* | \$ 5,264,993 | \$ 795,472 | \$ - | \$ 6,060,465 | \$ 431,677 |
| Special termination health insurance benefits payable | 314,246 | - | 22,106 | 292,140 | - |
| Other postemployment benefit liability | 12,528,331 | - | 862,261 | 11,666,070 | 280,712 |
| General Obligation Limited Tax Bonds, Series 2021A | 855,000 | - | 540,000 | 315,000 | 315,000 |
| General Obligation Limited Tax Bonds, Series 2021B | 25,640,000 | - | 3,555,000 | 22,085,000 | 3,590,000 |
| General Obligation Alternate Revenue Source Bonds, Series 2023 | 27,820,000 | - | 915,000 | 26,905,000 | 960,000 |
| Unamortized bond premium | 2,641,504 | - | 164,151 | 2,477,353 | - |
| Arbitrage payable | - | 621,670 | - | 621,670 | - |
| Lease payable | 401,785 | - | 192,455 | 209,330 | 193,196 |
| SBITA payable | 1,489,803 | 1,011,443 | 826,624 | 1,674,622 | 671,880 |
| TOTAL | \$ 76,955,662 | \$ 2,428,585 | \$ 7,077,597 | \$ 72,306,650 | \$ 6,442,465 |

*The issuance and repayment of accrued compensated absences is presented net.

| | Balance July 1, 2023, Restated^ | Issuance | Repayment/ Refunding | Balance June 30, 2024 | Current Portion |
|---|--|----------------------|-------------------------|-----------------------------|---------------------|
| Accrued compensated absences* | \$ 6,361,958 | \$ - | \$ 1,096,965 | \$ 5,264,993 | \$ 430,124 |
| Special termination health insurance benefits payable | 362,206 | - | 47,960 | 314,246 | - |
| Other postemployment benefit liability | 11,739,817 | 788,514 | - | 12,528,331 | 328,900 |
| General Obligation Limited Tax Bonds, Series 2021A | 1,390,000 | - | 535,000 | 855,000 | 540,000 |
| General Obligation Limited Tax Bonds, Series 2021B | 29,160,000 | - | 3,520,000 | 25,640,000 | 3,555,000 |
| General Obligation Alternate Revenue Source Bonds, Series 2023 | - | 27,820,000 | - | 27,820,000 | 915,000 |
| Unamortized bond premium | 318,240 | 2,487,415 | 164,151 | 2,641,504 | - |
| Lease payable | 593,503 | - | 191,718 | 401,785 | 192,455 |
| SBITA payable | 1,868,007 | 545,569 | 923,773 | 1,489,803 | 744,386 |
| TOTAL | \$ 51,793,731 | \$ 31,641,498 | \$ 6,479,567 | \$ 76,955,662 | \$ 6,705,865 |

*The issuance and repayment of accrued compensated absences is presented net.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

^The accrued compensated absences beginning balance was restated for the implementation of GASB Statement No. 101, *Compensated Absences*. See note 11 for additional information.

Accrued Compensated Absences

As described in Note 1, accrued compensated absences not due within one year are reported as long-term debt.

2021A General Obligation Limited Tax Refunding Bonds

The College issued \$1,955,000 General Obligation Limited Tax Refunding Bonds, Series 2021A. The bonds, dated February 16, 2021, are due in annual installments of \$45,000 to \$540,000 through December 15, 2025, with interest ranging from 0.20% to 0.55% payable each June 15 and December 15. Debt service to maturity on this issue is as follows:

| Year Ending June 30, | Principal | Interest | Total |
|-------------------------|------------|----------|------------|
| 2026 | \$ 315,000 | \$ 866 | \$ 315,866 |
| TOTAL | \$ 315,000 | \$ 866 | \$ 315,866 |

2021B General Obligation Refunding Bonds

The College issued \$32,645,000 General Obligation Refunding Bonds, Series 2021B. The bonds, dated February 16, 2021, are due in annual installments of \$3,485,000 to \$3,775,000 through December 15, 2030, with interest ranging from 1.00% to 1.13% payable each June 15 and December 15. Debt service to maturity on this issue is as follows:

| Year Ending June 30, | Principal | Interest | Total |
|-------------------------|---------------|------------|---------------|
| 2026 | \$ 3,590,000 | \$ 207,619 | \$ 3,797,619 |
| 2027 | 3,625,000 | 171,544 | 3,796,544 |
| 2028 | 3,660,000 | 135,119 | 3,795,119 |
| 2029 | 3,700,000 | 98,319 | 3,798,319 |
| 2030 | 3,735,000 | 61,144 | 3,796,144 |
| 2031 | 3,775,000 | 21,234 | 3,796,234 |
| TOTAL | \$ 22,085,000 | \$ 694,979 | \$ 22,779,979 |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

2021A and 2021B Refunding

During fiscal year 2021, the College issued \$1,955,000 General Obligation Refunding Limited Tax Bonds, Series 2021A and \$32,645,000 General Obligation Refunding Bonds, Series 2021B bonds, both dated February 16, 2021. The bonds were issued to refund \$1,135,000 of the 2011C General Obligation Limited Tax Bonds, \$31,180,000 of the 2012A General Obligation Bonds and \$720,000 of the 2012B General Obligation Limited Tax Bonds. Through the refunding transaction, the College achieved cash flow savings of \$112,323 and an economic gain of \$110,157 on the Series 2021A Bonds, and cash flow savings of \$2,154,380 and an economic gain of \$2,914,896 on the Series 2021B Bonds.

2023 General Obligation Alternate Revenue Source Bonds

The College issued \$27,820,000 General Obligation Alternate Revenue Source, Series 2023. The bonds, dated July 17, 2023, are due in annual installments of \$915,000 to \$2,140,000 through June 15, 2043, with interest ranging from 4.00% to 5.00% payable each June 15 and December 15. Debt service to maturity on this issue is as follows:

| Year Ending June 30, | Principal | Interest | Total |
|-------------------------|----------------------|----------------------|----------------------|
| 2026 | \$ 960,000 | \$ 1,264,450 | \$ 2,224,450 |
| 2027 | 1,010,000 | 1,216,450 | 2,226,450 |
| 2028 | 1,060,000 | 1,165,950 | 2,225,950 |
| 2029 | 1,110,000 | 1,112,950 | 2,222,950 |
| 2030 | 1,170,000 | 1,057,450 | 2,227,450 |
| 2031 | 1,225,000 | 998,950 | 2,223,950 |
| 2032 | 1,285,000 | 937,700 | 2,222,700 |
| 2033 | 1,350,000 | 873,450 | 2,223,450 |
| 2034 | 1,420,000 | 805,950 | 2,225,950 |
| 2035 | 1,490,000 | 734,950 | 2,224,950 |
| 2036 | 1,565,000 | 660,450 | 2,225,450 |
| 2037 | 1,645,000 | 582,200 | 2,227,200 |
| 2038 | 1,725,000 | 499,950 | 2,224,950 |
| 2039 | 1,810,000 | 413,700 | 2,223,700 |
| 2040 | 1,900,000 | 323,200 | 2,223,200 |
| 2041 | 1,980,000 | 247,200 | 2,227,200 |
| 2042 | 2,060,000 | 168,000 | 2,228,000 |
| 2043 | 2,140,000 | 85,600 | 2,225,600 |
| TOTAL | \$ 26,905,000 | \$ 13,148,550 | \$ 40,053,550 |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

2023 General Obligation Alternate Revenue Source Bonds (Continued)

In fiscal year 2024, the College issued the Series 2023 General Obligation Alternate Revenue Source Bonds for certain capital projects and are payable from revenue generated from the Illinois Community College Board Base Operating Grant. The remaining total pledge is \$40,053,550 and the bonds mature on June 15, 2043. During the current fiscal year, the pledge of revenue in the College's Education Fund for the 2023 bonds of \$2,225,200 was approximately 35.60% of total revenues pledged.

Leases

The College entered into a lease arrangement on August 1, 2021, for the right-to-use equipment. Payments of \$16,138 are due monthly over a 60 month term. Total intangible right-to-use assets acquired under this agreement are \$959,218.

Obligations of the College under this lease payable, typically paid from the Education Fund, including future interest payments at June 30, 2025, are as follows:

| Fiscal Year Ending June 30, | Leases | |
|-----------------------------------|-------------------|---------------|
| | Principal | Interest |
| 2026 | \$ 193,196 | \$ 464 |
| 2027 | 16,134 | 4 |
| TOTAL | \$ 209,330 | \$ 468 |

Subscription-Based Information Technology Arrangements

In accordance with GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITA), the College's SBITA activity is as follows:

The College has entered into various SBITAs for the right to use another party's information technology software. These agreements range, in term, from fiscal year 2024 through fiscal year 2030. Additionally, payment terms on these agreements vary in frequency with payments due in either monthly or annual installments, depending on the agreement.

WAUBONSEE COMMUNITY COLLEGE
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NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

Subscription-Based Information Technology Arrangements (Continued)

The following schedule reflects the College's future obligations under the SBITA payable:

| Fiscal Year Ending June 30, | SBITA | |
|-----------------------------------|---------------------|------------------|
| | Principal | Interest |
| 2026 | \$ 671,880 | \$ 31,366 |
| 2027 | 374,674 | 23,640 |
| 2028 | 269,161 | 16,662 |
| 2029 | 222,886 | 10,356 |
| 2030 | 136,021 | 3,925 |
| TOTAL | \$ 1,674,622 | \$ 85,949 |

6. RETIREMENT COMMITMENTS

Plan Description

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

Benefits Provided

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

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Contributions

The state is primarily responsible for funding SURS on behalf of the individual employers at an actuarially determined amount. Public Act 88-0593 provides a Statutory Funding Plan consisting of two parts: (i) a ramp-up period from 1996 to 2010 and (ii) a period of contributions equal to a level percentage of the payroll of active members of the System to reach 90% of the total actuarial accrued liability by the end of fiscal year 2045. Employer contributions from trust, federal and other funds are provided under Section 15-155(b) of the Illinois Pension Code and require employers to pay contributions which are sufficient to cover the accruing normal costs on behalf of applicable employees. The employer normal cost for fiscal year 2024 and 2025 was 12.53% and 11.98%, respectively, of employee payroll.

Funding Policy

The normal cost is equal to the value of current year's pension benefit and does not include any allocation for the past unfunded liability or interest on the unfunded liability. Plan members are required to contribute 8% of their annual covered salary. The contribution requirements of plan members and employers are established and may be amended by the Illinois General Assembly.

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

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

Net Pension Liability

At June 30, 2024 and 2023, SURS reported a net pension liability of \$30,230,907,727 and \$29,444,538,098, respectively. The net pension liability was measured as of June 30, 2024 and 2023.

WAUBONSEE COMMUNITY COLLEGE
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NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

- a. Pension Liabilities, Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Employer Proportionate Share of Net Pension Liability

For the year ended June 30, 2025, the amount of the proportionate share of the net pension liability to be recognized for the College is \$0. The proportionate share of the state's net pension liability associated with the College is \$254,012,179 or 0.8402%. This amount is not recognized in the financial statement due to the special funding situation. The net pension liability was measured as of June 30, 2024 and the total pension used to calculate the net pension liability was determined based on the June 30, 2023 actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable earnings made to SURS during fiscal year 2024.

For the year ended June 30, 2024, the amount of the proportionate share of the net pension liability to be recognized for the College is \$0. The proportionate share of the state's net pension liability associated with the College is \$235,337,826 or 0.7993%. This amount is not recognized in the financial statement due to the special funding situation.

The net pension liability was measured as of June 30, 2023 and the total pension used to calculate the net pension liability was determined based on the June 30, 2022 actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable earnings made to SURS during fiscal year 2023.

Pension Expense

At June 30, 2024 and 2023, SURS reported a collective net pension expense of \$1,996,285,670 and \$1,884,388,521, respectively.

Employer Proportionate Share of Pension Expense

The College's proportionate share of collective net pension expense is recognized as both revenue and matching expense in the 2025 financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable earnings made to SURS during fiscal year 2024. As a result, the College recognized revenue and pension expense of \$16,773,591 for the fiscal year ended June 30, 2025.

WAUBONSEE COMMUNITY COLLEGE
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SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

- a. Pension Liabilities, Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Employer Proportionate Share of Pension Expense (Continued)

The College's proportionate share of collective net pension expense is recognized as both revenue and matching expense in the 2024 financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable earnings made to SURS during fiscal year 2023. As a result, the college recognized revenue and pension expense of \$15,061,126 for the fiscal year ended June 30, 2024.

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

Deferred outflows of resources are the consumption of net assets by the College that is applicable to future reporting periods. The College paid \$192,730 in federal, trust or grant contributions for the fiscal year ended June 30, 2025. These contributions were made subsequent to the pension liability measurement date of June 30, 2024 and are recognized as deferred outflows of resources as of June 30, 2025.

Deferred outflows of resources are the consumption of net assets by the College that is applicable to future reporting periods. The College paid \$236,608 in federal, trust or grant contributions for the fiscal year ended June 30, 2024. These contributions were made subsequent to the pension liability measurement date of June 30, 2023 and are recognized as deferred outflows of resources as of June 30, 2024.

- b. Assumptions and Other Inputs

Actuarial Assumptions

2024

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

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
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NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Continued)

2024 (Continued)

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

2023

Actuarial assumptions. The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from June 30, 2017, through June 30, 2020. The total pension liability in the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|--------------------------------------|
| Inflation | 2.25% |
| Salary increases | 3.00% to 12.75%, including inflation |
| Investment rate of return | 6.50% |

Mortality rates were based on the Pub-2020 employee and retiree gender distinct tables with projected generational mortality and a separate mortality assumption for disabled participants.

The long-term expected rate of return on 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(ies).

WAUBONSEE COMMUNITY COLLEGE
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NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Continued)

For each major asset class that is included in the pension plan's target asset allocation as of June 30, 2024 and 2023, these best estimates are summarized in the following table:

| | 2024 | |
|----------------------------|-------------------|--|
| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
| Traditional Growth | | |
| Global Public Equity | 36.00% | 7.13% |
| Stabilized Growth | | |
| Core Real Assets | 8.00% | 5.06% |
| Public Credit Fixed Income | 6.50% | 4.10% |
| Private Credit | 2.50% | 7.36% |
| Non-Traditional Growth | | |
| Private Equity | 11.00% | 10.92% |
| Non-Core Real Assets | 4.00% | 9.09% |
| Inflation Sensitive | | |
| U.S. TIPS | 5.00% | 2.12% |
| Principal Protection | | |
| Core Fixed Income | 10.00% | 1.34% |
| Crisis Risk Offset | | |
| Systematic Trend Following | 10.00% | 2.90% |
| Alternative Risk Premia | 3.00% | 2.62% |
| Long Duration | 2.00% | 2.84% |
| Long Volatility/Tail Risk | 2.00% | (1.22)% |
| Total | 100.00% | 5.63% |
| Inflation | | 2.80% |
| EXPECTED ARITHMETIC RETURN | | 8.43% |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Continued)

| | 2023 | |
|----------------------------|-------------------|--|
| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
| Traditional Growth | | |
| Global Public Equity | 36.00% | 7.97% |
| Stabilized Growth | | |
| Public Credit Fixed Income | 8.00% | 4.68% |
| Credit Real Assets | 6.50% | 4.52% |
| Options Strategies | 2.50% | 7.36% |
| Private Credit | | |
| Non-Traditional Growth | 11.00% | 11.32% |
| Private Equity | 4.00% | 8.67% |
| Non-Core Real Assets | | |
| Inflation Sensitive | 5.00% | 2.09% |
| U.S. TIPS | | |
| Principal Protection | 10.00% | 1.13% |
| Core Fixed Income | | |
| Crisis Risk Offset | 10.00% | 3.18% |
| Systematic Trend Following | 3.00% | 3.27% |
| Alternative Risk Premia | 2.00% | 3.02% |
| Long Duration | 2.00% | (1.14)% |
| Total | 100.00% | 5.98% |
| Inflation | | 2.60% |
| EXPECTED ARITHMETIC RETURN | | 8.58% |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

Discount Rate

2025

A single discount rate of 6.35% was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 6.50% and a municipal bond rate of 3.97% (based on the weekly rate closest to but not later than the measurement date of the 20-Year Bond Buyer Index as published by the Federal Reserve). The projection of cash flows used to determine this single discount rate were the amounts of contributions attributable to current plan members and assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the statutory contribution rates under SURS funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2075. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2075, and the municipal bond rate was applied to all benefit payments after that date.

Sensitivity of SURS' 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 6.35%, 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 (5.35%) | Current Single Discount Rate Assumption (6.35%) | 1% Increase (7.35%) |
|-----------------------|------------------------|--|------------------------|
| Net pension liability | \$ 36,700,168,358 | \$ 30,230,907,727 | \$ 24,839,790,537 |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Funding Policy (Continued)

b. Assumptions and Other Inputs (Continued)

Discount Rate (Continued)

2024

A single discount rate of 6.37% was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 6.50% and a municipal bond rate of 3.86% (based on the weekly rate closest to but not later than the measurement date of the 20-Year Bond Buyer Index as published by the Federal Reserve). The projection of cash flows used to determine this single discount rate were the amounts of contributions attributable to current plan members and assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the statutory contribution rates under SURS funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2077. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2077, and the municipal bond rate was applied to all benefit payments after that date.

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

Regarding the sensitivity of the 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 6.37%, 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 (5.37%) | Current Single Discount Rate Assumption (6.37%) | 1% Increase (7.37%) |
|-----------------------|------------------------|--|------------------------|
| Net pension liability | \$ 35,695,434,682 | \$ 29,444,538,098 | \$ 24,236,489,318 |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Defined Contribution Pension Plan

a. Plan Description

The College contributes to the Retirement Savings Plan (RSP) administered by SURS, a cost-sharing multiple-employer defined contribution pension plan with a special funding situation whereby the State of Illinois (State) makes substantially all required contributions on behalf of the participating employers. SURS was established July 21, 1941, to provide retirement annuities and other benefits for staff members and employees of state universities, certain affiliated organizations, and certain other state educational and scientific agencies and for survivors, dependents, and other beneficiaries of such employees. SURS is governed by Chapter 40, Act 5, Article 15 of the Illinois Compiled Statutes. SURS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by accessing the website at www.SURS.org. The RSP and its benefit terms were established and may be amended by the State's General Assembly.

b. Benefits Provided

A defined contribution pension plan, originally called the Self-Managed Plan, was added to SURS benefit offerings as a result of Public Act 90-0448 enacted effective January 1, 1998. The plan was renamed the RSP effective September 1, 2020, after an extensive plan redesign. New employees are allowed six months after their date of hire to make an irrevocable election whether to participate in either the traditional or portable defined benefit pension plans or the RSP. A summary of the benefit provisions as of June 30, 2024, can be found in SURS Annual Comprehensive Financial Report - Notes to the Financial Statements.

c. Contributions

All employees who have elected to participate in the RSP are required to contribute 8.0% of their annual covered earnings. Section 15-158.2(h) of the Illinois Pension Code provides for an employer contribution to the RSP of 7.6% of employee earnings. The State is primarily responsible for contributing to the RSP on behalf of the individual employers. Employers are required to make the 7.6% contribution for employee earnings paid from "trust, federal, and other funds" as described in Section 15-155(b) of the Illinois Pension Code. The contribution requirements of plan members and employers were established and may be amended by the State's General Assembly.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RETIREMENT COMMITMENTS (Continued)

Defined Contribution Pension Plan (Continued)

d. Forfeitures

Employees are not vested in employer contributions to the RSP until they have attained five years of service credit. Should an employee leave SURS-covered employment with less than five years of service credit, the portion of the employee's RSP account designated as employer contributions is forfeited. Employees who later return to SURS-covered employment will have these forfeited employer contributions reinstated to their account, so long as the employee's own contributions remain in the account. Forfeited employer contributions are managed by SURS and are used both to reinstate previously forfeited contributions and to fund a portion of the State's contributions on behalf of the individual employers. The vesting and forfeiture provisions of the RSP were established and may be amended by the State's General Assembly.

e. Pension Expense Related to Defined Contribution Pensions

Defined Contribution Pension Expense

For the year ended June 30, 2024, the State's contributions to the RSP on behalf of individual employers totaled \$96,741,887. Of this amount, \$89,857,115 was funded via an appropriation from the State and \$6,884,772 was funded from previously forfeited contributions. For the year ended June 30, 2023, The State's contributions to the RSP on behalf of individual employers totaled \$90,330,044. Of this amount, \$81,991,471 was funded via an appropriation from the State and \$8,338,573 was funded from previously forfeited contributions.

Employer Proportionate Share of Defined Contribution Pension Expense

The employer proportionate share of collective defined contribution pension expense is recognized as nonoperating revenue with matching operating expense (compensation and benefits) in the financial statements. The basis of allocation used in the proportionate share of collective defined contribution pension expense is the actual reported pensionable contributions made to the RSP during fiscal year 2024. The College's share of pensionable contributions was 0.6768%. As a result, the College recognized revenue and defined contribution pension expense of \$654,756 from this special funding situation during the year ended June 30, 2025, of which \$46,597 constituted forfeitures. During fiscal year 2023, the College's share of pensionable contributions was 0.7620%. As a result, the College recognized revenue and defined contribution pension expense of \$688,294 from this special funding situation during the year ended June 30, 2024, of which \$63,538 constituted forfeitures.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN

In addition to the pension plan described previously, the College contributes to the State of Illinois' Community College Health Insurance Program (CIP), a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the state. CIP provides health, vision and dental benefits to retired staff and dependent beneficiaries of participating community colleges. The benefits, employer, employee, retiree and state contributions are dictated by ILCS through the State Group Insurance Act of 1971 (the Act) and can only be changed by the Illinois General Assembly. Separate financial statements, including required supplementary information, may be obtained from the Department of Healthcare and Family Services, 201 South Grand Avenue East, Springfield, Illinois 62763.

The Act requires every active contributor (employee) of SURS to contribute 0.85% of covered payroll and every community college district to contribute 0.85% of covered payroll. Retirees pay a premium for coverage that is also determined by ILCS. The State Pension Funds Continuing Appropriation Act (40/ILCS 15/1.4) requires the state to make an annual appropriation to CIP to cover any expected expenditures in excess of the contributions by active employees, employers and retirees. The result is pay as you go financing of the plan.

Plan Description

The following disclosures are for the year ended June 30, 2024 and 2023, in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. For purposes of measuring the net other postemployment benefit liability, deferred outflows of resources and deferred inflows of resources related to other postemployment benefit, and other postemployment benefit expense, information about the fiduciary net position of CIP and additions to/deductions from CIP's fiduciary net position have been determined on the same basis as they are reported by CIP. For this purpose, CIP recognizes benefit payments when due and payable in accordance with the benefit terms. Investments, if any, are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

At June 30, 2025, the College reported a liability of \$11,666,070 for its proportionate share of the total other postemployment benefit liability that reflected a reduction for state other postemployment benefit support of \$11,666,070 resulting in a total other postemployment benefit liability associated with the College of \$23,332,140. The other postemployment benefit liability was measured as of June 30, 2024, and the total other postemployment benefit liability used to calculate the net other postemployment benefit liability was determined by an actuarial valuation performed as of June 30, 2023 rolled forward to June 30, 2024. The College's proportion of the net other postemployment benefit liability was based on the College's actual contributions to the other postemployment benefit plan relative to the projected contributions of all participating Colleges and the State of Illinois, statutorily determined. At June 30, 2025, the College's proportionate share was 1.754%.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

At June 30, 2024, the College reported a liability of \$12,528,331 for its proportionate share of the total other postemployment benefit liability that reflected a reduction for state other postemployment benefit support of \$12,528,331 resulting in a total other postemployment benefit liability associated with the College of \$25,056,662. The other postemployment benefit liability was measured as of June 30, 2023, and the total other postemployment benefit liability used to calculate the net other postemployment benefit liability was determined by an actuarial valuation performed as of June 30, 2022 rolled forward to June 30, 2023. The College's proportion of the net other postemployment benefit liability was based on the College's actual contributions to the other postemployment benefit plan relative to the projected contributions of all participating Colleges and the State of Illinois, statutorily determined. At June 30, 2024, the College's proportionate share was 1.774%.

2025

For the year ended June 30, 2025, the College recognized other postemployment benefit expense of (\$4,786,871) and revenue of (\$4,786,871) for support provided by the state. At June 30, 2025, the College reported deferred outflows of resources and deferred inflows of resources related to other postemployment benefit from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|--------------------------------------|-------------------------------------|
| Difference between expected and actual experience | \$ 147,897 | \$ 3,514,931 |
| Changes in assumption | 86,267 | 8,476,106 |
| Changes in proportionate share and differences between college contributions and proportionate share of contributions | 1,180,224 | 867,903 |
| Contributions made after the measurement date | 333,908 | - |
| Net difference between projected and actual earnings on other postemployment benefit plan investments | - | 5,784 |
| TOTAL | \$ 1,748,296 | \$ 12,864,723 |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2025 (Continued)

\$333,908 reported as deferred outflows or resources related to other postemployment benefit resulting from college contributions subsequent to the measurement date will be recognized as a reduction of the other postemployment benefit liability for the measurement period ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to CIP will be recognized in other postemployment benefit expense as follows:

| Fiscal Year Ending June 30, | |
|-----------------------------------|-----------------------------|
| 2026 | \$ (4,398,664) |
| 2027 | (3,793,730) |
| 2028 | (2,934,643) |
| 2029 | (160,409) |
| 2030 | (162,890) |
| | <u> </u> |
| TOTAL | <u>\$ (11,450,335)</u> |

2024

For the year ended June 30, 2024, the College recognized other postemployment benefit expense of (\$4,574,631) and revenue of (\$4,574,631) for support provided by the state. At June 30, 2024, the College reported deferred outflows of resources and deferred inflows of resources related to other postemployment benefit from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|--------------------------------------|-------------------------------------|
| Difference between expected and actual experience | \$ 188,529 | \$ 3,771,739 |
| Changes in assumption | - | 12,247,562 |
| Changes in proportionate share and differences between college contributions and proportionate share of contributions | 1,526,430 | 1,012,856 |
| Contributions made after the measurement date | 278,839 | - |
| Net difference between projected and actual earnings on other postemployment benefit plan investments | - | 2,678 |
| | <u> </u> | <u> </u> |
| TOTAL | <u>\$ 1,993,798</u> | <u>\$ 17,034,835</u> |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2024 (Continued)

\$278,839 reported as deferred outflows or resources related to other postemployment benefit resulting from college contributions subsequent to the measurement date will be recognized as a reduction of the other postemployment benefit liability for the measurement period ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to CIP will be recognized in other postemployment benefit expense as follows:

| Fiscal Year Ending June 30, | |
|-----------------------------------|-------------------------------|
| 2025 | \$ (4,729,876) |
| 2026 | (4,232,572) |
| 2027 | (3,624,466) |
| 2028 | (2,760,873) |
| 2029 | <u>27,911</u> |
| TOTAL | <u>\$ (15,319,876)</u> |

Actuarial Assumptions

2025

The total other postemployment benefit liability was determined by an actuarial valuation as of June 30, 2024, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

| | |
|-----------------------------|--|
| Assumptions | |
| Inflation | 2.25% |
| Salary increases | 3.50% to 12.75% |
| Investment rate of return | 0.00% |
| Healthcare cost trend rates | 8.00% trending to 4.25% for non- Medicare; 15.00% trending to 4.25% for MAPD |
| Asset valuation method | Fair value |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

Actuarial Assumptions (Continued)

2024

The total other postemployment benefit liability was determined by an actuarial valuation as of June 30, 2022, rolled forward to June 30, 2023, the measurement date, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

| | |
|-----------------------------|-------------------------|
| Assumptions | |
| Inflation | 2.25% |
| Salary increases | 3.50% to 12.75% |
| Investment rate of return | 0.00% |
| Healthcare cost trend rates | 8.00% trending to 4.25% |
| Asset valuation method | Fair value |

2025

Mortality rates for retirement and beneficiary annuitants were based on the Pub-2010 Healthy Retiree Mortality Table and PubT-2010 Healthy Retiree Mortality Table. For disabled annuitants, mortality rates were based on the Pub-2010 Disabled Retiree Mortality Table. Mortality rates for pre-retirement were based on the Pub-2010 Employee Mortality Table and PubT-2010 Employee Mortality Table were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2020. The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period June 30, 2017 to June 30, 2021.

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since CIP is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rate was 3.97% as of June 30, 2024.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

Actuarial Assumptions (Continued)

2024

Mortality rates for retirement and beneficiary annuitants were based on the Pub-2010 Healthy Retiree Mortality Table and PubT-2010 Healthy Retiree Mortality Table. For disabled annuitants, mortality rates were based on the Pub-2010 Disabled Retiree Mortality Table. Mortality rates for pre-retirement were based on the Pub-2010 Employee Mortality Table and PubT-2010 Employee Mortality Table were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2020. The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period June 30, 2017 to June 30, 2021.

Projected benefit payments were discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on other postemployment benefit plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since CIP is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rate was 3.86% as of June 30, 2023.

Rate Sensitivity

2025

The following is a sensitivity analysis of the other postemployment benefit liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the other postemployment benefit liability of the College calculated using the discount rate of 3.97% as well as what the College's other postemployment benefit liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.97%) or 1 percentage point higher (4.97%) than the current rate:

| | 1% Decrease (2.97%) | Current Discount Rate (3.97%) | 1% Increase (4.97%) |
|--|------------------------|-------------------------------------|------------------------|
| Other postemployment benefit liability | \$ 12,745,347 | \$ 11,666,070 | \$ 10,742,066 |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

Rate Sensitivity (Continued)

2025 (Continued)

The table below presents the College's other postemployment benefit liability, calculated using the healthcare cost trend rates as well as what the College's other postemployment benefit liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower, than the current healthcare cost trend rates. The key trend rates are 9.14% in 2024 decreasing to an ultimate trend rate of 4.25% in 2040 for CCHP and MC coverage, and 19.42% in 2024 decreasing to an ultimate trend rate of 4.25% in 2040 for MAPD coverage.

| | 1% Decrease | Current Healthcare Rate | 1% Increase |
|--|---------------|----------------------------|---------------|
| Other postemployment benefit liability | \$ 10,481,901 | \$ 11,666,070 | \$ 13,100,596 |

2024

The following is a sensitivity analysis of the other postemployment benefit liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the other postemployment benefit liability of the College calculated using the discount rate of 3.86% as well as what the College's other postemployment benefit liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.86%) or 1 percentage point higher (4.86%) than the current rate:

| | 1% Decrease (2.86%) | Current Discount Rate (3.86%) | 1% Increase (4.86%) |
|--|------------------------|-------------------------------------|------------------------|
| Other postemployment benefit liability | \$ 13,668,537 | \$ 12,528,331 | \$ 11,546,515 |

The table below presents the College's other postemployment benefit liability, calculated using the healthcare cost trend rates as well as what the College's other postemployment benefit liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower, than the current healthcare cost trend rates. The key trend rates are 9.14% in 2023 decreasing to an ultimate trend rate of 4.25% in 2040.

| | 1% Decrease | Current Healthcare Rate | 1% Increase |
|--|---------------|----------------------------|---------------|
| Other postemployment benefit liability | \$ 11,253,461 | \$ 12,528,331 | \$ 14,065,663 |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

Other Postemployment Benefit Plan Fiduciary Net Position

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

8. SPECIAL TERMINATION HEALTH INSURANCE

In addition to the retirement benefits provided by the College described in Note 7, the College previously provided voluntary retirement benefits, considered early retirement incentives. These included employer paid voluntary retirement incentives (deferred compensation) as well as employer paid health care coverage to retirees and spouses for life. At age 65, generally Medicare becomes the primary insurance provider for retirees. The voluntary retirement benefits were available to employees who attained age 55 with at least eight years of continuous employment and who retired prior to June 30, 2000.

The benefits provided were a percentage of their final year's salary, up to 100% payable over one to five years, depending upon the age at retirement and health insurance coverage for life. There were 40 and 54 members (including spouses) receiving benefits as of June 30, 2025 and 2024, respectively.

The College engaged an actuary to perform an actuarial valuation of the benefits as of June 30, 2025 and 2024. Actual retirees were 29 and 29 as of June 30, 2025 and 2024, respectively. The actuarial assumptions used in the valuations were a discount rate of 4.24% and 4.36% at June 30, 2025 and 2024, respectively, the health care trend rate of 7% (non-Medicare) and 4.5% (Medicare) and 7% (non-Medicare) and 5% (Medicare), respectively. The actuarial valuation calculated a liability of \$292,140 and \$314,246 at June 30, 2025 and 2024, respectively. This is recorded as a liability in the College's financial statements.

The College accounts for this plan in the Retiree Medical Insurance and Retirement subfund and has set aside sufficient assets in the account to fully fund this obligation at June 30, 2025 and 2024.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RISK MANAGEMENT

The College is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; error and omissions; injuries to employees; employee health and dental insurance; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties except for employee health and dental and general liability. Settled claims from these risks have not exceeded commercial insurance coverage in the past three fiscal years. Since February 2005, the College has participated in the Illinois Community College Risk Management Consortium (the Consortium), which was established in 1981 by several Chicago area community colleges as a means of reducing the cost of general liability insurance. The Consortium is a public entity risk pool currently operating as a common risk management and insurance program for the member colleges. The main purpose of the Consortium is to jointly self-insure certain risks up to an agreed-upon retention limit and to obtain excess catastrophic coverage and aggregate stop-loss reinsurance over the selected retention limits.

The College is self-insured for health and dental insurance. The College's third party administrator (TPA) processes all claims for the College and is reimbursed monthly for the claims paid in the previous month.

The College has purchased specific and aggregate excess insurance to limit its exposure. The specific coverage is \$185,000 per covered person and the aggregate attachment is \$9,172,089 on a calendar year basis. A liability of \$1,790,406 and \$1,298,293 for claims incurred but not paid as of June 30, 2025 and 2024, respectively, includes an estimate of incurred but not reported claims as of June 30, 2025 and 2024.

A reconciliation of the claim liability for the last three fiscal years is as follows:

| | 2023 | 2024 | 2025 |
|-------------------------|---------------------|---------------------|---------------------|
| CLAIMS PAYABLE, JULY 1 | \$ 1,243,618 | \$ 1,247,257 | \$ 1,298,293 |
| Claims paid | (7,185,015) | (7,395,083) | (7,870,537) |
| Claims incurred | 7,188,654 | 7,446,119 | 8,362,650 |
| CLAIMS PAYABLE, JUNE 30 | <u>\$ 1,247,257</u> | <u>\$ 1,298,293</u> | <u>\$ 1,790,406</u> |

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. TAX ABATEMENTS

The College has entered into two property tax abatement agreements with corporations located within the College's boundaries. The agreements provide for abatements ranging from 25% to 75% of the property taxes on the agreed upon facilities for periods ranging from three to ten years. Property development and job creation criteria are specified in the respective agreements and must be met for the abatement to go into effect. The College retains the right to require the corporation(s) to repay the total sum of all previously abated taxes if certain provisions of the agreement(s) are not met. As of June 30, 2025, no taxes have been abated under these tax abatement agreements.

11. CHANGE IN ACCOUNTING PRINCIPLE

For the fiscal years ended June 30, 2025 and 2024, the College implemented GASB Statement No. 101, *Compensated Absences*. The implementation of this guidance impacted the beginning balance of accrued compensated absences, which resulted in a restatement of beginning net position. The effect of the restatement is summarized below:

| | <u>Business-Type Activities</u> |
|--|-------------------------------------|
| BEGINNING NET POSITION, JULY 1, 2023 AS PREVIOUSLY REPORTED | <u>\$ 230,158,905</u> |
| Change in accounting principle - GASB 101 | <u>(1,294,375)</u> |
| Total net restatement | <u>(1,294,375)</u> |
| BEGINNING NET POSITION, JULY 1, 2023 AS RESTATED | <u>\$ 228,864,530</u> |

12. DISCRETELY PRESENTED COMPONENT UNIT

The Foundation was incorporated in 1978 under the laws of the State of Illinois. The Foundation is a not-for-profit organization which was formed to promote the educational development and general educational welfare of the Waubonsee Community College, Community College District 516 (the College). The Foundation is operated in conjunction with, and in support of the educational mission of the College. The Foundation supports the College through solicitation and administration of scholarships, gifts, grants or bequests of money or property or certain educational and cultural activities of the College as approved by the Board of Directors of the Foundation.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DISCRETELY PRESENTED COMPONENT UNIT (Continued)

The following is a summary of the significant accounting policies of the Foundation.

a. Basis of Presentation

The Foundation maintains its accounts in accordance with the principles and practices of fund accounting. Fund accounting is the procedure by which resources for various purposes are classified for accounting purposes in accordance with activities or objectives specific by donors.

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

Net Assets Without Donor Restrictions

Net assets available for use in general operations and not subject to donor-imposed restrictions. The Board may impose stipulations on these assets for a specific purpose or future use.

Net Assets With Donor Restrictions

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

Contributions and other revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor restriction.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DISCRETELY PRESENTED COMPONENT UNIT (Continued)

b. Revenue Recognition

Contributions

The Foundation recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of beneficial interest is received. Conditional promises to give - that is, those with a measurable performance or other barrier and a right to return - are not recognized until the conditions on which they depend have been met. There are no conditional contributions as of June 30, 2025 and 2024.

Contributions, including unconditional promises to give, are recognized as revenue in the period received. Conditional promises to give are not recognized as revenue until the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions from unconditional promises to give that are to be received after one year are discounted at an appropriate risk adjusted rate at the date the promise is made. Amortization of discounts is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions. An allowance for uncollectible contributions is provided based upon management's judgement including such factors as prior collection history, type of contribution and nature of fundraising activity. No allowance was deemed necessary as of June 30, 2025 or 2024.

Sponsorship and Fundraising Event Revenue

The portion of sponsorship revenue and ticket sales that relates to the commensurate value the sponsor and attendee receives in return is recognized when the related events are held and performance obligations are met. Ticket sales received in advance of the event are recorded as deferred revenue on the statements of financial position. For events held during the year ending June 30, 2025, commensurate value of \$14,770 was recognized as fundraising revenue in the statements of activities. For events held during the year ending June 30, 2024, commensurate value of \$17,996 was recognized as fundraising revenue in the statements of activities.

Contributions In-Kind

The Foundation recognizes the fair value of contributed services received if such services create or enhance nonfinancial assets or require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not contributed. Donated assets are recorded in the financial statements as assets and revenue at their estimated fair market value on the dates the assets are contributed. Donated supplies are expensed in the year received.

WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DISCRETELY PRESENTED COMPONENT UNIT (Continued)

c. Cash and Cash Equivalents

All highly liquid investments with an original maturity of three months or less when purchased are deemed cash equivalents.

The Foundation maintains its cash balance in financial institutions, which at times may exceed federally insured limits. At June 30, 2025 and 2024, the Foundation's cash accounts do not exceed federally insured limits. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

d. Investments

Investments are measured at fair value. The realized and unrealized gain or loss on investments is reflected in investment return on the statement of activities. Investment return is reported net of external and direct internal investment expenses.

e. Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Costs are directly charged when feasible. Costs that cannot be directly charged, such as salaries and wages, are allocated based on time and effort.

f. Income Taxes

The Foundation is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Foundation is not classified as a private foundation. The Foundation evaluates its uncertain tax positions on an annual basis, and there have been no recorded uncertain tax positions recorded in fiscal year 2025, 2024 or 2023. Therefore, no provision or liability for income taxes has been included in the financial statements. The Foundation files various federal or state non-profit tax returns. The Foundation is no longer subject to U.S. Federal or state examinations by tax authorities for tax years prior to 2022.

g. Use of Estimates

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

REQUIRED SUPPLEMENTARY INFORMATION

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY AND SCHEDULE OF CONTRIBUTIONS
STATE UNIVERSITIES RETIREMENT SYSTEM OF ILLINOIS**

Last Ten Years

| MEASUREMENT DATE JUNE 30, | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| (a) Proportion percentage of the collective net pension liability | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| (b) Proportion amount of the collective net pension liability | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (c) Portion of non-employer contributing entities' total proportion of net pension liability associated with employer | 190,918,931 | 221,092,313 | 224,615,949 | 246,158,766 | 251,989,904 | 259,739,781 | 241,396,847 | 231,435,720 | 235,337,826 | 254,012,179 |
| Total (b) + (c) | \$ 190,918,931 | \$ 221,092,313 | \$ 224,615,949 | \$ 246,158,766 | \$ 251,989,904 | \$ 259,739,781 | \$ 241,396,847 | \$ 231,435,720 | \$ 235,337,826 | \$ 254,012,179 |
| Covered payroll | \$ 36,108,287 | \$ 37,931,009 | \$ 38,779,937 | \$ 40,024,842 | \$ 39,687,030 | \$ 40,261,318 | \$ 38,111,793 | \$ 39,583,468 | \$ 42,808,371 | \$ 46,526,716 |
| Proportion of collective net pension liability associated with employer as a percentage of covered payroll | 528.74% | 582.88% | 579.21% | 615.01% | 634.94% | 645.13% | 633.39% | 584.68% | 549.75% | 545.95% |
| SURS plan net position as a percentage of total pension liability | 42.37% | 39.57% | 42.04% | 41.27% | 40.71% | 39.05% | 45.45% | 43.65% | 44.06% | 44.60% |

| FISCAL YEAR ENDED JUNE 30, | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| WAUBONSEE COMMUNITY COLLEGE | | | | | | | | | | |
| Federal, trust, grant and other contributions | \$ 148,188 | \$ 129,704 | \$ 108,983 | \$ 132,377 | \$ 151,497 | \$ 137,643 | \$ 206,570 | \$ 239,779 | \$ 236,608 | \$ 192,730 |
| Contribution in relation to required contribution | 148,188 | 129,704 | 108,983 | 132,377 | 151,497 | 137,643 | 206,570 | 239,779 | 236,608 | 192,730 |
| CONTRIBUTION DEFICIENCY (Excess) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Covered payroll | \$ 37,931,009 | \$ 38,779,937 | \$ 40,024,842 | \$ 39,687,030 | \$ 40,261,318 | \$ 38,111,793 | \$ 39,583,468 | \$ 42,808,371 | \$ 46,526,716 | \$ 49,525,483 |
| Contributions as a percentage of covered payroll | 0.39% | 0.33% | 0.27% | 0.33% | 0.38% | 0.36% | 0.52% | 0.56% | 0.51% | 0.39% |

Note: The College implemented GASB No. 68 in fiscal year 2015.

Notes to Required Supplementary Information

Changes of Benefit Terms

There were no benefit changes recognized in the total pension liability as of June 30, 2024 and 2023.

Changes in Assumptions

In accordance with Illinois Compiled Statutes, an actuarial review is to be performed at least once every three years to determine the reasonableness of actuarial assumptions regarding the retirement, disability, mortality, turnover, interest, and salary of the members and benefit recipients of SURS. An experience review for the years June 30, 2017, to June 30, 2020, was performed in Spring 2021, resulting in the adoption of new assumptions as of June 30, 2023.

- Salary increase - Change in the overall assumed salary increase rates, ranging from 3.00% to 12.75% based on years of service, while maintaining the underlying wage inflation rate of 2.25%.
- Investment return - Decrease the investment return assumption to 6.50%. This reflects decreasing the assumed real rate of return to 4.25% and maintaining the underlying assumed price inflation of 2.25%.
- Effective rate of interest - Decrease the long-term assumption for the effective rate of interest for crediting the money purchase accounts to 6.50%.
- Normal retirement rates - Establish separate rates for members in academic positions and nonacademic positions to reflect that retirement rates for academic positions are lower than for nonacademic positions.
- Early retirement rates - Establish separate rates for members in academic positions and nonacademic positions to reflect that retirement rates for academic positions are lower than for nonacademic positions.
- Turnover rates - Change rates to produce slightly lower expected turnover for most members, while maintaining pattern of decreasing termination rates as years of service increase.
- Mortality rates - Change from the RP-2014 to the Pub-2010 mortality tables to reflect the latter's higher applicability to public pensions. Update the projection scale from the MP-2017 to the MP-2020 scale.
- Disability rates - Establish separate rates for members in academic positions and non-academic positions and maintain separate rates for males and females. New for the June 30, 2023 valuation, 50% of police officer disability incidence is assumed to be line-of-duty related.
- Plan election - Change plan election assumptions to 75% Tier 2 and 25% Retirement Savings Plan (RSP) for non-academic members. Change plan election assumptions to 55% Tier 2 and 45% Retirement Savings Plan (RSP) for academic members.

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

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

Last Eight Years

| MEASUREMENT DATE JUNE 30, | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| College's proportion of the total OPEB liability | 1.676% | 1.764% | 1.740% | 1.705% | 1.674% | 1.715% | 1.774% | 1.754% |
| College's proportionate share of the total OPEB liability | \$ 30,559,765 | \$ 33,258,707 | \$ 32,855,835 | \$ 31,078,847 | \$ 29,045,355 | \$ 11,739,817 | \$ 12,528,331 | \$ 11,666,070 |
| Portion of State's total proportion of total OPEB liability associated with the College | 30,157,270 | 33,258,707 | 32,855,835 | 31,078,847 | 29,045,355 | 11,739,817 | 12,528,331 | 11,666,070 |
| TOTAL | \$ 60,717,035 | \$ 66,517,414 | \$ 65,711,670 | \$ 62,157,694 | \$ 58,090,710 | \$ 23,479,634 | \$ 25,056,662 | \$ 23,332,140 |
| Covered payroll | \$ 31,729,696 | \$ 34,713,453 | \$ 33,547,619 | \$ 33,680,304 | \$ 33,938,026 | \$ 35,009,012 | \$ 36,707,621 | \$ 38,117,794 |
| Proportion of collective net pension liability associated with the College as a percentage of covered payroll | 191.36% | 191.62% | 195.88% | 184.55% | 171.17% | 67.07% | 68.26% | 61.21% |
| CIP plan net position as a percentage of total OPEB liability | (2.87%) | (3.54%) | (4.13%) | (5.07%) | (6.38%) | (22.03%) | (17.87%) | (18.45%) |
| FISCAL YEAR ENDED JUNE 30, | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
| Statutorily required contribution | \$ 154,058 | \$ 156,169 | \$ 156,807 | \$ 155,607 | \$ 161,727 | \$ 176,892 | \$ 279,190 | \$ 333,168 |
| Contribution in relation to the statutorily required contribution | 154,058 | 156,169 | 156,807 | 155,607 | 161,727 | 176,892 | 278,839 | 333,909 |
| CONTRIBUTION EXCESS | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ (351) | \$ 741 |
| Covered payroll | \$ 34,713,453 | \$ 33,547,619 | \$ 33,680,304 | \$ 33,938,026 | \$ 35,009,012 | \$ 36,707,621 | \$ 38,117,794 | \$ 38,061,516 |
| Contributions as a percentage of covered payroll | 0.44% | 0.47% | 0.47% | 0.46% | 0.46% | 0.48% | 0.73% | 0.88% |
| Discount rate | 3.56% | 3.62% | 3.13% | 2.45% | 1.92% | 3.69% | 3.86% | 3.97% |

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

Notes to Required Supplementary Information

Changes of Benefit Terms

There were no benefit changes recognized in the total OPEB liability as of June 30, 2024 and 2023.

Changes in Assumptions

The discount rate changed from 3.86% at June 30, 2023 to 3.97% at June 30, 2024. Additionally, there were changes in the healthcare trend assumption, per capital claim costs, and participation rates.

(See independent auditor's report.)

SUPPLEMENTARY INFORMATION

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**COMBINING SCHEDULE OF NET POSITION ACCOUNTS -
BY SUBGROUP**

June 30, 2025

| | Governmental Subgroup | Auxiliary Subgroup | Eliminations | Total |
|--|----------------------------------|-------------------------------|---------------------|-----------------|
| CURRENT ASSETS | | | | |
| Cash | \$ 593,443 | \$ 1,200,696 | \$ - | \$ 1,794,139 |
| Investments | 211,542,106 | 3,894,235 | - | 215,436,341 |
| Receivables, net of allowance for uncollectibles | | | | |
| Taxes | 30,235,663 | - | - | 30,235,663 |
| Accrued interest | 1,129,519 | 27,525 | - | 1,157,044 |
| Accounts | 2,717,529 | 21,182 | - | 2,738,711 |
| Other | 321,214 | 16,305 | - | 337,519 |
| Tuition and fees | 5,649,513 | 20,169 | - | 5,669,682 |
| Rent | 2,360,500 | - | - | 2,360,500 |
| Prepaid expenses | 1,199,835 | 43,770 | - | 1,243,605 |
| Inventories | - | 431,814 | - | 431,814 |
| Total current assets | 255,749,322 | 5,655,696 | - | 261,405,018 |
| NONCURRENT ASSETS | | | | |
| Capital assets and intangible capital assets | 243,545,300 | 47,263 | - | 243,592,563 |
| Less accumulated depreciation and accumulated amortization | (94,621,203) | (42,297) | - | (94,663,500) |
| Net capital assets | 148,924,097 | 4,966 | - | 148,929,063 |
| Total noncurrent assets | 148,924,097 | 4,966 | - | 148,929,063 |
| Total assets | 404,673,419 | 5,660,662 | - | 410,334,081 |
| DEFERRED OUTFLOWS OF RESOURCES | | | | |
| Unamortized loss on refunding | 419,421 | - | - | 419,421 |
| CIP other postemployment benefit items | 1,748,296 | - | - | 1,748,296 |
| SURS pension contributions | 192,730 | - | - | 192,730 |
| Total deferred outflows of resources | 2,360,447 | - | - | 2,360,447 |
| Total assets and deferred outflows of resources | 407,033,866 | 5,660,662 | - | 412,694,528 |

(This schedule is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**COMBINING SCHEDULE OF NET POSITION ACCOUNTS -
BY SUBGROUP (Continued)**

June 30, 2025

| | Governmental Subgroup | Auxiliary Subgroup | Eliminations | Total |
|--|----------------------------------|-------------------------------|---------------------|-----------------------|
| CURRENT LIABILITIES | | | | |
| Accounts payable | \$ 9,869,740 | \$ 310,395 | \$ - | \$ 10,180,135 |
| Accrued salaries and payroll deductions payable | 1,638,133 | 19,115 | - | 1,657,248 |
| Health claims payable | 1,790,406 | - | - | 1,790,406 |
| Unearned tuition and fees | 9,004,472 | - | - | 9,004,472 |
| Unearned revenue | 2,322,801 | 624,849 | - | 2,947,650 |
| Accrued compensated absences | 344,867 | 86,810 | - | 431,677 |
| Bonds payable | 4,865,000 | - | - | 4,865,000 |
| Lease payable | 193,196 | - | - | 193,196 |
| SBITA payable | 671,880 | - | - | 671,880 |
| Other postemployment benefit liability | 280,712 | - | - | 280,712 |
| Interest payable | 122,742 | - | - | 122,742 |
| Other current liabilities | - | 7,702 | - | 7,702 |
| Total current liabilities | 31,103,949 | 1,048,871 | - | 32,152,820 |
| NONCURRENT LIABILITIES | | | | |
| Special termination health insurance benefits payable | 292,140 | - | - | 292,140 |
| Accrued compensated absences | 5,628,788 | - | - | 5,628,788 |
| Other postemployment benefit liability | 11,385,358 | - | - | 11,385,358 |
| Arbitrage payable | 621,670 | - | - | 621,670 |
| Lease payable | 16,134 | - | - | 16,134 |
| SBITA payable | 1,002,742 | - | - | 1,002,742 |
| Bonds payable | 46,917,353 | - | - | 46,917,353 |
| Total noncurrent liabilities | 65,864,185 | - | - | 65,864,185 |
| Total liabilities | 96,968,134 | 1,048,871 | - | 98,017,005 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Deferred revenue - property taxes | 30,641,961 | - | - | 30,641,961 |
| CIP other postemployment benefit items | 12,864,723 | - | - | 12,864,723 |
| Total deferred inflows of resources | 43,506,684 | - | - | 43,506,684 |
| Total liabilities and deferred inflows of resources | 140,474,818 | 1,048,871 | - | 141,523,689 |
| NET POSITION | | | | |
| Net investment in capital assets | 95,640,992 | 4,966 | - | 95,645,958 |
| Restricted for | | | | |
| Audit | 52,247 | - | - | 52,247 |
| Liability, protection and settlement | 4,375,785 | - | - | 4,375,785 |
| Grant purposes | 133,974 | - | - | 133,974 |
| Debt service | 2,195,903 | - | - | 2,195,903 |
| Working cash | 4,970,708 | - | - | 4,970,708 |
| Pension contributions | 192,730 | - | - | 192,730 |
| Unrestricted | 158,996,709 | 4,606,825 | - | 163,603,534 |
| TOTAL NET POSITION | \$ 266,559,048 | \$ 4,611,791 | \$ - | \$ 271,170,839 |

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION - BY SUBGROUP**

For the Year Ended June 30, 2025

| | Governmental Subgroup | Auxiliary Subgroup | Eliminations | Total |
|--|--------------------------|-----------------------|--------------|----------------|
| OPERATING REVENUES | | | | |
| Tuition and fees | \$ 17,172,915 | \$ - | \$ - | \$ 17,172,915 |
| Auxiliary enterprises revenue | - | 4,488,252 | (466,984) | 4,021,268 |
| Other operating revenue | 1,148,195 | - | - | 1,148,195 |
| Total operating revenues | 18,321,110 | 4,488,252 | (466,984) | 22,342,378 |
| OPERATING EXPENSES | | | | |
| Instruction | 29,118,989 | - | - | 29,118,989 |
| Academic support | 5,055,723 | - | - | 5,055,723 |
| Student services | 14,749,757 | - | - | 14,749,757 |
| Public services | 2,149,518 | - | - | 2,149,518 |
| Auxiliary services | 139,006 | 4,770,873 | - | 4,909,879 |
| Operation and maintenance of plant | 9,493,964 | - | - | 9,493,964 |
| Institutional support | 27,504,911 | - | - | 27,504,911 |
| Scholarships, grants and waivers | 10,405,378 | - | (466,984) | 9,938,394 |
| Amortization | 1,059,795 | - | - | 1,059,795 |
| Depreciation | 4,767,791 | 1,418 | - | 4,769,209 |
| Total operating expenses | 104,444,832 | 4,772,291 | (466,984) | 108,750,139 |
| OPERATING INCOME (LOSS) | (86,123,722) | (284,039) | - | (86,407,761) |
| NON-OPERATING REVENUES (EXPENSES) | | | | |
| Property taxes | 59,819,228 | - | - | 59,819,228 |
| Personal property replacement tax | 1,358,909 | - | - | 1,358,909 |
| Local grants and contracts | 224,185 | - | - | 224,185 |
| State grants and contracts | 22,844,343 | - | - | 22,844,343 |
| Federal grants and contracts | 14,397,124 | - | - | 14,397,124 |
| Investment income | 12,301,260 | 198,080 | - | 12,499,340 |
| Interest expense | (2,164,962) | - | - | (2,164,962) |
| Other non-operating revenue | 1,240 | - | - | 1,240 |
| Non-operating expenses | - | (424,056) | - | (424,056) |
| Gain on disposal of capital assets | 41,668 | - | - | 41,668 |
| Total non-operating revenues (expenses) | 108,822,995 | (225,976) | - | 108,597,019 |
| CHANGE IN NET POSITION | 22,699,273 | (510,015) | - | 22,189,258 |
| NET POSITION, JULY 1, AS REPORTED | 245,154,150 | 5,121,806 | - | 250,275,956 |
| Change in accounting principle | (1,294,375) | - | - | (1,294,375) |
| NET POSITION, JULY 1, AS RESTATED | 243,859,775 | 5,121,806 | - | 248,981,581 |
| NET POSITION, JUNE 30 | \$ 266,559,048 | \$ 4,611,791 | \$ - | \$ 271,170,839 |

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

COMBINING SCHEDULE OF NET POSITION ACCOUNTS - BY GOVERNMENTAL GROUP

June 30, 2025

| | Education Account | Budget Stabilization Account | Operations and Maintenance Account | Restricted Purposes Account | Audit Account | Liability, Protection and Settlement Account | Bond and Interest Account | Operations and Maintenance Restricted Account |
|--|----------------------|------------------------------------|---|-----------------------------------|------------------|--|------------------------------------|---|
| CURRENT ASSETS | | | | | | | | |
| Cash | \$ 26,102 | \$ 473,752 | \$ 412,550 | \$ (2,400,505) | \$ 12,422 | \$ 579,977 | \$ 159,248 | \$ 859,643 |
| Investments | 33,434,579 | 22,383,372 | 9,161,652 | 320,232 | 64,751 | 3,867,218 | 2,047,985 | 81,378,772 |
| Receivables | | | | | | | | |
| Taxes | 23,073,385 | - | 4,292,335 | - | 54,439 | 758,574 | 2,056,930 | - |
| Accrued interest | 74,125 | 174,307 | 60,216 | - | 647 | 28,699 | 16,141 | 446,534 |
| Accounts | 6,329 | - | - | 2,666,053 | - | - | - | - |
| Other | 312,176 | - | 9,038 | - | - | - | - | - |
| Tuition and fees | 5,649,513 | - | - | - | - | - | - | - |
| Rent | 2,360,500 | - | - | - | - | - | - | - |
| Prepaid expenses | 1,178,042 | - | - | - | - | 21,793 | - | - |
| Total current assets | 66,114,751 | 23,031,431 | 13,935,791 | 585,780 | 132,259 | 5,256,261 | 4,280,304 | 82,684,949 |
| NONCURRENT ASSETS | | | | | | | | |
| Capital assets and intangible capital assets | - | - | - | - | - | - | - | - |
| Less accumulated depreciation and accumulated amortization | - | - | - | - | - | - | - | - |
| Net capital assets | - | - | - | - | - | - | - | - |
| Total noncurrent assets | - | - | - | - | - | - | - | - |
| Total assets | 66,114,751 | 23,031,431 | 13,935,791 | 585,780 | 132,259 | 5,256,261 | 4,280,304 | 82,684,949 |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | | | | |
| Unamortized loss on refunding | - | - | - | - | - | - | - | - |
| CIP other postemployment benefit items | - | - | - | - | - | - | - | - |
| SURS pension contributions | - | - | - | - | - | - | - | - |
| Total deferred outflows of resources | - | - | - | - | - | - | - | - |
| Total assets and deferred outflows of resources | 66,114,751 | 23,031,431 | 13,935,791 | 585,780 | 132,259 | 5,256,261 | 4,280,304 | 82,684,949 |

| | Education Account | Budget Stabilization Account | Operations and Maintenance Account | Restricted Purposes Account | Audit Account | Liability, Protection and Settlement Account | Bond and Interest Account | Operations and Maintenance Restricted Account |
|---|----------------------|------------------------------------|---|-----------------------------------|------------------|--|------------------------------------|---|
| CURRENT LIABILITIES | | | | | | | | |
| Accounts payable | \$ 700,431 | \$ 65,617 | \$ 158,144 | \$ 124,871 | \$ 25,000 | \$ 69,742 | \$ - | \$ 8,725,162 |
| Accrued salaries and payroll deductions payable | 1,480,308 | - | 80,493 | 35,286 | - | 42,046 | - | - |
| Health claims payable | - | - | - | - | - | - | - | - |
| Unearned tuition | 9,004,472 | - | - | - | - | - | - | - |
| Unearned revenue | 2,152,780 | - | - | 170,021 | - | - | - | - |
| Accrued compensated absences | 197,330 | - | 25,909 | 121,628 | - | - | - | - |
| Bonds payable | - | - | - | - | - | - | - | - |
| Lease payable | - | - | - | - | - | - | - | - |
| SBITA payable | - | - | - | - | - | - | - | - |
| CIP other postemployment benefit liability | - | - | - | - | - | - | - | - |
| Interest payable | - | - | - | - | - | - | - | - |
| Total current liabilities | 13,535,321 | 65,617 | 264,546 | 451,806 | 25,000 | 111,788 | - | 8,725,162 |
| NONCURRENT LIABILITIES | | | | | | | | |
| Special termination health insurance benefits payable | - | - | - | - | - | - | - | - |
| Accrued compensated absences | - | - | - | - | - | - | - | - |
| CIP other postemployment benefit liability | - | - | - | - | - | - | - | - |
| Arbitrage payable | - | - | - | - | - | - | - | - |
| Lease payable | - | - | - | - | - | - | - | - |
| SBITA payable | - | - | - | - | - | - | - | - |
| Bonds payable | - | - | - | - | - | - | - | - |
| Total noncurrent liabilities | - | - | - | - | - | - | - | - |
| Total liabilities | 13,535,321 | 65,617 | 264,546 | 451,806 | 25,000 | 111,788 | - | 8,725,162 |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | | |
| Deferred revenue - property taxes | 23,384,186 | - | 4,349,674 | - | 55,012 | 768,688 | 2,084,401 | - |
| CIP other postemployment benefit items | - | - | - | - | - | - | - | - |
| Total deferred inflows of resources | 23,384,186 | - | 4,349,674 | - | 55,012 | 768,688 | 2,084,401 | - |
| Total liabilities and deferred inflows of resources | 36,919,507 | 65,617 | 4,614,220 | 451,806 | 80,012 | 880,476 | 2,084,401 | 8,725,162 |
| NET POSITION | | | | | | | | |
| Net investment in capital assets | - | - | - | - | - | - | - | - |
| Restricted for | | | | | | | | |
| Audit | - | - | - | - | 52,247 | - | - | - |
| Liability, protection and settlement | - | - | - | - | - | 4,375,785 | - | - |
| Grant purposes | - | - | - | 133,974 | - | - | - | - |
| Debt service | - | - | - | - | - | - | 2,195,903 | - |
| Working cash | - | - | - | - | - | - | - | - |
| Pension contributions | - | - | - | - | - | - | - | - |
| Unrestricted (deficit) | 29,195,244 | 22,965,814 | 9,321,571 | - | - | - | - | 73,959,787 |
| TOTAL NET POSITION (DEFICIT) | \$ 29,195,244 | \$ 22,965,814 | \$ 9,321,571 | \$ 133,974 | \$ 52,247 | \$ 4,375,785 | \$ 2,195,903 | \$ 73,959,787 |

(This schedule is continued on the following pages.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

COMBINING SCHEDULE OF NET POSITION ACCOUNTS - BY GOVERNMENTAL GROUP (Continued)

June 30, 2025

| | Medical Insurance Account | Retiree Medical Insurance and Retirement Account | Working Cash Account | Long- Term Obligations | Capital Assets | Eliminations | Total |
|--|---------------------------------|--|----------------------------|------------------------------|-------------------|--------------|--------------|
| CURRENT ASSETS | | | | | | | |
| Cash | \$ 376,614 | \$ 93,585 | \$ 55 | \$ - | \$ - | \$ - | \$ 593,443 |
| Investments | 6,296,085 | 47,648,030 | 4,939,430 | - | - | - | 211,542,106 |
| Receivables | | | | | | | |
| Taxes | - | - | - | - | - | - | 30,235,663 |
| Accrued interest | 42,727 | 254,900 | 31,223 | - | - | - | 1,129,519 |
| Accounts | 45,147 | - | - | - | - | - | 2,717,529 |
| Other | - | - | - | - | - | - | 321,214 |
| Tuition and fees | - | - | - | - | - | - | 5,649,513 |
| Rent | - | - | - | - | - | - | 2,360,500 |
| Prepaid expenses | - | - | - | - | - | - | 1,199,835 |
| Total current assets | 6,760,573 | 47,996,515 | 4,970,708 | - | - | - | 255,749,322 |
| NONCURRENT ASSETS | | | | | | | |
| Capital assets and intangible capital assets | - | - | - | - | 243,545,300 | - | 243,545,300 |
| Less accumulated depreciation and accumulated amortization | - | - | - | - | (94,621,203) | - | (94,621,203) |
| Net capital assets | - | - | - | - | 148,924,097 | - | 148,924,097 |
| Total noncurrent assets | - | - | - | - | 148,924,097 | - | 148,924,097 |
| Total assets | 6,760,573 | 47,996,515 | 4,970,708 | - | 148,924,097 | - | 404,673,419 |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | | | |
| Unamortized loss on refunding | - | - | - | 419,421 | - | - | 419,421 |
| CIP other postemployment benefit items | - | 1,748,296 | - | - | - | - | 1,748,296 |
| SURS pension contributions | - | - | - | 192,730 | - | - | 192,730 |
| Total deferred outflows of resources | - | 1,748,296 | - | 612,151 | - | - | 2,360,447 |
| Total assets and deferred outflows of resources | 6,760,573 | 49,744,811 | 4,970,708 | 612,151 | 148,924,097 | - | 407,033,866 |

| | Medical Insurance Account | Retiree Medical Insurance and Retirement Account | Working Cash Account | Long- Term Obligations | Capital Assets | Eliminations | Total |
|---|---------------------------------|--|----------------------------|------------------------------|-----------------------|--------------|-----------------------|
| CURRENT LIABILITIES | | | | | | | |
| Accounts payable | \$ - | \$ 773 | \$ - | \$ - | \$ - | \$ - | \$ 9,869,740 |
| Accrued salaries and payroll deductions payable | - | - | - | - | - | - | 1,638,133 |
| Health claims payable | 1,790,406 | - | - | - | - | - | 1,790,406 |
| Unearned tuition | - | - | - | - | - | - | 9,004,472 |
| Unearned revenue | - | - | - | - | - | - | 2,322,801 |
| Accrued compensated absences | - | - | - | - | - | - | 344,867 |
| Bonds payable | - | - | - | 4,865,000 | - | - | 4,865,000 |
| Lease payable | - | - | - | 193,196 | - | - | 193,196 |
| SBITA payable | - | - | - | 671,880 | - | - | 671,880 |
| CIP other postemployment benefit liability | - | 280,712 | - | - | - | - | 280,712 |
| Interest payable | - | - | - | 122,742 | - | - | 122,742 |
| Total current liabilities | 1,790,406 | 281,485 | - | 5,852,818 | - | - | 31,103,949 |
| NONCURRENT LIABILITIES | | | | | | | |
| Special termination health insurance benefits payable | - | 292,140 | - | - | - | - | 292,140 |
| Accrued compensated absences | - | - | - | 5,628,788 | - | - | 5,628,788 |
| CIP other postemployment benefit liability | - | 11,385,358 | - | - | - | - | 11,385,358 |
| Arbitrage payable | - | - | - | 621,670 | - | - | 621,670 |
| Lease payable | - | - | - | 16,134 | - | - | 16,134 |
| SBITA payable | - | - | - | 1,002,742 | - | - | 1,002,742 |
| Bonds payable | - | - | - | 46,917,353 | - | - | 46,917,353 |
| Total noncurrent liabilities | - | 11,677,498 | - | 54,186,687 | - | - | 65,864,185 |
| Total liabilities | 1,790,406 | 11,958,983 | - | 60,039,505 | - | - | 96,968,134 |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | |
| Deferred revenue - property taxes | - | - | - | - | - | - | 30,641,961 |
| CIP other postemployment benefit items | - | 12,864,723 | - | - | - | - | 12,864,723 |
| Total deferred inflows of resources | - | 12,864,723 | - | - | - | - | 43,506,684 |
| Total liabilities and deferred inflows of resources | 1,790,406 | 24,823,706 | - | 60,039,505 | - | - | 140,474,818 |
| NET POSITION | | | | | | | |
| Net investment in capital assets | - | - | - | (53,283,105) | 148,924,097 | - | 95,640,992 |
| Restricted for | | | | | | | |
| Audit | - | - | - | - | - | - | 52,247 |
| Liability, protection and settlement | - | - | - | - | - | - | 4,375,785 |
| Grant purposes | - | - | - | - | - | - | 133,974 |
| Debt service | - | - | - | - | - | - | 2,195,903 |
| Working cash | - | - | 4,970,708 | - | - | - | 4,970,708 |
| Pension contributions | - | - | - | 192,730 | - | - | 192,730 |
| Unrestricted (deficit) | 4,970,167 | 24,921,105 | - | (6,336,979) | - | - | 158,996,709 |
| TOTAL NET POSITION (DEFICIT) | \$ 4,970,167 | \$ 24,921,105 | \$ 4,970,708 | \$ (59,427,354) | \$ 148,924,097 | \$ - | \$ 266,559,048 |

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION - BY GOVERNMENTAL GROUP**

For the Year Ended June 30, 2025

| | Education Account | Budget Stabilization Account | Operations and Maintenance Account | Restricted Purposes Account | Audit Account | Liability, Protection and Settlement Account | Bond and Interest Account | Operations and Maintenance Restricted Account |
|--|------------------------------|---|---|--|--------------------------|---|--|--|
| OPERATING REVENUES | | | | | | | | |
| Tuition and fees | \$ 20,671,874 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Other operating revenue | 973,799 | - | 174,396 | - | - | - | - | - |
| Total operating revenues | 21,645,673 | - | 174,396 | - | - | - | - | - |
| OPERATING EXPENSES | | | | | | | | |
| Instruction | 24,204,469 | - | - | 2,508,783 | - | - | - | 877,145 |
| Academic support | 4,667,390 | - | - | - | - | - | - | - |
| Student services | 11,644,796 | 15,733 | - | 1,473,494 | - | - | - | - |
| Public services | 1,091,244 | 526 | - | 880,668 | - | - | - | - |
| Auxiliary services | 4,326 | - | - | - | - | - | - | - |
| Operation and maintenance of plant | 4,756 | - | 8,853,477 | - | - | - | - | 199,527 |
| Institutional support | 22,427,107 | 732,151 | - | 2,250 | 101,230 | 2,976,909 | - | 46,274,894 |
| Scholarships, grants and waivers | 880,549 | 689,484 | - | 12,334,304 | - | - | - | - |
| Amortization | - | - | - | - | - | - | - | - |
| Depreciation | - | - | - | - | - | - | - | - |
| Total operating expenses | 64,924,637 | 1,437,894 | 8,853,477 | 17,199,499 | 101,230 | 2,976,909 | - | 47,351,566 |
| OPERATING INCOME (LOSS) | (43,278,964) | (1,437,894) | (8,679,081) | (17,199,499) | (101,230) | (2,976,909) | - | (47,351,566) |
| NON-OPERATING REVENUES (EXPENSES) | | | | | | | | |
| Property taxes | 45,502,493 | - | 8,453,199 | - | 107,199 | 1,905,067 | 3,851,270 | - |
| Personal property replacement tax | 1,358,909 | - | - | - | - | - | - | - |
| Local grants and contracts | - | - | - | 224,185 | - | - | - | - |
| State grants and contracts | 8,286,292 | - | - | 1,916,575 | - | - | - | - |
| Federal grants and contracts | 206,737 | - | - | 14,657,371 | - | - | - | - |
| Investment income | 1,695,210 | 1,105,288 | 419,978 | - | 950 | 151,560 | 71,699 | 5,646,558 |
| Interest expense | (10,429) | - | - | - | - | - | (1,557,500) | - |

| | Education Account | Budget Stabilization Account | Operations and Maintenance Account | Restricted Purposes Account | Audit Account | Liability, Protection and Settlement Account | Bond and Interest Account | Operations and Maintenance Restricted Account |
|--|----------------------|------------------------------------|---|-----------------------------------|------------------|--|------------------------------------|---|
| NON-OPERATING REVENUES (EXPENSES) (Continued) | | | | | | | | |
| Principal retirement | \$ (1,019,080) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ (5,010,000) | \$ - |
| Bond proceeds | - | - | - | - | - | - | - | - |
| Premium on bonds issued | - | - | - | - | - | - | - | - |
| SBITA issuance | 1,011,443 | - | - | - | - | - | - | - |
| Other non-operating revenue | - | - | - | - | - | - | - | 1,240 |
| Gain on disposal of capital assets | 41,668 | - | - | - | - | - | - | - |
| Total non-operating revenues (expenses) | 57,073,243 | 1,105,288 | 8,873,177 | 16,798,131 | 108,149 | 2,056,627 | (2,644,531) | 5,647,798 |
| NET INCOME (LOSS) BEFORE TRANSFERS | 13,794,279 | (332,606) | 194,096 | (401,368) | 6,919 | (920,282) | (2,644,531) | (41,703,768) |
| TRANSFERS | | | | | | | | |
| Transfers in | - | - | 900,000 | 240,645 | - | 1,675,000 | 2,225,700 | 3,022,000 |
| Transfers (out) | (8,063,345) | - | - | - | - | - | - | - |
| Total transfers | (8,063,345) | - | 900,000 | 240,645 | - | 1,675,000 | 2,225,700 | 3,022,000 |
| CHANGE IN NET POSITION | 5,730,934 | (332,606) | 1,094,096 | (160,723) | 6,919 | 754,718 | (418,831) | (38,681,768) |
| NET POSITION (DEFICIT), JULY 1, AS REPORTED | 23,464,310 | 23,298,420 | 8,227,475 | 294,697 | 45,328 | 3,621,067 | 2,614,734 | 112,641,555 |
| Change in accounting principle | - | - | - | - | - | - | - | - |
| NET POSITION (DEFICIT), JULY 1, AS RESTATED | 23,464,310 | 23,298,420 | 8,227,475 | 294,697 | 45,328 | 3,621,067 | 2,614,734 | 112,641,555 |
| NET POSITION (DEFICIT), JUNE 30 | \$ 29,195,244 | \$ 22,965,814 | \$ 9,321,571 | \$ 133,974 | \$ 52,247 | \$ 4,375,785 | \$ 2,195,903 | \$ 73,959,787 |

(This schedule is continued on the following pages.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION - BY GOVERNMENTAL GROUP (Continued)

For the Year Ended June 30, 2025

| | Medical Insurance Account | Retiree Medical Insurance and Retirement Account | Working Cash Account | Long- Term Obligations | Capital Assets | Eliminations | Total |
|--|--|---|-------------------------------------|---------------------------------------|---------------------------|---------------------|---------------|
| OPERATING REVENUES | | | | | | | |
| Tuition and fees | \$ - | \$ - | \$ - | \$ - | \$ - | \$ (3,498,959) | \$ 17,172,915 |
| Other operating revenue | - | - | - | - | - | - | 1,148,195 |
| Total operating revenues | - | - | - | - | - | (3,498,959) | 18,321,110 |
| OPERATING EXPENSES | | | | | | | |
| Instruction | 16,232 | 3,242,378 | - | 363,827 | (1,626,861) | (466,984) | 29,118,989 |
| Academic support | 1,738 | 347,157 | - | 39,438 | - | - | 5,055,723 |
| Student services | 7,259 | 1,450,048 | - | 158,427 | - | - | 14,749,757 |
| Public services | 809 | 161,515 | - | 14,756 | - | - | 2,149,518 |
| Auxiliary services | 614 | 122,621 | - | 11,445 | - | - | 139,006 |
| Operation and maintenance of plant | 3,740 | 747,156 | - | 85,258 | (399,950) | - | 9,493,964 |
| Institutional support | 8,930 | 1,939,615 | 721 | 164,645 | (47,123,541) | - | 27,504,911 |
| Scholarships, grants and waivers | - | - | - | - | - | (3,498,959) | 10,405,378 |
| Amortization | - | - | - | - | 1,059,795 | - | 1,059,795 |
| Depreciation | - | - | - | - | 4,767,791 | - | 4,767,791 |
| Total operating expenses | 39,322 | 8,010,490 | 721 | 837,796 | (43,322,766) | (3,965,943) | 104,444,832 |
| OPERATING INCOME (LOSS) | (39,322) | (8,010,490) | (721) | (837,796) | 43,322,766 | 466,984 | (86,123,722) |
| NON-OPERATING REVENUES (EXPENSES) | | | | | | | |
| Property taxes | - | - | - | - | - | - | 59,819,228 |
| Personal property replacement tax | - | - | - | - | - | - | 1,358,909 |
| Local grants and contracts | - | - | - | - | - | - | 224,185 |
| State grants and contracts | - | 12,641,476 | - | - | - | - | 22,844,343 |
| Federal grants and contracts | - | - | - | - | - | (466,984) | 14,397,124 |
| Investment income | - | 2,929,415 | 280,602 | - | - | - | 12,301,260 |
| Interest expense | - | - | - | (597,033) | - | - | (2,164,962) |

| | Medical Insurance Account | Retiree Medical Insurance and Retirement Account | Working Cash Account | Long- Term Obligations | Capital Assets | Eliminations | Total |
|---|---------------------------------|--|----------------------------|------------------------------|-------------------|--------------|----------------|
| NON-OPERATING REVENUES (EXPENSES) | | | | | | | |
| (Continued) | | | | | | | |
| Principal retirement | \$ - | \$ - | \$ - | \$ 6,029,080 | \$ - | \$ - | \$ - |
| Bond proceeds | - | - | - | - | - | - | - |
| Premium on bonds issued | - | - | - | - | - | - | - |
| SBITA issuance | - | - | - | (1,011,443) | - | - | - |
| Other non-operating revenue | - | - | - | - | - | - | 1,240 |
| Gain on disposal of capital assets | - | - | - | - | - | - | 41,668 |
| Total non-operating revenues (expenses) | - | 15,570,891 | 280,602 | 4,420,604 | - | (466,984) | 108,822,995 |
| NET INCOME (LOSS) BEFORE TRANSFERS | (39,322) | 7,560,401 | 279,881 | 3,582,808 | 43,322,766 | - | 22,699,273 |
| TRANSFERS | | | | | | | |
| Transfers in | - | - | - | - | - | (8,063,345) | - |
| Transfers (out) | - | - | - | - | - | 8,063,345 | - |
| Total transfers | - | - | - | - | - | - | - |
| CHANGE IN NET POSITION | (39,322) | 7,560,401 | 279,881 | 3,582,808 | 43,322,766 | - | 22,699,273 |
| NET POSITION (DEFICIT), JULY 1, AS REPORTED | 5,009,489 | 17,360,704 | 4,690,827 | (61,715,787) | 105,601,331 | - | 245,154,150 |
| Change in accounting principle | - | - | - | (1,294,375) | - | - | (1,294,375) |
| NET POSITION (DEFICIT), JULY 1, AS RESTATED | 5,009,489 | 17,360,704 | 4,690,827 | (63,010,162) | 105,601,331 | - | 243,859,775 |
| NET POSITION (DEFICIT), JUNE 30 | \$ 4,970,167 | \$ 24,921,105 | \$ 4,970,708 | \$ (59,427,354) | \$ 148,924,097 | \$ - | \$ 266,559,048 |

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**COMBINING SCHEDULE OF NET POSITION ACCOUNTS -
BY AUXILIARY ENTERPRISE GROUP**

June 30, 2025

| | Bookstore Account | Auto Parts Account | Student Life and Athletics Account | Total |
|--|------------------------------|-----------------------------------|---|---------------------|
| CURRENT ASSETS | | | | |
| Cash | \$ 515,763 | \$ 98,791 | \$ 586,142 | \$ 1,200,696 |
| Investments | 3,894,235 | - | - | 3,894,235 |
| Receivables | | | | |
| Accrued interest | 27,525 | - | - | 27,525 |
| Accounts | - | 21,182 | - | 21,182 |
| Other | 16,305 | - | - | 16,305 |
| Tuition and fees | 20,169 | - | - | 20,169 |
| Prepaid expenses | 43,770 | - | - | 43,770 |
| Inventories | 401,931 | 29,883 | - | 431,814 |
| Total current assets | 4,919,698 | 149,856 | 586,142 | 5,655,696 |
| NONCURRENT ASSETS | | | | |
| Capital assets | 47,263 | - | - | 47,263 |
| Less accumulated depreciation | (42,297) | - | - | (42,297) |
| Net capital assets | 4,966 | - | - | 4,966 |
| Total noncurrent assets | 4,966 | - | - | 4,966 |
| Total assets | 4,924,664 | 149,856 | 586,142 | 5,660,662 |
| CURRENT LIABILITIES | | | | |
| Accounts payable | 306,527 | 192 | 3,676 | 310,395 |
| Accrued salaries and payroll deductions payable | 17,855 | - | 1,260 | 19,115 |
| Accrued compensated absences | 86,810 | - | - | 86,810 |
| Unearned revenue | 624,849 | - | - | 624,849 |
| Other current liabilities | 7,702 | - | - | 7,702 |
| Total current liabilities | 1,043,743 | 192 | 4,936 | 1,048,871 |
| Total liabilities | 1,043,743 | 192 | 4,936 | 1,048,871 |
| NET POSITION | | | | |
| Net investment in capital assets | 4,966 | - | - | 4,966 |
| Unrestricted | 3,875,955 | 149,664 | 581,206 | 4,606,825 |
| TOTAL NET POSITION | \$ 3,880,921 | \$ 149,664 | \$ 581,206 | \$ 4,611,791 |

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION - BY AUXILIARY ENTERPRISE GROUP**

For the Year Ended June 30, 2025

| | Bookstore Account | Auto Parts Account | Student Life and Athletics Account | Total |
|--|------------------------------|-----------------------------------|---|---------------------|
| OPERATING REVENUES | | | | |
| Auxiliary enterprises revenue | \$ 3,887,470 | \$ 78,864 | \$ 521,918 | \$ 4,488,252 |
| Total operating revenues | 3,887,470 | 78,864 | 521,918 | 4,488,252 |
| OPERATING EXPENSES | | | | |
| Auxiliary services | 4,334,446 | 64,244 | 372,183 | 4,770,873 |
| Depreciation | 1,418 | - | - | 1,418 |
| Total operating expenses | 4,335,864 | 64,244 | 372,183 | 4,772,291 |
| OPERATING INCOME (LOSS) | (448,394) | 14,620 | 149,735 | (284,039) |
| NON-OPERATING REVENUES (EXPENSES) | | | | |
| Investment income | 198,080 | - | - | 198,080 |
| Non-operating expenses | (424,056) | - | - | (424,056) |
| Total non-operating revenues (expenses) | (225,976) | - | - | (225,976) |
| CHANGE IN NET POSITION | (674,370) | 14,620 | 149,735 | (510,015) |
| NET POSITION, JULY 1 | 4,555,291 | 135,044 | 431,471 | 5,121,806 |
| NET POSITION, JUNE 30 | \$ 3,880,921 | \$ 149,664 | \$ 581,206 | \$ 4,611,791 |

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**SCHEDULE OF REVENUES AND EXPENSES
DRIVER SAFETY PROGRAM**

For the Year Ended June 30, 2025

REVENUES

| | |
|-----------------|-------------------|
| Program revenue | <u>\$ 542,859</u> |
| Total revenues | <u>542,859</u> |

EXPENSES

| | |
|----------------------------------|----------------|
| Salaries | 231,270 |
| Employee benefits | 82,013 |
| Materials and supplies | 71,467 |
| Conference and staff development | 4,410 |
| Facility rental | 8,434 |
| Administrative support services | <u>202,773</u> |
| Total expenses | <u>600,367</u> |

**EXCESS OF REVENUES
OVER (UNDER) EXPENSES**

\$ (57,508)

(See independent auditor's report.)

STATISTICAL SECTION

This part of the Waubensee Community College District 516's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information displays about the College's overall financial health.

| <u>Contents</u> | <u>Page(s)</u> |
|---|----------------|
| Financial Trends These schedules contain trend information to help the reader understand how the College's financial performance and well-being have changed over time. | 70-73 |
| Revenue Capacity These schedules contain information to help the reader assess the College's most significant local revenue source, the property tax. | 74-77 |
| Debt Capacity These schedules present information to help the reader assess the affordability of the College's current levels of outstanding debt and the College's ability to issue additional debt in the future. | 78-82 |
| Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the College's financial activities take place. | 83-84 |
| Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the College's financial report relates to the services the College provides and the activities it performs. | 85-87 |

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

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

NET POSITION BY COMPONENT

Last Ten Fiscal Years

| Fiscal Year | 2016 | 2017 | 2018* | 2019 |
|---------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| NET POSITION | | | | |
| Net investment in | | | | |
| capital assets | \$ 73,358,760 | \$ 73,656,099 | \$ 73,282,369 | \$ 72,833,131 |
| Restricted | 6,640,248 | 7,084,033 | 8,139,457 | 9,293,796 |
| Unrestricted | 74,259,236 | 87,688,193 | 68,268,807 | 82,917,721 |
| TOTAL NET POSITION | \$ 154,258,244 | \$ 168,428,325 | \$ 149,690,633 | \$ 165,044,648 |

*The College implemented GASB Statement No. 75 for the fiscal year ended June 30, 2018.

**The College implemented GASB Statement No. 101 for the fiscal year ended June 30, 2024.

Data Source

Audited Financial Statements

| 2020 | 2021 | 2022 | 2023 | 2024** | 2025 |
|----------------|----------------|----------------|----------------|----------------|----------------|
| <hr/> | | | | | |
| \$ 78,903,515 | \$ 80,882,958 | \$ 78,729,248 | \$ 77,793,056 | \$ 76,688,242 | \$ 95,645,958 |
| 9,986,615 | 14,741,441 | 9,891,051 | 10,469,620 | 11,503,261 | 11,921,347 |
| 95,649,181 | 109,940,401 | 123,792,910 | 141,896,229 | 160,790,078 | 163,603,534 |
| <hr/> | | | | | |
| \$ 184,539,311 | \$ 205,564,800 | \$ 212,413,209 | \$ 230,158,905 | \$ 248,981,581 | \$ 271,170,839 |
| <hr/> | | | | | |

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

CHANGES IN NET POSITION

For the Last Ten Fiscal Years

| Fiscal Year | 2016 | 2017 | 2018 | 2019 |
|--|---------------------|----------------------|---------------------|----------------------|
| OPERATING REVENUES | | | | |
| Tuition and fees | \$ 16,775,162 | \$ 18,430,223 | \$ 18,158,240 | \$ 17,512,204 |
| Auxiliary enterprises revenue | 3,807,735 | 3,927,071 | 3,639,636 | 3,290,671 |
| Other operating revenue | 2,303,015 | 1,956,830 | 2,276,098 | 1,903,684 |
| Total operating revenues | 22,885,912 | 24,314,124 | 24,073,974 | 22,706,559 |
| OPERATING EXPENSES | | | | |
| Instruction | 30,509,632 | 32,337,005 | 34,582,294 | 35,321,005 |
| Academic support | 3,698,169 | 4,982,036 | 5,483,930 | 4,992,499 |
| Student services, scholarships, grants and waivers | 15,406,299 | 16,818,130 | 18,103,893 | 19,027,298 |
| Public services | 3,679,864 | 3,970,697 | 4,756,946 | 3,436,633 |
| Auxiliary services | 5,421,335 | 5,284,486 | 5,300,236 | 4,960,152 |
| Operation and maintenance of plant | 8,231,829 | 9,677,961 | 9,998,635 | 10,258,834 |
| Institutional support | 17,932,356 | 18,604,942 | 22,353,685 | 23,630,722 |
| Amortization | - | - | - | - |
| Depreciation | 4,862,601 | 5,073,146 | 5,021,218 | 5,198,526 |
| Total operating expenses | 89,742,085 | 96,748,403 | 105,600,837 | 106,825,669 |
| OPERATING INCOME (LOSS) | (66,856,173) | (72,434,279) | (81,526,863) | (84,119,110) |
| NON-OPERATING REVENUES (EXPENSES) | | | | |
| Property taxes | 47,268,226 | 48,424,979 | 49,910,982 | 51,737,359 |
| Personal property replacement tax | 789,403 | 1,119,936 | 840,763 | 909,552 |
| Local grants and contracts | 98,540 | 351,301 | 213,607 | 163,326 |
| State grants and contracts | 18,195,652 | 28,369,587 | 31,212,793 | 33,301,767 |
| Federal grants and contracts | 11,062,847 | 10,034,531 | 10,367,760 | 10,657,188 |
| Investment income | 524,472 | 748,638 | 540,841 | 4,639,374 |
| Interest expense and fiscal charges | (2,606,700) | (2,459,808) | (2,278,543) | (2,069,448) |
| Other non-operating revenue (expense) | 4,344 | 15,000 | 200,000 | 129,050 |
| Gain (loss) on disposal of capital assets | (677,898) | 196 | (26,346) | 4,957 |
| Total non-operating revenues (expenses) | 74,658,886 | 86,604,360 | 90,981,857 | 99,473,125 |
| CHANGE IN NET POSITION | \$ 7,802,713 | \$ 14,170,081 | \$ 9,454,994 | \$ 15,354,015 |

Data Source

Audited Financial Statements

| | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|----|--------------|---------------|---------------|---------------|---------------|---------------|
| \$ | 17,322,063 | \$ 16,361,456 | \$ 16,009,119 | \$ 16,392,640 | \$ 16,999,030 | \$ 17,172,915 |
| | 2,996,837 | 2,352,651 | 2,859,255 | 3,271,254 | 3,336,512 | 4,021,268 |
| | 1,430,661 | 897,944 | 810,219 | 988,138 | 1,297,972 | 1,148,195 |
| | 21,749,561 | 19,612,051 | 19,678,593 | 20,652,032 | 21,633,514 | 22,342,378 |
| | 35,988,815 | 34,022,261 | 28,844,428 | 25,724,531 | 26,591,764 | 29,118,989 |
| | 5,464,512 | 5,645,634 | 6,279,424 | 4,462,009 | 4,911,922 | 5,055,723 |
| | 19,679,628 | 23,320,074 | 29,653,834 | 21,714,769 | 24,205,529 | 24,688,151 |
| | 3,109,381 | 1,916,783 | 1,521,453 | 1,438,587 | 1,539,714 | 2,149,518 |
| | 4,528,041 | 3,845,600 | 4,126,539 | 4,306,210 | 4,454,372 | 4,909,879 |
| | 9,315,782 | 9,975,787 | 9,439,349 | 8,855,718 | 10,203,211 | 9,493,964 |
| | 24,373,008 | 23,185,657 | 24,573,522 | 21,365,923 | 24,726,971 | 27,504,911 |
| | - | - | 1,011,336 | 918,859 | 1,165,650 | 1,059,795 |
| | 5,086,990 | 5,400,494 | 5,141,505 | 5,306,183 | 4,889,249 | 4,769,209 |
| | 107,546,157 | 107,312,290 | 110,591,390 | 94,092,789 | 102,688,382 | 108,750,139 |
| | (85,796,596) | (87,700,239) | (90,912,797) | (73,440,757) | (81,054,868) | (86,407,761) |
| | 53,563,496 | 50,249,331 | 49,174,066 | 53,692,342 | 57,103,659 | 59,819,228 |
| | 995,625 | 1,262,849 | 2,752,682 | 3,111,339 | 2,049,360 | 1,358,909 |
| | 106,052 | 38,311 | 118,194 | 259,622 | 171,171 | 224,185 |
| | 35,862,238 | 36,366,385 | 27,357,739 | 18,924,465 | 19,351,092 | 22,844,343 |
| | 10,746,840 | 21,530,807 | 22,496,222 | 11,469,183 | 13,690,837 | 14,397,124 |
| | 5,371,588 | 639,263 | (3,961,260) | 4,101,241 | 10,556,224 | 12,499,340 |
| | (1,852,621) | (1,336,666) | (323,779) | (367,025) | (1,763,979) | (2,164,962) |
| | 46,088 | 251 | 2,519 | 2,020 | 637 | (422,816) |
| | 831 | (24,803) | (21,962) | (6,734) | 12,918 | 41,668 |
| | 104,840,137 | 108,725,728 | 97,594,421 | 91,186,453 | 101,171,919 | 108,597,019 |
| \$ | 19,043,541 | \$ 21,025,489 | \$ 6,681,624 | \$ 17,745,696 | \$ 20,117,051 | \$ 22,189,258 |

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

| Levy Year | Farm Property | Residential Property | Commercial Property | Industrial Property | Mineral Rights | Railroad Property | Total Taxable Assessed Value | Total Direct Tax Rate | Estimated Actual Taxable Value | Estimated Actual Taxable Value |
|-----------|----------------|----------------------|---------------------|---------------------|----------------|-------------------|------------------------------|-----------------------|--------------------------------|--------------------------------|
| 2015 | \$ 258,324,853 | \$ 6,245,265,302 | \$ 1,085,119,000 | \$ 555,101,893 | \$ - | \$ 22,980,280 | \$ 8,166,791,328 | 0.5477 | \$ 24,500,373,984 | 33.333% |
| 2016 | 269,688,712 | 6,755,168,133 | 1,127,143,007 | 583,325,546 | - | 25,172,438 | 8,760,497,836 | 0.5405 | 26,281,493,508 | 33.333% |
| 2017 | 282,780,108 | 7,175,849,106 | 1,154,558,701 | 576,991,798 | - | 27,060,484 | 9,217,240,197 | 0.5527 | 27,651,720,591 | 33.333% |
| 2018 | 298,605,458 | 7,583,937,102 | 1,211,417,505 | 609,686,927 | - | 29,687,519 | 9,733,334,511 | 0.5419 | 29,200,003,533 | 33.333% |
| 2019 | 310,112,284 | 8,001,463,407 | 1,238,350,295 | 632,167,788 | - | 33,688,477 | 10,215,782,251 | 0.5377 | 30,647,346,753 | 33.333% |
| 2020 | 320,516,496 | 8,360,171,277 | 1,266,845,323 | 670,639,721 | - | 39,125,308 | 10,657,298,125 | 0.4287 | 31,971,894,375 | 33.333% |
| 2021 | 335,709,954 | 8,731,385,787 | 1,316,684,507 | 691,232,473 | - | 45,321,017 | 11,120,333,738 | 0.4710 | 33,361,001,214 | 33.333% |
| 2022 | 353,856,517 | 9,366,836,003 | 1,384,035,685 | 740,961,649 | 526,275 | 50,559,128 | 11,896,775,257 | 0.4639 | 35,690,325,771 | 33.333% |
| 2023 | 375,823,722 | 10,194,263,102 | 1,527,650,094 | 830,347,587 | 502,221 | 53,435,977 | 12,982,022,703 | 0.4515 | 38,946,068,109 | 33.333% |
| 2024 | 413,987,284 | 11,560,726,421 | 1,664,752,881 | 929,220,321 | 1,294,321 | 50,538,642 | 14,620,519,870 | 0.4177 | 43,861,559,610 | 33.333% |

Note: Property in the College is reassessed every four years. Property is assessed at 33% of actual value.

Data Source

Office of the County Clerk

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

| Tax Levy Year | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--|----------------|----------------|----------------|----------------|----------------|----------------|---------------|---------------|---------------|---------------|
| COLLEGE DIRECT RATES | | | | | | | | | | |
| Education | 0.3793 | 0.3729 | 0.3787 | 0.3695 | 0.3683 | 0.3491 | 0.3534 | 0.3494 | 0.3421 | 0.3186 |
| Operations and maintenance | 0.0705 | 0.0693 | 0.0707 | 0.0690 | 0.0687 | 0.0669 | 0.0658 | 0.0653 | 0.0637 | 0.0594 |
| Operations and maintenance, restricted | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 |
| Liability, protection and settlement | 0.0125 | 0.0123 | 0.0125 | 0.0122 | 0.0121 | 0.0118 | 0.0116 | 0.0115 | 0.0113 | 0.0105 |
| Audit | 0.0009 | 0.0009 | 0.0009 | 0.0009 | 0.0009 | 0.0009 | 0.0008 | 0.0008 | 0.0008 | 0.0007 |
| Public Building Commission rental | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0369 | 0.0000 | 0.0000 |
| Bond and interest | 0.0845 | 0.0851 | 0.0899 | 0.0903 | 0.0877 | 0.0000 | 0.0394 | 0.0000 | 0.0336 | 0.0285 |
| Total direct rate | 0.5477 | 0.5405 | 0.5527 | 0.5419 | 0.5377 | 0.4287 | 0.4710 | 0.4639 | 0.4515 | 0.4177 |
| OVERLAPPING RATES | | | | | | | | | | |
| School district | 6.5898 | 6.1478 | 5.9882 | 5.8301 | 5.6274 | 5.4393 | 5.2857 | 5.1444 | 5.0026 | 4.5892 |
| County | 0.7423 | 0.6454 | 0.5683 | 0.5484 | 0.5288 | 0.5095 | 0.3319 | 0.3319 | 0.4383 | 0.4346 |
| Township | 0.2478 | 0.2261 | 0.2163 | 0.2210 | 0.2107 | 0.2002 | 0.1884 | 0.1709 | 0.1604 | 0.1456 |
| City | 3.5050 | 3.3624 | 3.3048 | 3.2150 | 3.2310 | 3.1618 | 3.2599 | 3.2599 | 3.0312 | 2.8049 |
| Park district | 0.5999 | 0.5590 | 0.5322 | 0.4903 | 0.4916 | 0.4557 | 0.4337 | 0.4199 | 0.4058 | 0.3779 |
| TOTAL RATES | 12.2325 | 11.4812 | 11.1625 | 10.8467 | 10.6272 | 10.1952 | 9.9706 | 9.7909 | 9.4898 | 8.7699 |

Data Source

Office of the County Clerk

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

| 2025 | | | | 2016 | | | |
|---------------------------------------|---------------------------------------|-------------|---|---------------------------------------|---------------------------------------|-------------|---|
| Taxpayer | Taxable Assessed Value | Rank | Percentage of Total College Taxable Assessed Valuation | Taxpayer | Taxable Assessed Value | Rank | Percentage of Total College Taxable Assessed Valuation |
| Simon/Chelsea Chicago Development LLC | \$ 75,303,382 | 1 | 0.52% | Simon/Chelsea Chicago Development LLC | \$ 50,438,727 | 1 | 0.62% |
| Prologis LP | 37,616,129 | 2 | 0.26% | Liberty Property LP | 37,777,668 | 2 | 0.46% |
| LPF Geneva Commons LLC | 31,368,092 | 3 | 0.21% | LPF Geneva Commons, LLC | 34,415,407 | 3 | 0.42% |
| BA Leasing BSC LLC | 27,197,630 | 4 | 0.19% | Toyota Motor Sales, USA, Inc. | 29,795,276 | 4 | 0.36% |
| USICVI Orchard Gateway Inc. | 26,978,102 | 5 | 0.18% | Menards, Inc. | 19,424,253 | 5 | 0.24% |
| Menards, Inc. | 25,393,375 | 6 | 0.17% | Walmart Stores Inc. | 14,086,593 | 6 | 0.17% |
| Chicago Premium Outlets Expansion LLC | 20,942,069 | 7 | 0.14% | Aldi, Inc. | 12,588,982 | 7 | 0.15% |
| 325 South Route 31 LLC | 20,072,203 | 8 | 0.14% | Caterpillar Tractor Co. | 11,593,604 | 8 | 0.14% |
| Montgomery Properties LLC | 19,966,248 | 9 | 0.14% | United Facilities Inc. | 10,619,028 | 9 | 0.13% |
| NR Kirkland Crossing LLC | 14,502,752 | 10 | 0.10% | Kimco Realty Corp. | 8,570,784 | 10 | 0.10% |
| | <u>\$ 299,339,982</u> | | <u>2.05%</u> | | <u>\$ 229,310,322</u> | | <u>2.79%</u> |

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels and it is possible that some parcels and their valuations have been overlooked.

Data Source

PMA

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

| Levy Year | Tax Levied | | Collected within the Fiscal Year of the Levy | | Collections in Subsequent Years | Total Collections to Date | |
|--------------|------------|------------|---|-----------------------|---------------------------------------|---------------------------|-----------------------|
| | | | Amount | Percentage of Levy | | Amount | Percentage of Levy |
| 2015 | \$ | 48,007,526 | \$ 23,419,254 | 48.78% | \$ 24,409,775 | \$ 47,829,029 | 99.63% |
| 2016 | | 49,157,648 | 23,923,841 | 48.67% | 25,048,661 | 48,972,502 | 99.62% |
| 2017 | | 50,921,506 | 25,431,638 | 49.94% | 25,403,955 | 50,835,593 | 99.83% |
| 2018 | | 52,700,681 | 23,404,590 | 44.41% | 29,257,140 | 52,661,730 | 99.93% |
| 2019 | | 54,407,874 | 22,795,000 | 41.90% | 31,700,222 | 54,495,222 | 100.16% |
| 2020 | | 46,073,747 | 23,237,167 | 50.43% | 22,790,026 | 46,027,193 | 99.90% |
| 2021 | | 52,364,866 | 26,680,539 | 50.95% | 25,487,946 | 52,168,485 | 99.62% |
| 2022 | | 55,197,715 | 27,124,325 | 49.14% | 27,636,386 | 54,760,711 | 99.21% |
| 2023 | | 58,812,826 | 29,273,122 | 49.77% | 29,357,712 | 58,630,834 | 99.69% |
| 2024 | | 61,283,918 | 31,048,254 | 50.66% | - | 31,048,254 | 50.66% |

Note: Property in the College is reassessed each year. Property is assessed at 33% of actual value.

Data Source

Office of the County Clerk

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

RATIO OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

| Fiscal Year Ended | General Obligation Bonds | Alternate Revenue Bonds | Lease Payable | SBITA Payable | Total Primary Government | Assessed Valuation of District | As a Percentage of Taxable Property | District Population Estimate | Debt Per Capita | As a Percentage of Personal Income |
|----------------------------------|---|--|--------------------------|--------------------------|---|---|--|---|--------------------------------|---|
| 2016 | \$ 73,203,145 | \$ - | \$ - | \$ - | \$ 73,203,145 | \$ 8,166,791,328 | 0.90% | \$ 449,304 | \$ 162.93 | 0.32% |
| 2017 | 68,088,447 | - | - | - | 68,088,447 | 8,760,497,836 | 0.78% | 463,938 | 146.76 | 0.28% |
| 2018 | 62,504,836 | - | - | - | 62,504,836 | 9,217,240,197 | 0.68% | 453,044 | 137.97 | 0.25% |
| 2019 | 56,232,312 | - | - | - | 56,232,312 | 9,733,334,511 | 0.58% | 454,246 | 123.79 | 0.21% |
| 2020 | 49,249,787 | - | - | - | 49,249,787 | 10,215,782,251 | 0.48% | 453,240 | 108.66 | 0.18% |
| 2021 | 42,290,504 | - | - | 2,396,047 | 44,686,551 | 10,657,298,125 | 0.40% | 454,127 | 93.12 | 0.15% |
| 2022 | 34,913,020 | - | 784,486.00 | 1,932,706 | 37,630,212 | 11,120,333,738 | 0.31% | 462,770 | 75.44 | 0.12% |
| 2023 | 30,868,240 | - | 593,503 | 1,868,007 | 33,329,750 | 11,896,775,257 | 0.31% | 428,180 | 72.09 | 0.10% |
| 2024 | 26,773,460 | 30,183,044 | 401,785 | 1,489,803 | 58,848,092 | 12,982,022,703 | 0.21% | 428,684 | 62.46 | 0.08% |
| 2025 | 22,638,680 | 29,143,673 | 209,330 | 1,674,622 | 53,666,305 | 14,620,519,870 | 0.37% | 431,200 | 124.46 | 0.15% |

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

See the schedule of Demographic and Economic Information on page 83 for personal income and population data.

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

RATIO OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

| Fiscal Year | General Obligation Bonds | Less: Amounts Available for Debt Service | Total | Percentage of Estimated Actual Taxable Value of Property | Per Capita |
|------------------------|---|---|---------------|---|-----------------------|
| 2016 | \$ 73,203,145 | \$ 2,196,109 | \$ 71,007,036 | 0.90% | \$ 158.04 |
| 2017 | 68,088,447 | 2,457,878 | 65,630,569 | 0.80% | 141.46 |
| 2018 | 62,504,836 | 2,860,886 | 59,643,950 | 0.68% | 131.65 |
| 2019 | 56,232,312 | 3,314,446 | 52,917,866 | 0.57% | 116.50 |
| 2020 | 49,249,787 | 3,579,376 | 45,670,411 | 0.47% | 100.76 |
| 2021 | 42,290,504 | 7,594,293 | 34,696,211 | 0.34% | 76.40 |
| 2022 | 34,913,020 | 2,353,516 | 32,559,504 | 0.31% | 70.36 |
| 2023 | 30,868,240 | 2,486,691 | 32,559,504 | 0.29% | 70.36 |
| 2024 | 26,773,460 | 2,614,734 | 28,381,549 | 0.24% | 66.28 |
| 2025 | 22,638,680 | 2,195,903 | 20,442,777 | 0.14% | 47.41 |

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

See the schedule of Assessed Value and Actual Value of Taxable Property on page 74 for property value data.

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

June 30, 2025

| Governmental Unit | Gross Debt | Percentage Debt Applicable to the College (1) | College's Share of Debt |
|---|-------------------|--|--------------------------------|
| Community College District No. 516 | \$ 53,666,305 | 100.00% | \$ 53,666,305 |
| Schools | | | |
| Unit School District Number 1 (Leland) | 1,980,000 | 99.91% | 1,978,218 |
| Unit School District Number 2 (Serena) | 12,765,000 | 0.20% | 25,530 |
| Unit School District Number 66 (Newark) | 2,732,100 | 0.58% | 15,846 |
| Unit School District Number 88 (Plano) | 33,970,000 | 100.00% | 33,970,000 |
| Unit School District Number 101 (Batavia) | 3,975,000 | 100.00% | 3,975,000 |
| Unit School District Number 115 (Yorkville) | 35,435,000 | 98.06% | 34,747,561 |
| Unit School District Number 129 (West Aurora) | 70,029,000 | 100.00% | 70,029,000 |
| Unit School District Number 131 (East Aurora) | 67,230,000 | 100.00% | 67,230,000 |
| Unit School District Number 204 (Indian Prairie) | 51,860,000 | 0.10% | 51,860 |
| Unit School District Number 302 (Kaneland) | 34,572,239 | 100.00% | 34,572,239 |
| Unit School District Number 304 (Geneva) | 75,295,000 | 100.00% | 75,295,000 |
| Unit School District Number 308 (Oswego) | 185,578,061 | 100.00% | 185,578,061 |
| Unit School District Number 429 (Hinckley-Big Rock) | 4,015,000 | 96.88% | 3,889,732 |
| Unit School District Number 430 (Sandwich) | 6,134,000 | 100.00% | 6,134,000 |
| Unit School District Number 432 (Somonauk) | 6,647,000 | 100.00% | 6,647,000 |
| Kane County Forest Preserve | 66,925,000 | 41.46% | 27,747,105 |
| Kendall County Forest Preserve | 12,930,000 | 84.70% | 10,951,710 |
| Will County Forest Preserve | 101,660,000 | 1.84% | 1,870,544 |
| Campton Township | 4,580,000 | 9.91% | 453,878 |
| Counties | | | |
| DeKalb County | 5,320,000 | 14.30% | 760,760 |
| La Salle County | 10,930,000 | 9.46% | 1,033,978 |
| Cities and Villages | | | |
| City of Aurora | 240,680,000 | 58.60% | 141,038,480 |
| City of Batavia | 32,680,000 | 100.00% | 32,680,000 |
| City of St. Charles | 88,465,000 | 0.12% | 106,158 |
| Village of Oswego | 47,080,000 | 100.00% | 47,080,000 |
| Village of Plainfield | 2,280,000 | 12.28% | 279,984 |

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT (Continued)

June 30, 2025

| Governmental Unit | Gross Debt | Percentage Debt Applicable to the College (1) | College's Share of Debt |
|------------------------------------|-------------------------|--|--------------------------------|
| Library Districts | | | |
| Geneva Public Library District | \$ 15,865,000 | 100.00% | \$ 15,865,000 |
| Oswego Library District | 1,590,000 | 100.00% | 1,590,000 |
| Sandwich Library District | 1,495,000 | 100.00% | 1,495,000 |
| Park Districts | | | |
| Fox Valley Park District | 12,175,000 | 67.73% | 8,246,128 |
| Oswegoland Park District | 9,575,000 | 99.41% | 9,518,508 |
| Plainfield Township Park District | 6,472,525 | 1.32% | 85,437 |
| St. Charles Park District | 9,475,355 | 0.08% | 7,580 |
| Total Overlapping Debt | <u>1,262,395,280</u> | | <u>824,949,297</u> |
| Total Primary and Overlapping Debt | <u>\$ 1,316,061,585</u> | | <u>\$ 878,615,602</u> |

(1) Determined by ratio of assessed valuation of property subject to taxation in the College to valuation of property subject to taxation in overlapping units.

Data Source

PMA

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

| Fiscal Year | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|------------------------------|-----------------------|
| Legal debt limit | \$ 234,795,251 | \$ 251,864,313 | \$ 264,995,656 | \$ 279,833,367 | \$ 293,703,740 | \$ 306,397,321 | \$ 319,709,595 | \$ 342,032,289 | \$ 373,233,153 | \$ 420,339,946 |
| Total net debt applicable to limit | 67,145,000 | 62,810,000 | 58,005,000 | 56,232,312 | 49,249,787 | 42,290,504 | 34,913,020 | 30,868,240 | 26,773,460 | 22,638,680 |
| LEGAL DEBT MARGIN | \$ 167,650,251 | \$ 189,054,313 | \$ 206,990,656 | \$ 223,601,055 | \$ 244,453,953 | \$ 264,106,817 | \$ 284,796,575 | \$ 311,164,049 | \$ 311,164,049 | \$ 397,701,266 |
| TOTAL NET DEBT APPLICABLE TO THE LIMIT AS A PERCENTAGE OF DEBT LIMIT | 28.60% | 24.94% | 21.89% | 20.09% | 16.77% | 13.80% | 10.92% | 9.02% | 7.17% | 5.39% |
| Legal debt margin calculation for fiscal 2025 | | | | | | | | | | |
| Assessed value | | | | | | | | | \$ 14,620,519,870 | |
| Legal debt margin | | | | | | | | | <u>2.875%</u> | |
| Debt limit | | | | | | | | | 420,339,946 | |
| Debt applicable to limit general obligation bonds | | | | | | | | | <u>22,638,680</u> | |
| LEGAL DEBT MARGIN | | | | | | | | | <u>\$ 397,701,266</u> | |

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

| Fiscal Year | District Population | | Kane County Population | Kane County Total Personal Income | Kane County Per Capita Personal Income | District Unemployment Rates | | | | | State of Illinois Unemployment Rate |
|----------------|------------------------|-------|---------------------------|--|---|-----------------------------|-------------------|------------------|-------------------|----------------|--|
| | | | | | | Kane County | Kendall County | DeKalb County | LaSalle County | Will County | |
| 2016 | 449,304 | B/C/L | 527,306 | \$ 22,604,490,000 | \$ 42,868 | 6.87% | 5.91% | 6.49% | 8.45% | 6.89% | 6.75% |
| 2017 | 463,938 | B/C/L | 530,847 | 23,971,167,000 | 45,156 | 5.77% | 4.47% | 5.70% | 6.79% | 5.20% | 5.28% |
| 2018 | 453,044 | B/C/L | 531,715 | 24,566,385,000 | 46,202 | 4.59% | 4.32% | 3.91% | 5.50% | 5.07% | 4.57% |
| 2019 | 454,246 | B/C/L | 534,667 | 26,185,561,000 | 48,975 | 5.23% | 3.62% | 4.65% | 6.28% | 4.12% | 4.60% |
| 2020 | 453,240 | B/C/L | 471,280 | 27,422,788,000 | 51,333 | 7.33% | 6.93% | 6.55% | 8.33% | 7.60% | 7.13% |
| 2021 | 454,127 | B/C/L | 516,522 | 27,771,665,000 | 36,370 | 6.10% | 5.50% | 5.90% | 6.30% | 6.60% | 7.00% |
| 2022 | 462,770 | B/C/L | 478,503 | 29,723,588,000 | 55,976 | 5.60% | 3.40% | 5.10% | 5.90% | 4.30% | 4.80% |
| 2023 | 428,180 | B/C/L | 454,871 | 32,397,823,000 | 62,837 | 5.40% | 3.80% | 4.60% | 6.00% | 4.20% | 4.30% |
| 2024 | 428,684 | B/C/L | 514,182 | 32,850,823,000 | 63,889 | 6.20% | 4.40% | 5.30% | 6.80% | 4.90% | 4.90% |
| 2025 | 431,200 | B/C/L | 514,982 | 34,978,769,000 | 67,922 | 4.50% | 4.10% | 4.30% | 5.20% | 5.10% | 4.10% |

Personal income figures are not available for the College.

Kane County is the largest county in the College with 62% of the assessed valuation of the College.

Sources of information:

B = Bureau of Economic Analysis, US Department of Commerce, "BearFacts" for Geography Kane County, IL (2023)

<http://www.bea.gov/regional/bearfacts> (for Kane County)

C = 2023 Nielsen demographics purchase, 2024 current population estimate, all in district residential zip codes (including all Aurora)

L = Bureau of Labor Statistics: January to April 2023, average unemployment % by county (and state), not seasonally adjusted

<http://www.bls.gov/lau/#tables>

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

| 2025 | | | | 2016 | | | |
|--|------|-----------|--------------------------|-----------------------------------|------|-----------|--------------------------|
| Employer | Rank | Employees | % of District Population | Employer | Rank | Employees | % of District Population |
| Aldi, Inc. | 1 | 3,483 | 0.81% | Fermi Research Alliance | 1 | 3,000 | 0.67% |
| Oswego CUSD #308 | 2 | 2,238 | 0.52% | Presence Mercy Medical Center | 2 | 2,559 | 0.57% |
| Rush Copley Medical Center | 3 | 2,200 | 0.51% | Oswego Community School Dist #308 | 3 | 2,382 | 0.53% |
| Aurora West School District #129 | 4 | 1,650 | 0.38% | WalMart | 4 | 2,377 | 0.53% |
| Lederman Science Education Center at Fermi Lab | 5 | 1,532 | 0.36% | Caterpillar Inc. | 5 | 2,300 | 0.51% |
| Aurora East School District #131 | 6 | 1,320 | 0.31% | Cryogenic Engineering Cnfrnc | 6 | 2,000 | 0.45% |
| Diageo | 7 | 1,319 | 0.31% | Rush-Copley Medical Center | 7 | 2,000 | 0.45% |
| Amity Health Mercy Medical Center | 8 | 1,300 | 0.30% | Delnor Community Hospital | 8 | 1,650 | 0.37% |
| Indian Prairie School District #204 | 9 | 1,200 | 0.28% | Hollywood Casino | 9 | 1,600 | 0.36% |
| City of Aurora | 10 | 1,200 | 0.28% | East Aurora High School #131 | 10 | 1,548 | 0.34% |

Data Sources

Data Sources: Lightcast Industry Module Business by Location and Region Module Economic Overview report for Waubonsee district counties (7-11-2024).

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

| Function/Program | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|--------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Faculty | | | | | | | | | | |
| Full-time | 118 | 116 | 115 | 111 | 109 | 105 | 96 | 100 | 91 | 88 |
| Part-time | 501 | 463 | 344 | 332 | 339 | 379 | 320 | 446 | 478 | 491 |
| Full-time administrators | 38 | 42 | 42 | 38 | 39 | 37 | 35 | 43 | 37 | 46 |
| Classified staff | | | | | | | | | | |
| Full-time | 260 | 261 | 276 | 275 | 266 | 266 | 293 | 329 | 348 | 350 |
| Part-time | 215 | 224 | 234 | 200 | 221 | 221 | 254 | 291 | 273 | 292 |
| Total employees | 1,132 | 1,106 | 1,011 | 956 | 974 | 1,008 | 998 | 1,209 | 1,227 | 1,267 |
| Total full-time staff | 416 | 419 | 433 | 424 | 414 | 408 | 424 | 472 | 476 | 484 |

Data Source

College records

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

OPERATING INDICATORS

Last Ten Fiscal Years

| Fiscal Year | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|-----------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Credit Hours Generated | | | | | | | | | | |
| Baccalaureate | 117,477.0 | 117,457.5 | 111,117.0 | 105,886.0 | 106,284.0 | 102,678.0 | 96,243.0 | 97,140.0 | 101,424.0 | 106,597.0 |
| Business | 12,055.0 | 11,699.0 | 11,269.0 | 11,320.0 | 10,423.0 | 8,882.0 | 8,617.0 | 8,622.0 | 8,596.0 | 8,770.0 |
| Technical | 11,150.0 | 10,217.5 | 9,800.0 | 9,248.0 | 8,787.0 | 7,302.5 | 7,773.0 | 9,547.0 | 11,081.0 | 11,984.0 |
| Health | 8,995.0 | 9,153.5 | 8,735.5 | 9,320.0 | 8,374.0 | 7,379.5 | 6,834.0 | 6,542.0 | 7,669.5 | 7,478.0 |
| Remedial | 11,509.0 | 10,401.0 | 10,327.0 | 9,785.0 | 8,561.0 | 6,177.0 | 5,897.0 | 5,570.0 | 5,859.0 | 6,625.0 |
| ABE, ASE, GED | 21,937.0 | 16,501.5 | 15,933.5 | 15,383.0 | 14,525.0 | 4,738.0 | 8,659.0 | 20,473.0 | 22,302.0 | 23,842.0 |
| Total | 183,123 | 175,430 | 167,182 | 160,942 | 156,954 | 137,157 | 134,023 | 147,894 | 156,932 | 165,296 |
| Student headcount | 28,670 | 27,164 | 26,237 | 25,176 | 24,349 | 19,828 | 18,927 | 20,099 | 20,781 | 22,194 |
| Student FTE | 12,712 | 12,304 | 11,670 | 11,324 | 11,001 | 9,635 | 9,207 | 9,574 | 9,961 | 10,488 |
| Tuition Rate per Hour | \$ 110.00 | \$ 118.00 | \$ 126.00 | \$ 128.00 | \$ 130.00 | \$ 132.00 | \$ 132.00 | \$ 132.00 | \$ 135.00 | \$ 138.00 |
| Tuition and Fee Revenue | \$ 21,103,357 | \$ 22,486,607 | \$ 22,610,250 | \$ 21,577,079 | \$ 20,949,837 | \$ 19,250,298 | \$ 18,114,593 | \$ 18,367,176 | \$ 19,580,481 | \$ 20,671,874 |
| Degrees and Certificates awarded: | | | | | | | | | | |
| A.A., A.S., A.E.S. | 765 | 823 | 816 | 797 | 733 | 738 | 737 | 730 | 725 | 750 |
| A.G.S. | 37 | 46 | 56 | 70 | 72 | 52 | 52 | 55 | 67 | 54 |
| A.A.S. | 226 | 253 | 263 | 283 | 215 | 252 | 253 | 209 | 205 | 200 |
| Certificates | 730 | 702 | 789 | 742 | 606 | 558 | 560 | 570 | 550 | 755 |

Data Source

Various state reports and college records

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

| Facility Information | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Acres (all campuses) | 216 | 216 | 216 | 216 | 216 | 216 | 216 | 216 | 216 | 216 |
| Net utilizable square feet (all campuses) | 895,046 | 905,308 | 906,155 | 906,155 | 906,155 | 906,155 | 906,155 | 906,155 | 906,155 | 906,155 |
| Number of buildings (all campuses) | 22 | 22 | 22 | 22 | 22 | 22 | 22 | 22 | 22 | 22 |
| Number of classrooms | 157 | 170 | 150 | 150 | 150 | 150 | 150 | 150 | 150 | 150 |
| Number of laboratories | 120 | 135 | 140 | 140 | 140 | 140 | 140 | 140 | 140 | 140 |
| Number of libraries | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| Number of offices | 532 | 552 | 547 | 547 | 547 | 547 | 547 | 547 | 547 | 547 |
| Number of other | 863 | 885 | 886 | 886 | 886 | 886 | 886 | 886 | 886 | 886 |
| Square feet - classrooms | 139,117 | 148,795 | 139,551 | 139,551 | 139,551 | 139,551 | 139,551 | 139,551 | 139,551 | 139,551 |
| Square feet - labs | 98,253 | 110,932 | 117,017 | 117,017 | 117,017 | 117,017 | 117,017 | 117,017 | 117,017 | 117,017 |
| Square feet - libraries | 28,572 | 30,883 | 31,634 | 31,634 | 31,634 | 31,634 | 31,634 | 31,634 | 31,634 | 31,634 |
| Square feet - offices | 116,155 | 116,631 | 115,483 | 115,483 | 115,483 | 115,483 | 115,483 | 115,483 | 115,483 | 115,483 |
| Square feet - other | 512,949 | 498,067 | 502,470 | 502,470 | 502,470 | 502,470 | 502,470 | 502,470 | 502,470 | 502,470 |
| Total square feet | 895,046 | 905,308 | 906,155 | 906,155 | 906,155 | 906,155 | 906,155 | 906,155 | 906,155 | 906,155 |

Data Source

College RAMP reports filed with ICCB

SUPPLEMENTAL FINANCIAL INFORMATION

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**FISCAL YEAR 2025 CERTIFICATION OF PER CAPITA COST
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

**ALL FISCAL YEAR 2025 NONCAPITAL AUDITED OPERATING
EXPENDITURES FROM THE FOLLOWING FUNDS:**

| | | |
|-----------|--|-----------------------------|
| 1 | Education Fund | \$ 65,814,426 |
| 2 | Operation and Maintenance Fund | 8,817,226 |
| 3 | Public Building Commission Operation and Maintenance Fund | - |
| 4 | Bond and Interest Fund | 1,144 |
| 5 | Public Building Commission Rental Fund | - |
| 6 | Restricted Purposes Fund | 16,752,094 |
| 7 | Audit Fund | 101,230 |
| 8 | Liability, Protection and Settlement Fund | 2,976,909 |
| 9 | Auxiliary Enterprises Fund (subsidy only) | <u>-</u> |
| 10 | TOTAL NONCAPITAL EXPENDITURES (sum of lines 1-9) | <u><u>\$ 94,463,029</u></u> |
| 11 | Depreciation on capital outlay expenditures (equipment, buildings, and fixed equipment paid) from sources other than state and federal funds | <u>4,687,824</u> |
| 12 | TOTAL COSTS INCLUDED (line 10 plus line 11) | <u><u>\$ 99,150,853</u></u> |
| 13 | TOTAL SEMESTER CREDIT HOURS FOR FY 2025 | <u>165,296</u> |
| 14 | PER CAPITA COST (line 12 divided by line 13) | <u><u>\$ 599.84</u></u> |

(See independent auditor's report.)

UNIFORM FINANCIAL STATEMENTS

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

ALL FUNDS SUMMARY
UNIFORM FINANCIAL STATEMENT #1
FISCAL YEAR ENDED JUNE 30, 2025

| | Education Fund* | Operations and Maintenance Fund | Operations and Maintenance Restricted Fund | Bond and Interest Fund | Auxiliary Enterprises Fund | Restricted Purposes Fund | Working Cash Fund |
|---------------------------------------|--------------------|--|--|---------------------------------|----------------------------------|--------------------------------|-------------------------|
| FUND BALANCES, JULY 1, 2024 | \$ 46,762,730 | \$ 8,227,475 | \$ 112,641,555 | \$ 2,614,734 | \$ 27,491,999 | \$ 294,697 | \$ 4,690,827 |
| REVENUES | | | | | | | |
| Local tax revenue | 45,502,493 | 8,453,199 | - | 3,851,270 | - | - | - |
| All other local revenue | 1,358,909 | - | - | - | - | - | - |
| ICCB grants | 8,286,292 | - | - | - | - | 1,901,575 | - |
| All other state revenue | - | - | - | - | - | 12,656,476 | - |
| Federal revenue | 206,737 | - | - | - | - | 14,657,371 | - |
| Student tuition and fees | 20,671,874 | - | - | - | - | - | - |
| All other revenue | 4,827,408 | 594,374 | 5,647,798 | 71,699 | 7,615,747 | 224,185 | 280,602 |
| Total revenues | 80,853,713 | 9,047,573 | 5,647,798 | 3,922,969 | 7,615,747 | 29,439,607 | 280,602 |
| EXPENDITURES | | | | | | | |
| Instruction | 24,204,469 | - | - | - | (1,976,019) | 7,727,180 | - |
| Academic support | 5,696,899 | - | - | - | (211,569) | 558,726 | - |
| Student services | 11,660,529 | - | - | - | (883,709) | 3,807,251 | - |
| Public service/continuing education | 1,091,770 | - | - | - | (98,432) | 1,140,615 | - |
| Organized research | - | - | - | - | - | - | - |
| Auxiliary services | 4,326 | - | - | - | 5,160,939 | 197,351 | - |
| Operations and maintenance | 4,756 | 8,853,477 | 199,527 | - | (455,343) | 1,202,499 | - |
| Institutional support | 23,159,258 | - | 46,274,894 | 6,567,500 | (931,184) | 2,873,049 | 721 |
| Scholarships, student grants, waivers | 1,570,033 | - | - | - | - | 12,334,304 | - |
| Total expenditures | 67,392,040 | 8,853,477 | 46,474,421 | 6,567,500 | 604,683 | 29,840,975 | 721 |
| NET TRANSFERS | (8,063,345) | 900,000 | 3,022,000 | 2,225,700 | - | 240,645 | - |
| FUND BALANCES, JUNE 30, 2025 | \$ 52,161,058 | \$ 9,321,571 | \$ 74,836,932 | \$ 2,195,903 | \$ 34,503,063 | \$ 133,974 | \$ 4,970,708 |

(This statement is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

ALL FUNDS SUMMARY
UNIFORM FINANCIAL STATEMENT #1 (Continued)
FISCAL YEAR ENDED JUNE 30, 2025

| | Audit Fund | Liability, Protection Settlement Fund | Building Bonds Proceeds Fund | PBC** Rental Fund | PBC** Operations and Maintenance Fund | Total |
|---------------------------------------|-----------------------|--|---|----------------------------------|--|----------------|
| FUND BALANCES, JULY 1, 2024 | \$ 45,328 | \$ 3,621,067 | \$ - | \$ - | \$ - | \$ 206,390,412 |
| REVENUES | | | | | | |
| Local tax revenue | 107,199 | 1,905,067 | - | - | - | 59,819,228 |
| All other local revenue | - | - | - | - | - | 1,358,909 |
| ICCB grants | - | - | - | - | - | 10,187,867 |
| All other state revenue | - | - | - | - | - | 12,656,476 |
| Federal revenue | - | - | - | - | - | 14,864,108 |
| Student tuition and fees | - | - | - | - | - | 20,671,874 |
| All other revenue | 950 | 151,560 | - | - | - | 19,414,323 |
| Total revenues | 108,149 | 2,056,627 | - | - | - | 138,972,785 |
| EXPENDITURES | | | | | | |
| Instruction | - | - | - | - | - | 29,955,630 |
| Academic support | - | - | - | - | - | 6,044,056 |
| Student services | - | - | - | - | - | 14,584,071 |
| Public service/continuing education | - | - | - | - | - | 2,133,953 |
| Organized research | - | - | - | - | - | - |
| Auxiliary services | - | - | - | - | - | 5,362,616 |
| Operations and maintenance | - | - | - | - | - | 9,804,916 |
| Institutional support | 101,230 | 2,976,909 | - | - | - | 81,022,377 |
| Scholarships, student grants, waivers | - | - | - | - | - | 13,904,337 |
| Total expenditures | 101,230 | 2,976,909 | - | - | - | 162,811,956 |
| NET TRANSFERS | - | 1,675,000 | - | - | - | - |
| FUND BALANCES, JUNE 30, 2025 | \$ 52,247 | \$ 4,375,785 | \$ - | \$ - | \$ - | \$ 182,551,241 |

In accordance with the Illinois Community College Board Fiscal Management Manual, Uniform Financial Statement #1 includes the State of Illinois on-behalf revenue and expenditure for the College's in the State University Retirement System (SURS) and the College Health Insurance Program (CIP) within the Restricted Purposes Fund.

In accordance with the Illinois Community College Board Fiscal Management Manual, Uniform Financial Statement #1 includes the Retiree Medical Insurance and Retirement Fund investment income within the participation Auxiliary Enterprises Fund revenues. The College's OPEB expense related to their participation in the College Health Insurance Plan (CIP) is also recorded within the Auxiliary Enterprises Fund expenditures.

*Includes Budget Stabilization sub-fund

**Public Building Commission

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**SUMMARY OF CAPITAL ASSETS AND DEBT
UNIFORM FINANCIAL STATEMENT #2
FISCAL YEAR ENDED JUNE 30, 2025**

| | Capital Asset/Debt Account Groups July 1, 2024 | | | Additions | Deletions | Capital Asset/Debt Account Groups June 30, 2025 | | |
|--|--|--------------------|-----------|-------------------|-----------|---|-----------|--------------------|
| CAPITAL ASSETS AND INTANGIBLE CAPITAL ASSETS | | | | | | | | |
| Sites and improvements | \$ | 17,418,068 | \$ | 1,158,029 | \$ | - | \$ | 18,576,097 |
| Buildings, additions and improvements | | 150,270,371 | | 524,525 | | - | | 150,794,896 |
| Equipment | | 13,356,005 | | 1,175,591 | | (274,845) | | 14,256,751 |
| Other capital assets | | 8,683,715 | | 46,979,261 | | (1,698,496) | | 53,964,480 |
| Intangible assets | | 5,591,482 | | 1,011,443 | | (602,586) | | 6,000,339 |
| | | | | | | | | |
| Total capital assets | | 195,319,641 | | 50,848,849 | | (2,575,927) | | 243,592,563 |
| | | | | | | | | |
| Less accumulated depreciation and accumulated amortization | | (89,711,927) | | (5,829,004) | | 877,431 | | (94,663,500) |
| | | | | | | | | |
| NET CAPITAL ASSETS | \$ | 105,607,714 | \$ | 45,019,845 | \$ | (1,698,496) | \$ | 148,929,063 |
| FIXED DEBT | | | | | | | | |
| Bonds payable | \$ | 56,956,504 | \$ | - | \$ | (5,174,151) | \$ | 51,782,353 |
| Lease payable | | 401,785 | | - | | (192,455) | | 209,330 |
| SBITA payable | | 1,489,803 | | 1,011,443 | | (826,624) | | 1,674,622 |
| Other post employment benefit liability | | 12,528,331 | | - | | (862,261) | | 11,666,070 |
| | | | | | | | | |
| TOTAL FIXED DEBT | \$ | 71,376,423 | \$ | 1,011,443 | \$ | (7,055,491) | \$ | 65,332,375 |
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(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3
FISCAL YEAR ENDED JUNE 30, 2025**

| | Education Fund* | Operations and Maintenance Fund | PBC Operations and Maintenance Fund | Total Operating Funds |
|---|----------------------------|--|--|--------------------------------------|
| OPERATING REVENUES BY SOURCE | | | | |
| Local Government | | | | |
| Local Taxes | \$ 45,502,493 | \$ 8,453,199 | \$ - | \$ 53,955,692 |
| Chargeback Revenue | - | - | - | - |
| CPPRT | 1,358,909 | - | - | 1,358,909 |
| Other | - | - | - | - |
| Total Local Government | 46,861,402 | 8,453,199 | - | 55,314,601 |
| State Government | | | | |
| ICCB Base Operating Grant | 6,250,030 | - | - | 6,250,030 |
| ICCB Equalization Grant | 1,601,980 | - | - | 1,601,980 |
| ICCB Career & Technical Education | 398,699 | - | - | 398,699 |
| ICCB Adult Education | - | - | - | - |
| Other ICCB Grants not listed above | 35,583 | - | - | 35,583 |
| Dept. of Corrections | - | - | - | - |
| Dept. of Veteran Affairs | - | - | - | - |
| Illinois Student Assistance Commission | - | - | - | - |
| Other State not listed above | - | - | - | - |
| Total State Government | 8,286,292 | - | - | 8,286,292 |
| Federal Government | | | | |
| Department of Education | 143,652 | - | - | 143,652 |
| Department of Labor | 26,918 | - | - | 26,918 |
| Department of Health and Human Services | - | - | - | - |
| Other | 36,167 | - | - | 36,167 |
| Total Federal Government | 206,737 | - | - | 206,737 |
| Student Tuition and Fees | | | | |
| Tuition | 18,702,628 | - | - | 18,702,628 |
| Fees | 1,969,246 | - | - | 1,969,246 |
| Other Student Assessments | - | - | - | - |
| Total Student Tuition and Fees | 20,671,874 | - | - | 20,671,874 |
| Other Sources | | | | |
| Sales and Service fees | 772,397 | - | - | 772,397 |
| Facilities Revenue | 147,718 | 174,396 | - | 322,114 |
| Investment Revenue | 2,800,498 | 419,978 | - | 3,220,476 |
| Non-Governmental Grants | - | - | - | - |
| Other | 1,106,795 | 900,000 | - | 2,006,795 |
| Total Other Revenue Sources | 4,827,408 | 1,494,374 | - | 6,321,782 |
| Total Revenue | 80,853,713 | 9,947,573 | - | 90,801,286 |
| Less Non-Operating Items | | | | |
| Tuition Chargeback Revenue | - | - | - | - |
| Instructional Service Contracts | - | - | - | - |
| Transfers | - | (900,000) | - | (900,000) |
| ADJUSTED REVENUE | \$ 80,853,713 | \$ 9,047,573 | \$ - | \$ 89,901,286 |

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

(This statement is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3 (Continued)
FISCAL YEAR ENDED JUNE 30, 2025

| | Education Fund* | Operations and Maintenance Fund | PBC Operations and Maintenance Fund | Total Operating Funds |
|--|----------------------|--|--|-----------------------------|
| OPERATING EXPENDITURES BY PROGRAM | | | | |
| Instruction | \$ 24,204,469 | \$ - | \$ - | \$ 24,204,469 |
| Academic Support | 5,696,899 | - | - | 5,696,899 |
| Student Services | 11,660,529 | - | - | 11,660,529 |
| Public Service/Continuing Education | 1,091,770 | - | - | 1,091,770 |
| Organized Research | - | - | - | - |
| Auxiliary Services | 4,326 | - | - | 4,326 |
| Operations and Maintenance | 4,756 | 8,853,477 | - | 8,858,233 |
| Institutional Support | 23,159,258 | - | - | 23,159,258 |
| Scholarships, Grants, Waivers | 1,570,033 | - | - | 1,570,033 |
| Total Expenditures | 67,392,040 | 8,853,477 | - | 76,245,517 |
| Adjustments | | | | |
| Tuition Chargeback | - | - | - | - |
| Instructional Service Contracts | - | - | - | - |
| Transfers | 8,063,345 | - | - | 8,063,345 |
| ADJUSTED EXPENDITURES | \$ 75,455,385 | \$ 8,853,477 | \$ - | \$ 84,308,862 |
| OPERATING EXPENDITURES BY OBJECT | | | | |
| Salaries | \$ 41,382,024 | \$ 3,230,167 | \$ - | \$ 44,612,191 |
| Employee Benefits | 7,824,569 | 676,965 | - | 8,501,534 |
| Contractual Services | 5,782,784 | 1,947,167 | - | 7,729,951 |
| General Materials and Supplies | 5,757,136 | 571,384 | - | 6,328,520 |
| Conference and Meeting Expenses | 1,022,627 | 4,675 | - | 1,027,302 |
| Fixed Charges | 1,242,579 | 1,184 | - | 1,243,763 |
| Utilities | - | 2,383,539 | - | 2,383,539 |
| Capital Outlay | 1,577,614 | 36,251 | - | 1,613,865 |
| Other | 2,802,707 | 2,145 | - | 2,804,852 |
| Total Expenditures | 67,392,040 | 8,853,477 | - | 76,245,517 |
| Adjustments | | | | |
| Tuition Chargeback | - | - | - | - |
| Instructional Service Contracts | - | - | - | - |
| Transfers | 8,063,345 | - | - | 8,063,345 |
| ADJUSTED EXPENDITURES | \$ 75,455,385 | \$ 8,853,477 | \$ - | \$ 84,308,862 |

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

*Includes Budget Stabilization sub-fund

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4
FISCAL YEAR ENDED JUNE 30, 2025**

REVENUES BY SOURCE

| | |
|---|-----------------------------|
| Local Government | \$ - |
| Total Local Government | <u>-</u> |
| State Government | |
| ICCB - Workforce Development Grants | - |
| ICCB - Retirees Health Insurance Grants | - |
| ICCB - P-16 Initiative Grants | - |
| ICCB - Special Initiative Grants | 1,067,627 |
| ICCB - Program Improvement Grant | - |
| ICCB - Adult Education | 833,948 |
| ICCB - (Other, Attach Itemization) | - |
| Department of Corrections | - |
| Illinois Student Assistance Commission | - |
| Other | <u>12,656,476</u> |
| Total State Government | <u>14,558,051</u> |
| Federal Government | |
| Department of Education | 13,839,890 |
| Department of Labor | 400,232 |
| Department of Health and Human Services | - |
| Other | <u>417,249</u> |
| Total Federal Government | <u>14,657,371</u> |
| Other Sources | |
| Tuition and Fees | - |
| Other | <u>224,185</u> |
| Total Other Sources | <u>224,185</u> |
| TRANSFERS | <u>240,645</u> |
| TOTAL RESTRICTED PURPOSES FUND REVENUES | <u><u>\$ 29,680,252</u></u> |

(This statement is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4 (Continued)
FISCAL YEAR ENDED JUNE 30, 2025**

EXPENDITURES BY PROGRAM

| | |
|-------------------------------------|-------------------|
| Instruction | \$ 7,727,180 |
| Academic Support | 558,726 |
| Student Services | 3,807,251 |
| Public Service/Continuing Education | 1,140,615 |
| Organized Research | - |
| Auxiliary Services | 197,351 |
| Operations and Maintenance | 1,202,499 |
| Institutional Support | 2,873,049 |
| Scholarships, Grants, Waivers | <u>12,334,304</u> |

| | |
|--|-----------------------------|
| TOTAL RESTRICTED PURPOSES FUND EXPENDITURES | <u>\$ 29,840,975</u> |
|--|-----------------------------|

EXPENDITURES BY OBJECT

| | |
|--------------------------------------|----------------|
| Salaries | \$ 2,666,769 |
| Employee Benefits | 13,222,844 |
| Contractual Services | 200,238 |
| Student Financial Aid | 12,334,304 |
| General Materials and Supplies | 484,440 |
| Travel & Conference/Meeting Expenses | 110,848 |
| Fixed Charges | 3,504 |
| Utilities | - |
| Capital Outlay | 447,406 |
| Other | <u>370,622</u> |

| | |
|--|-----------------------------|
| TOTAL RESTRICTED PURPOSES FUND EXPENDITURES | <u>\$ 29,840,975</u> |
|--|-----------------------------|

In accordance with the Illinois Community College Board Fiscal Management Manual, Uniform Financial Statement #4 includes the State of Illinois on-behalf revenue and expenditure for the College's participation in the State University Retirement System (SURS) and the College Health Insurance Program (CIP).

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**CURRENT FUNDS* - EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5
FISCAL YEAR ENDED JUNE 30, 2025**

INSTRUCTION

| | |
|------------------------|-------------------|
| Instructional Programs | \$ 26,412,632 |
| Other | <u>5,515,510</u> |
| Total Instruction | <u>31,928,142</u> |

ACADEMIC SUPPORT

| | |
|--------------------------------------|-------------------|
| Library Center | 1,421,676 |
| Instructional Materials Center | 2,483,941 |
| Educational Media Services | 339,782 |
| Academic Computing Support | 5,444,076 |
| Academic Administration and Planning | (153,657) |
| Other | <u>1,413,315</u> |
| Total Academic Support | <u>10,949,133</u> |

STUDENT SERVICES SUPPORT

| | |
|--------------------------------|-------------------|
| Admissions and Records | 2,960,953 |
| Counseling and Career Services | 4,649,556 |
| Financial Aid Administration | 2,534,563 |
| Other | <u>5,319,530</u> |
| Total Student Services Support | <u>15,464,602</u> |

PUBLIC SERVICE/CONTINUING EDUCATION

| | |
|---|------------------|
| Community Education | 390,951 |
| Customized Training (Instructional) | 1,151,734 |
| Professional Development | 181,451 |
| Community Services | 244,369 |
| Other | <u>263,881</u> |
| Total Public Service/Continuing Education | <u>2,232,386</u> |

ORGANIZED RESEARCH

AUXILIARY SERVICES

-
5,362,616

(This statement is continued on the following page.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**CURRENT FUNDS* - EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5 (Continued)
FISCAL YEAR ENDED JUNE 30, 2025**

OPERATIONS AND MAINTENANCE OF PLANT

| | |
|--------------------|------------------|
| Maintenance | \$ 2,041,589 |
| Custodial Services | 1,664,582 |
| Grounds | 1,664,581 |
| Campus Security | 3,414,780 |
| Transportation | 71,016 |
| Utilities | 2,383,539 |
| Administration | 590,159 |
| Other | <u>1,210,574</u> |

| | |
|---|-------------------|
| Total Operations and Maintenance of Plant | <u>13,040,820</u> |
|---|-------------------|

INSTITUTIONAL SUPPORT

| | |
|---------------------------------|------------------|
| Executive Management | 2,783,367 |
| Fiscal Operations | 2,880,924 |
| Community Relations | 2,919,976 |
| Administrative Support Services | 3,202,333 |
| Board of Trustees | 63,818 |
| General Institutional | 901,556 |
| Institutional Research | 1,092,006 |
| Administrative Data Processing | 4,693,507 |
| Other | <u>2,902,543</u> |

| | |
|-----------------------------|-------------------|
| Total Institutional Support | <u>21,440,030</u> |
|-----------------------------|-------------------|

| | |
|---|-------------------|
| SCHOLARSHIPS, STUDENTS GRANTS, & WAIVERS | <u>13,907,841</u> |
|---|-------------------|

| | |
|---|------------------------------|
| TOTAL CURRENT FUNDS EXPENDITURES | <u><u>\$ 114,325,570</u></u> |
|---|------------------------------|

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

(See independent auditor's report.)

**ILLINOIS COMMUNITY COLLEGE BOARD
STATE GRANTS FINANCIAL - COMPLIANCE SECTION**

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Naperville, IL 60563
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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Waubonsee Community College
District 516
Sugar Grove, Illinois

Opinions

We have audited the accompanying balance sheet of Waubonsee Community College District Number 516 (the College), State Adult Education and Family Literacy Grant Programs as of June 30, 2025, and the related statement of revenues, expenditures and changes in fund balances for the year then ended and the notes to financial statements - state grants programs.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Waubonsee Community College District Number 516's State Adult Education and Family Literacy Grant Programs as of June 30, 2025, and the changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Government Auditing Standards*, and the guidelines of the Illinois Community College Board *Fiscal Management Manual*. Our responsibilities under these standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We also reviewed the compliance with the provisions of the agreement between the District and the Illinois Community College Board. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

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

Responsibilities of Management 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 and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings and certain internal control-related matters that we identified during the audit.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated November 20, 2025, on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

Sikich CPA LLC

Naperville, Illinois
November 20, 2025

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

**STATE ADULT EDUCATION AND FAMILY LITERACY RESTRICTED FUNDS
BALANCE SHEET**

June 30, 2025

| | State Basic | State Performance | Total |
|--|------------------------|------------------------------|------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ - | \$ 27,667 | \$ 27,667 |
| Investments | 18,826 | - | 18,826 |
| TOTAL ASSETS | \$ 18,826 | \$ 27,667 | \$ 46,493 |
| LIABILITIES AND FUND BALANCES | | | |
| LIABILITIES | | | |
| Accounts payable | \$ 858 | \$ 2,737 | \$ 3,595 |
| Accrued payroll | 7,087 | 3,290 | 10,377 |
| Accrued compensated absences | 10,881 | 21,640 | 32,521 |
| Total liabilities | 18,826 | 27,667 | 46,493 |
| FUND BALANCES | | | |
| None | - | - | - |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 18,826 | \$ 27,667 | \$ 46,493 |

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

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

For the Year Ended June 30, 2025

| | State Basic | State Performance | Total |
|--|------------------------|------------------------------|--------------|
| REVENUES | | | |
| State sources | \$ 572,768 | \$ 261,180 | \$ 833,948 |
| Total revenues | 572,768 | 261,180 | 833,948 |
| EXPENDITURES | | | |
| Direct instruction | 340,777 | 83,642 | 424,419 |
| Total direct instruction | 340,777 | 83,642 | 424,419 |
| Student services | | | |
| Guidance services | 133,217 | 93,469 | 226,686 |
| Assessment and testing | 13,890 | 50,128 | 64,018 |
| Total student services | 147,107 | 143,597 | 290,704 |
| Direct program support | | | |
| General administration | 12,066 | 19,705 | 31,771 |
| Workforce coordination | - | 1,905 | 1,905 |
| Data and information systems | 45,546 | - | 45,546 |
| Total direct program support | 57,612 | 21,610 | 79,222 |
| Indirect cost | 27,272 | 12,331 | 39,603 |
| Total expenditures | 572,768 | 261,180 | 833,948 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - |
| FUND BALANCES, JULY 1, 2024 | - | - | - |
| FUND BALANCES, JUNE 30, 2025 | \$ - | \$ - | \$ - |

(See independent auditor's report.)

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS - STATE GRANT PROGRAMS

June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Waubonsee Community College District 516 (the College) conform to generally accepted accounting principles as set forth by the Governmental Accounting Standards Board. The following is a summary of the more significant accounting policies:

a. General

The accompanying statements include transactions resulting from the Illinois Community College Board (ICCB) State Adult Education and Family Literacy Restricted Grant Program. These transactions have been accounted for in the Restricted Purposes Funds of the governmental subgroup.

b. Basis of Accounting

The statements have been prepared on the modified accrual basis of accounting and the current financial resources measurement focus. Expenditures include all accounts payable representing liabilities for goods and services actually received as of June 30, 2025. Funds obligated for goods prior to June 30 for which the goods are received prior to August 31, if any, are recorded as restricted fund balances.

c. Capital Assets

Capital asset purchases are recorded as expenditures - capital outlay.

2. PAYMENTS OF PRIOR YEAR'S ENCUMBRANCES

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

a. Unrestricted Grants

Base Operating Grants

General operating funds provided to colleges based upon credit enrollment.

WAUBONSEE COMMUNITY COLLEGE

DISTRICT 516

SUGAR GROVE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - STATE GRANT PROGRAMS (Continued)

2. BACKGROUND INFORMATION ON STATE GRANT ACTIVITY (Continued)

a. Unrestricted Grants (Continued)

Equalization Grants

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

b. Restricted Adult Education Grants/State

State Basic and State Performance

Grant awarded to Adult Education and Family Literacy providers to assist adults to become literate and obtain the knowledge and skills necessary for employment and self-sufficiency; to assist adults who are parents to obtain the educational skills necessary to become full partners in the educational development of their children, to assist in completion of a secondary school education and to assist immigrants and other individuals who are English language learners in improving their reading, writing, speaking and comprehension skills in English and mathematics.

Instructional activities included in the adult education grants may include adult basic education, adult secondary education, English language acquisition, career exploration/awareness skills, integrated English literacy/civics education, bridge programs, integrated career and academic preparation systems, high school credit, vocational training, family literacy, volunteer literacy coordination, workplace literacy and correction education.

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**INDEPENDENT ACCOUNTANT'S REPORT ON ENROLLMENT DATA
AND OTHER BASES UPON WHICH CLAIMS ARE FILED AND
SUPPORTING RECONCILIATION OF SEMESTER CREDIT HOURS**

Members of the Board of Trustees
Waubonsee Community College
District 516
Sugar Grove, Illinois

We have examined management of Waubonsee Community College - Illinois Community College District 516's (the College) assertion that the College complied with the guidelines of the Illinois Community College Board's *Fiscal Management Manual* included in the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed and the Reconciliation of Total Semester Credit Hours of Waubonsee Community College during the period July 1, 2024 through June 30, 2025. The College's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion about the College's compliance with the specified requirements based on our examination.

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

We are required to be independent and meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

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

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

Sikich CPA LLC

Naperville, Illinois
November 20, 2025

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

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

For the Year Ended June 30, 2025

| | Total Semester Credit Hours by Term | | | | | | | |
|---|--|---------------------|-------------------|---------------------|-------------------|---------------------|-------------------|---------------------|
| | Summer | | Fall | | Spring | | Total | |
| | Restricted | Unrestricted | Restricted | Unrestricted | Restricted | Unrestricted | Restricted | Unrestricted |
| CATEGORIES | | | | | | | | |
| Baccalaureate | - | 13,538.0 | - | 46,528.0 | - | 46,531.0 | - | 106,597.0 |
| Business occupational | - | 912.0 | - | 3,746.0 | - | 4,112.5 | - | 8,770.5 |
| Technical occupational | - | 574.0 | - | 5,577.0 | - | 5,833.0 | - | 11,984.0 |
| Health occupational | - | 784.0 | - | 2,924.0 | - | 3,769.5 | - | 7,477.5 |
| Remedial developmental | - | 665.0 | - | 3,293.0 | - | 2,667.0 | - | 6,625.0 |
| Adult basic education/adult secondary education | 1,269.0 | - | 11,530.0 | 24.0 | 11,001.0 | 18.0 | 23,800.0 | 42.0 |
| TOTAL CREDIT HOURS VERIFIED | 1,269.0 | 16,473.0 | 11,530.0 | 62,092.0 | 11,001.0 | 62,931.0 | 23,800.0 | 141,496.0 |

| | In-District | Chargeback/ Contractual Agreement | Total |
|--|--------------------|--|------------------------|
| Reimbursable credit hours (unrestricted) | 127,416.5 | 3,757.0 | 131,173.5 |
| | In-District | | Total |
| Reimbursable credit hours (restricted) | 21,269.0 | | 21,269.0 |
| | Dual Credit | | Dual Enrollment |
| Reimbursable credit hours (unrestricted) | 25,587.0 | | 442.0 |
| | Dual Credit | | Dual Enrollment |
| Reimbursable credit hours (restricted) | - | | - |

A student's legal residence is used to determine the student's residency for both tuition calculation and submission of reports for state funding purposes. According to ICCB guidelines, a student must reside within the district for at least 30 days prior to the start of the semester in order to meet in district residency requirements.

The College uses the U.S. Postal Service to verify a student's permanent residence. If there is a question about a student's residency, the student must submit a combination of three types of documentation:

- (1) rental or property ownership documentation
- (2) governmental recognition of the residential address (employer, state or federal documents)
- (3) institutional recognition of the residential address (utilities, bank, etc.)

Each case is treated individually and documentation tailored to the student's specific situation.

DISTRICT'S 2024 EQUALIZED ASSESSED VALUATION \$ 14,620,519,870

**WAUBONSEE COMMUNITY COLLEGE
DISTRICT 516
SUGAR GROVE, ILLINOIS**

RECONCILIATION OF TOTAL SEMESTER CREDIT HOURS

For the Year Ended June 30, 2025

| | Total Unrestricted Credit Hours | Total Unrestricted Credit Hours Certified to the ICCB | Difference | Total Restricted Credit Hours | Total Restricted Credit Hours Certified to the ICCB | Difference |
|--|--|--|-------------------|--|--|-------------------|
| Baccalaureate | 106,597.0 | 106,597.0 | - | - | - | - |
| Business occupational | 8,770.5 | 8,770.5 | - | - | - | - |
| Technical occupational | 11,984.0 | 11,984.0 | - | - | - | - |
| Health occupational | 7,477.5 | 7,477.5 | - | - | - | - |
| Remedial developmental | 6,625.0 | 6,625.0 | - | - | - | - |
| Adult basic education/adult secondary education | 42.0 | 42.0 | - | 23,800.0 | 23,800.0 | - |
| TOTAL | 141,496.0 | 141,496.0 | - | 23,800.0 | 23,800.0 | - |