



Southwestern Illinois College
Community College District #522

Comprehensive Annual
Financial Report

For the Fiscal year Ended
June 30, 2015

COMPREHENSIVE ANNUAL FINANCIAL REPORT

SOUTHWESTERN ILLINOIS COLLEGE
COMMUNITY COLLEGE DISTRICT # 522
Belleville, Illinois

For the Fiscal Year Ended 2015

Prepared by:
Business Office
Bernie Ysursa, Vice President for Administrative Services and Board Treasurer

Introductory Section

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December 29, 2015

To the Citizens of Community College District No. 522:

We hereby submit the Comprehensive Annual Financial Report (CAFR) of Southwestern Illinois College, Community College District No. 522 (District), Belleville, Illinois, as of and for the fiscal years ended June 30, 2015 and 2014.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data to be accurate in all material respects and to be reported in a manner designed to present fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

FINANCIAL STATEMENTS

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

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Information related to this single audit, including the schedule of expenditures of federal awards, findings, and recommendations, as well as the independent auditor's reports on the compliance and on the internal control over financial reporting based on an audit of financial statements performed in accordance with government auditing standards, and the independent auditor's report on compliance with requirements applicable to each major program, internal control over compliance in accordance with OMB Circular A-133, are included in the federal financial compliance section.

PHILOSOPHY, MISSION AND GOALS

Southwestern Illinois College is a comprehensive community college operating in accordance with the provisions of the Illinois Public Community College Act, is recognized by the Illinois Community College Board (ICCB), and is an educational institution committed to providing the best learning opportunities. We are a starting point for higher education, a bridge to developing career skills and a pathway to personal achievement.

As our mission states, "Southwestern Illinois College upholds the dignity and worth of all people and believes that learning is a lifelong process which enhances the quality of life. The college provides for individual growth through educational excellence and active partnerships with students and the community." The District fulfills its mission via the following institutional values:

Our Values

As a people, as a learning community, and as an institution we will reflect and practice those values integral to higher education and to the well-being of our region:

Student Success

At Southwestern, we value student success as the "ultimate measure of our effectiveness." Over 721 students completed transfer degrees, which ranks Southwestern seventh in the Illinois Community College System. Our students often perform as well as or better than the native students at the major four-year institutions where they transfer.

Respect for People

We will treat each other with dignity, fairness, and understanding; value open discussion; and respect the ideas and opinions of others.

Value of Education

We will promote the value of education throughout our institution and our communities by providing quality programs and services that empower learners to achieve their goals, strengthen their self-esteem and independence, and provide the means for improving their economic well-being and quality of life.

Integrity

We will strive to ensure that our actions are in accord with our standards, that we are honest with one another, and that we follow through on our promises and obligations.

Excellence

We will at all times do our best to merit recognition as a premier community college and will recognize the excellence that is attained by our faculty, staff, and students.

Fairness

We will practice fairness by establishing clear standards and expectations for students, faculty, and staff and ensuring that those standards are applied uniformly.

Lifelong Learning

We believe that education does not end when a degree is earned and that not all learners seek a degree. We will therefore strive to create a learning community that is open-ended and committed to providing opportunities for continuous learning.

Affordability

We will provide a high-value, affordable education that does not compromise on quality. We will make a collective effort to be value-minded stewards using resources with wisdom and promoting appropriate community partnerships.

Accountability

We are accountable for our performance. We will establish high standards of academic, institutional, and personal professional practice and will commit ourselves to the regular evaluation of our effectiveness and to a regular program of development and self-improvement.

HISTORY

Founded in 1946, Southwestern Illinois College was originally known as Belleville Junior College and operated under the jurisdiction of Belleville Township High School District 201. That year, the institution enrolled 169 students for its first fall class, more than 60 percent of whom were young veterans of World War II. The Illinois General Assembly passed the Junior College Act in 1965, and in 1966, area voters approved a referendum establishing the Class I Belleville Junior College District 522. Construction of the first phase of the Belleville Campus was completed in 1971. The Granite City Campus building was purchased from the Granite City School District in 1985. A community effort led to the construction of the Red Bud Campus in 1985. The campus building and property were deeded officially to the college in 1997.

On January 1, 2000, the college's name changed to Southwestern Illinois College, a name that represents the region we serve.

ACCREDITATION HISTORY

Southwestern Illinois College is accredited by the Higher Learning Commission. The College has held this accreditation since 1961. Southwestern is a member institution of the Academic Quality Improvement Program (AQIP) sponsored by the Commission. This affiliation extends our accreditation through the 2015-2016 academic year. The AQIP process focuses on continuous quality improvement and enables Southwestern to meet the Higher Learning Commission's accreditation standards through a "systems" approach to quality improvement.

ENROLLMENT

During fiscal year 2014, the unduplicated student headcount was 20,734. The unduplicated student headcount for fiscal year 2015 was 19,845. This drop in enrollment mirrors regional and national trends at the community college level. While the college continues to experience a decrease in the number of its returning students from the previous fiscal year, it is also experiencing a slight decline in its new student population. The college is currently experiencing a loss of enrollment from its returning students due to higher numbers of degrees and certificates awarded during the previous two years. A recession normally brings about significant increases in community college enrollments. The nature of today's economy, the loss of state funding for several grant and/or financial aid programs, and stricter federal financial aid regulations may still be keeping some students from enrolling. Even though face-to-face enrollment has fallen over the past two years, dual credit courses taught at the district's high schools and online course deliveries throughout the district have enjoyed significant enrollment increases.

ECONOMIC CONDITION AND OUTLOOK

The District is the eleventh largest community college district in the State of Illinois. The District includes all or parts of eight counties covering 2,100 square miles, and operates campuses in Belleville, Granite City, and Red Bud, plus off-campus sites in more than 20 communities; Programs and Services for Older Persons; and Selsius [the Center for Training Innovations]. The District includes all or portions of the following eight counties: Bond, Madison, Monroe, Montgomery, Perry, Randolph, St. Clair, and Washington. SWIC ranks eighth in terms of district population among the Illinois community colleges.

During the fiscal year ended June 30, 2015, the District enrolled approximately 24,000 credit students. The most recent SWIC 2014 Illinois Peer Comparisons indicates that we are 7th in FTE and 5th in degree/certificate completions.

Southwestern Illinois College is one of the largest employers in St. Clair and Madison Counties (the two largest counties in the District), with approximately 160 full-time and more than 800 adjunct and part-time faculty and over 1,300 full and part-time staff employed. While the District includes a military air base, several large hospitals and medical offices, it is made up primarily of growing bedroom communities, office buildings, regional and local shopping areas and a small amount of light manufacturing.

Unemployment rates in Southwestern Illinois have decreased from 7.0% in 2014 to 5.5% in 2015.

The population of the SWIC Economic Region has grown by just 3% since 2004, in line with the population growth that has occurred in Illinois, yet far below the United States as a whole (8.9%) over the same period. Over the next ten years, population growth in the SWIC Economic Region is projected to remain fairly flat; growing by only an additional 1.6% between 2014 and 2024, also in line with the state's population growth, but below the nation's expected 4.5% growth over the same period.

MAJOR COLLEGE INITIATIVES

AQIP

The District continues as an accredited member of the Academic Quality Improvement Program (AQIP) of the Higher Learning Commission (HLC). Several significant events, attributed to AQIP and/or Strategic Planning, occurred during fiscal year 2014-2015:

Several AQIP "Action Projects" were active during the year and resulted in enhancements to the student experience as well as improvements in college operations. One project focused on improving business processes related to enrollment, advising/counseling, and retention to improve the completion of college certificates, degrees, and transfer and to enhance student success. Another project that began last year and is still in progress is devoted to student financial literacy and the development of a program designed to assist students in making appropriate financial decisions to fund their education.

In September 2014, a seven-member team representing faculty, administration, and the Board of Trustees attended the AQIP Strategy Forum. An outcome of this activity was the identification of a new Action Project devoted to developing a Knowledge Management Framework for the institution. This framework will enhance the institution's ability to make informed decisions, assist in the allocation of resources, and align institutional planning with operational efforts.

Southwestern makes very effective use of its accreditation under AQIP. The processes and products of this affiliation are driving the institution's commitment to continuous quality improvement and have resulted in tangible evidence of self-improvement. AQIP has effectively influenced with our strategic planning system—materially strengthening each process. Finally, the institution's demonstrated progress in its continuous improvement system and its future plans attest to its continuing commitment.

Facilities Planning and Sustainability

Southwestern Illinois College continues its ongoing commitment to the community and environmental stewardship. Regular review of the District master plan allows for the development and implementation of both short-range and long-range goals to best address needs of students, faculty, staff, and guests. Improvements to facilities, building infrastructure, and people oriented processes provide an attractive, safe, reliable, and clean environment in support of the educational Mission and operation of the facilities in a cost-effective and sustainable manner.

Newly completed renovations in the Information Sciences Building at the Belleville Campus highlight the value placed on students and improved customer service. Financial Aid and Student Employment Services revitalized their commitment to student service, opening up the reception area with personal greeting, improved sightlines, and enhanced access for students. The area is now more welcoming and conducive for both self-service and convenient one-on-one customer care through an improved check-in process. Both the Counseling and the Disability and Access Offices, also newly renovated, provide improved customer service and expanded services for students needing assistance with selecting their educational pathway and other needs. All physical renovations included new paint, low-maintenance carpet and the installation of LED lighting – reducing energy usage, energy costs and lowering the overall carbon footprint of the building.

The District completed two significant revitalization projects at the Sam Wolf Granite City Campus. Most significant was the work involved renovating numerous restrooms throughout the complex to ensure that all the areas accommodate accessible restroom stalls and sinks in meeting ADA standards. The project also included the installation of wall tile and resinous floor systems that improve the tactile surface and reduce maintenance needs. Roof renovations were also

completed, including the full replacement of a roof that had reached the end of its effective life and became costly to repair, and the application of an architectural roof coating to a significantly large roof in order to extend the life of the roof and address various needed repairs. Both systems are considered white roofs – each reducing the energy consumption needed to cool the areas during the summer by reflecting solar energy.

With the completion of the shared-use bike path and the bridges that span Greenmount and Carlyle, the Belleville Campus has realized an increase in the use of the pedestrian and bike trail. The increased use has provided greater exposure to the campus and improved its connection to the community as it has also hosted numerous biking and walking events. Similarly, the Intramural Gym continues to be a destination for many community groups, local teams, and community fundraising events.

As part of our continuous improvement process, the Physical Plant staff continues to work as a team for improving campus buildings and grounds within the District. Parking lot maintenance and repairs are planned improvements that occur annually as part of the Facilities Master Plan. Conversion of parking lot lighting to LED fixtures is slated for the near future in order to reduce energy costs and reduce maintenance. Other sustainable initiatives include improvements to our recycling program, replacement of fluorescent lights with LED lights and continued use of green cleaning methods in order to reduce waste.

Student Success

At Southwestern, we value student success as the “ultimate measure of our effectiveness.” During FY 2015, approximately 721 students completed transfer degrees, which ranks Southwestern seventh in the Illinois Community College System. Our students often perform as well as or better than the native students at the major four-year institutions where they transfer.

SWIC’s students completed 2,335 associate of applied science degrees and occupational certificates during fiscal year 2015. The College currently offers approximately 60 different associate of applied science degrees and more than 85 occupational certificates meeting the needs of local and regional employers.

Success Centers, located at each of the three SWIC campuses and at the ESLCCC, offer tutoring and other academic support programs to supplement classroom instruction and to enhance student learning. In FY 2015, the Success Centers district-wide had 94,222 visits by 8,170 different students. About 36% of the student visits were for tutoring. On average 69% of the students who participate in tutoring successfully complete the class(es) for which they receive tutoring and 71% enroll in classes the next semester. The Success Centers, which are one of the key academic support programs at SWIC, help students to succeed in their classes, to be retained to the next semester, and ultimately to reach their educational goals.

Instructional Delivery Systems

Southwestern offers a wide range of educational opportunities through a variety of delivery methods. Courses within our degree and certificate programs are offered in full-semester and compressed-delivery formats. While face-to-face instruction remains the most common delivery method, the use of technology and support from the Faculty Technology department has increased our online learning opportunities. The use of online homework systems and e-books has become more prevalent in recent years and many instructors are making use of online course components within their face-to-face classes. The 447 online course offerings in fiscal year 2015 represent a 1.11% decrease over fiscal year 2014. Though the number of courses decreased, the number of online student enrollments grew to 8,704 in fiscal year 2015. This represents a 3.42% increase over the 2014 fiscal year.

During FY 2015, Adult Education was the recipient of 21 grants totaling \$3,076,157. The program served 2,936 adult learners in the areas of Adult Basic Education, Adult Secondary Education, English as a Second Language, and Vocational Studies. 91 students successfully earned their high school equivalency credential, despite national changes that included implementation of computer-based testing, release of a new version of the standardized test, and a \$70.00 increase in the testing fees by the state’s testing provider, GED® Testing Services. Education services were expanded by the department to address the new mission of Adult Education under the new WIOA law. The new law emphasizes the importance of adult education providers assisting adult learners in their transition to post-secondary education and/or

employment. Consequently, three new programs were implemented to bridge adult education services to career and technical programs at the college; a new standardized curriculum was developed that includes career and workplace readiness instruction; and 159 students were offered mentorship and/or transitional services through the department's Transition to College Program. These service enhancements resulted in 570 students gaining and/or maintaining employment and 85 students completing their vocational program during the fiscal year.

Selsius™ Corporate and Career Training delivered performance improvement and employee development programs to 2,260 employees, serving 120 companies in our district, in FY 2015. Selsius™ provided consulting, assessment, and training services in leadership development, business communications, desktop applications, networking, welding, rigging, and OSHA safety. In partnership with businesses, Selsius™ developed industrial skills assessments for welding, mechanical, and electrical skills. Selsius™ also provided test proctoring services for district businesses

Information Systems

- The core modules of the Enterprise Resource System, PeopleSoft, continue to be patched and upgraded as needed. The current production environment is utilizing the following version of modules and tools.

Module	Module Version	PeopleTools
FN/SCM	9.20.000	8.53.07
HR	9.10.000	8.53.03
HC	9.00.000	8.53.03
Portal	9.10.000	8.54.09

- All application servers were upgraded from Windows 2003 to Windows 2008 or 2012.
- Updated digital signage solution to latest hardware and software versions districtwide.

Improvements in Risk Management, Security, Business Processing and Business Continuity

- The Board of Trustees approved a New Emergency Operations Basic Plan.
- A new Incident Response Plan was created to be compliant with new PCI compliance requirements.

Major Institutional Initiatives

- Implemented a new ubiquitous Wi-Fi solution across all district campuses and facilities.
- Upgraded the AVAYA phone system to Version 6.3.
- SharePoint was upgraded to 2013 to support institutional knowledge management initiative.

FINANCIAL INFORMATION

The District maintains its accounts and prepares its financial statements in accordance with accounting principles generally accepted in the United States of America as set forth by the Governmental and Financial Accounting Standards Boards, the National Association of College and University Business Officers and the Illinois Community College Board (ICCB). The ICCB requires accounting by funds in order that limitations and restrictions on resources can be easily accounted for.

The financial records of the District are maintained on the accrual basis of accounting whereby all revenues are recorded when earned and all expenses are recorded when they have been reduced to a legal obligation to pay. The notes to the financial statements expand and explain the financial statements and the accounting principles applied. The District's financial statements have been audited by the independent public accountants, CliftonLarsonAllen LLP. Their report is included as part of the financial presentation.

The Business Office, under the direction of the Vice President for Administrative Services, is responsible for directing the District's fiscal services, administrative services, auxiliary services, public safety, and physical plant operations. Managing resources in a high-growth environment, with strict attention to dynamic facility, technology, and staffing requirements has been the primary goal of the division. Financial resources and their management have also been strongly influenced by the Board of Trustees. The Board's financial policies, directives, and decisions have set the tone for fiscal prudence and accountability.

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse, and to ensure that transactions are properly recorded to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of the costs and benefits requires estimates and judgments by the District.

Each year, tests are performed by the District's independent auditors to determine the adequacy of the internal control structure, including funds related to federal financial assistance programs, as well as to determine whether the District has complied with all applicable laws and regulations. For the fiscal year ended June 30, 2015, the tests performed by the auditors indicated that there were no noted instances of material weaknesses in the internal control structure and no noted violations of applicable laws or regulations.

Budget Development and Management

The annual budget process is, essentially, ongoing throughout the year. Staff compile revenue and expenditure projections for the following fiscal year in the fall (October/November). These early projections provide management with the budget estimates necessary to make a decision regarding the local tax levy and the extent of local support required to provide effective operations. In February, the deans, directors and other budget managers are provided with budget reports providing historical and current expenditure data for each of their budget lines. Budget requests are submitted in May while the Business Office continues to refine revenue projections. A tentative budget is presented to the Board and adopted in August. The Board then formally adopts the budget in September after a public budget hearing. Budgets are adopted for all District funds.

Staff have developed a strategic planning model for long range operational budgeting. The revenue and expenditure-based assumptions the model is built upon have periodically been reviewed with the Board of Trustees and are regularly updated by staff. Integrated with this model are the more detailed projections of salaries and benefits, which have been two of the District's most critical expenditure categories. The model clearly indicates that financial resources, combined with prudent management, will be adequate to provide for future operational growth.

Balanced and modified zero-based budgeting, as well as an annual commitment to accumulate reserves for building and furnishing the District, have been the primary budgeting practices of the District. The partial use of reserves is being practiced for the next year to maintain operations and student service during times of delayed state funding and possibly even state funding reductions. Additional budget initiatives are considered through a supplemental budget process, depending on available funds, that is reviewed and agreed to at the Presidential staff level and submitted to the Board of Trustees. This process also includes a dynamic dimension that considers changes during the course of the budget year as a result of changes in revenue projections to make adjustments consistent with established priorities.

A more specific long-range analysis of District funding sources and uses through fiscal year 2018 has also been developed to plan for District costs not provided for in the State-funded project. It also aids in the analyses required to evaluate financing alternatives and serves as an outline of the anticipated funding requirements by year. This planning model also demonstrates the attention to long-range planning and budgeting, as well as the institution's projected financial abilities for raising capital.

Budgetary Controls

The District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget adopted by the District's Board of Trustees. The level of budgetary control (that is, the level at which expenditures cannot exceed the budgeted amount) is established for each fund at the line-item level. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at year-end. However, encumbrances generally are re-authorized as part of the following year's budget.

There are several other key controls that provide overall management of the budget. Budget managers have on-line access to budgetary management reports that summarize the budget, expenditures and encumbrances for their areas. Monthly financial information is also presented to the Board of Trustees, which include listings of all bills paid during the month.

DEBT ADMINISTRATION

The District had general bonded debt of \$17,110,000 as of June 30, 2015. Other long-term debt consisted of a capital lease payable of \$886,294 and unamortized bond premium on the 2007 Series Bonds of \$225,377.

According to State of Illinois statute, the District is subject to a limit on bonded debt equal to 2.875% of assessed valuation. The 2013 assessed valuation of \$6,447,133,678 results in a legal debt limit of \$185,355,093 for fiscal year 2015. Other useful indicators of debt position are the ratios of bonded debt, net of debt service funds, to assessed valuation and debt per capita (residents of the District). For the fiscal years 2011-2015, these indicators compare as follows:

Fiscal Year	Bonded Debt, Net	Debt/EAV	Debt Per Capita
2015	\$ 17,063,565	.27%	\$34.81
2014	\$ 20,525,193	.31%	\$41.87
2013	\$ 23,802,128	.36%	\$48.56
2012	\$ 27,131,647	.40%	\$55.35
2011	\$ 29,169,079	.43%	\$76.47

OTHER INFORMATION

Independent Audit

The Illinois Public Community College Act requires an annual audit by independent certified public accountants. The College's Board of Trustees selected the public accounting firm of CliftonLarsonAllen LLP. The requirement has been satisfied and the auditor's opinion is unmodified. The auditor's report on the financial statements and schedules is included in the financial section of this report.

Awards for Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Southwestern Illinois College for its CAFR for the fiscal year ended June 30, 2014. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The District has received the Certificate of Achievement annually since 2004. We believe that our current report for the fiscal year ended June 30, 2015 continues to meet the stringent program requirements for the Certificate of Achievement in Excellence in Financial Reporting. The report is being submitted to GFOA to determine its eligibility for another certificate.

Contact Information

This financial report has been prepared in the spirit of full disclosure to provide the reader with an overview of the District's financial operations. If the reader has questions or would like additional information about the District, please direct the request to the Vice President for Administrative Services at 2500 Carlyle Avenue, Belleville, Illinois, 62221.

ACKNOWLEDGMENTS

We thank the Board of Trustees for their continued interest and support in planning and conducting the financial operations of the District in a highly responsible and accountable manner and with fiscal integrity. We also thank the staff of the Business Office and our external auditors, CliftonLarsonAllen LLP, for their contributions and assistance in preparing this report.

Respectfully submitted,

/s/ Georgia Costello

Georgia Costello, Ph.D.
President

/s/ Bernie Ysursa

Bernie Ysursa
Vice President for Administrative Services and Board Treasurer

Southwestern Illinois College
Community College District #522
Fiscal Year Ended June 30, 2015

Principal Officials as of June 30, 2015

Board of Trustees

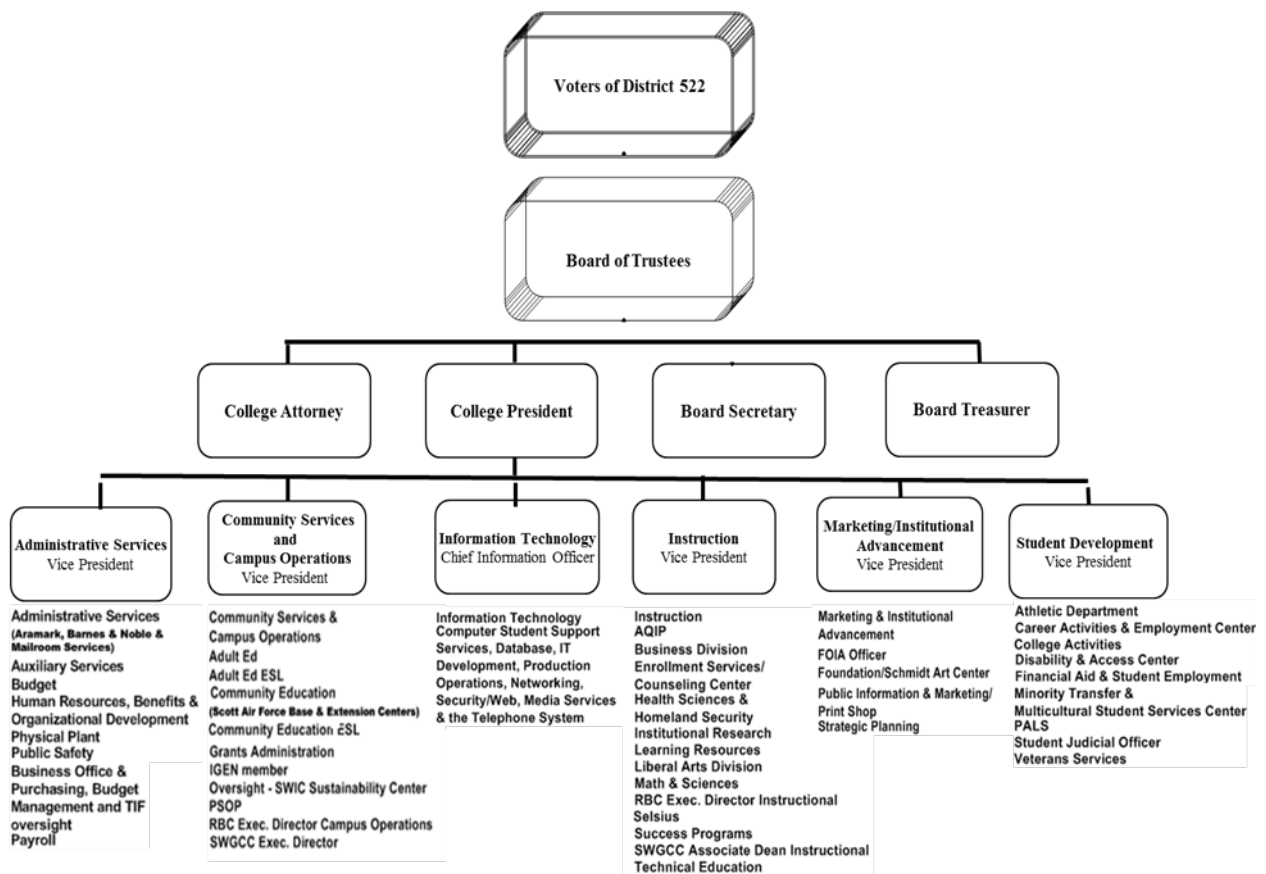
Name	Position	Term Expires
Nick Mance	Chair	2019
Richard E. Roehrkaske	Vice Chair	2019
Dr. Harry Briggs	Trustee	2019
Kenneth R. Joseph	Trustee	2017
Robert G. Morton	Trustee	2019
Philip L. Smith	Trustee	2017
Eugene Verdu	Trustee	2017
Savannah Stellhorn	Student Trustee	2016

Officers of the College

Dr. Georgia Costello	President
Beverly Fiss	Board Secretary
Garrett Hoerner	College Attorney
Bernie Ysursa	Vice President for Administrative Services and Board Treasurer
Dr. James Riha	Chief Information Officer
Clay Baitman	Vice President for Instruction
Mike Fleming	Vice President for Marketing/Institutional Advancement
Dr. Mark Eichenlaub	Vice President for Community Services
Staci Clayborne	Vice President for Student Development

Department Issuing Report

Business Office





Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

**Southwestern Illinois College
Community College District #522**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

A handwritten signature in black ink, reading "Jeffrey R. Emen".

Executive Director/CEO

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Financial Section

INDEPENDENT AUDITORS' REPORT

Board of Trustees
Southwestern Illinois College
Community College District #522
Belleville, Illinois

Report on the Financial Statements

We have audited the accompanying basic financial statements of Southwestern Illinois Community College, Community College District #522 (the District), and its discretely presented component unit as of and for the years ended June 30, 2015 and 2014, and the related notes to the financial statements, which collectively comprise the entity's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of Southwestern Illinois Community College, Community College District #522, and its discretely presented component unit as of June 30, 2015 and 2014, 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.

Emphasis of Matters

As discussed in Note 1 to the financial statements, in 2015 the District adopted new accounting guidance, GASB Statement No. 68, Accounting and Reporting for Pensions and as amended, GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Schedule of Changes in Assets and Liabilities – Fiduciary Fund on page 58, the Uniform Financial Statements on pages 95 through 100, the Combining Schedules on pages 103 through 107, and the Internal Service Fund financial statements on pages 108 through 109 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards on pages 131 through 132, as required by the Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is also presented for purposes of additional analysis and is not a required part of the basic financial statements.

The Schedule of Changes in Assets and Liabilities – Fiduciary Fund, Uniform Financial Statements, the Combining Schedules, the Internal Service Fund financial statements, and the Schedule of Expenditures of Federal Awards 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. Such 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


Board of Trustees
Southwestern Illinois College
Community College District #522

Financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 29, 2015, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Belleville, Illinois
December 29, 2015

Management's Discussion and Analysis

Management's Discussion and Analysis

This section of Southwestern Illinois College, Community College District #522's, (District), Comprehensive Annual Financial Report presents management's discussion and analysis of the District's financial activity during the fiscal years ended June 30, 2015 and 2014. 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 (pages iv-xii), the District's basic financial statements (pages 15-22) and the footnotes (pages 23-55). Responsibility for the completeness and fairness of this information rests with the District.

Using This Annual Report

The financial statement focuses on the District as a whole. The District's basic financial statements (pages 15-22) are designed to emulate corporate presentation models whereby all District activities are consolidated into one total. The focus of the Statement of Net Position is designed to reflect the District's financial position at a certain time. This statement combines and consolidates current financial resources (short-term spendable resources) with capital assets. The Statement of Revenues, Expenses, and Changes in Net Position focuses on both the gross costs and the net costs of District activities, which are supported mainly by property taxes, student tuition and fees, and by other governmental revenues. This approach is intended to summarize and simplify the user's analysis of the cost of various District services to students and the public.

Financial Highlights

Assets and deferred outflows exceeded liabilities and deferred inflows (net position) by \$106.4 million as of June 30, 2015. Of this amount, \$64.8 million is the net investment in capital assets, \$4.4 million is restricted, and \$37.2 million is unrestricted and available to meet current and future obligations of the District.

Operating revenue includes activities that have the characteristics of exchange transactions, such as student tuition and fees (net of scholarship discounts and allowances) and sales and services of auxiliary enterprises. Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as (1) local property taxes, (2) state appropriations, (3) most federal, state, and local grants and contracts, and federal appropriations and (4) gifts and contributions. Operating expenses are those expenses for the purpose of providing education and operational activities of the District. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenditures. The District's operating expenses are funded primarily through non-operating revenue. Non-operating revenue, net of non-operating expenses, for the year ended June 30, 2015, was \$87.6 million. State grants and contracts represented 21% of the total, local property taxes 30%, and federal grants and contracts 22%. Student tuition and fees comprised approximately 85% of the total operating revenues.

Total operating expenses for the year ended June 30, 2015, were \$85.2 million, excluding SURS on-behalf payments. Instruction, academic support, student services and operation and maintenance of plant represented 61% of total operating expenses, while institutional expenses were 33%, excluding SURS on-behalf payments. Depreciation and amortization, which was \$5.5 million, represented 6% of total operating expenses.

Financial Analysis of the District as a Whole

Net Position As of June 30, (in millions)

	2015	2014	Increase (Decrease) 2015-2014	2013	Increase (Decrease) 2014-2013
Current assets	\$ 105.5	\$ 104.8	\$ 0.7	\$ 103.4	\$ 1.4
Non-current assets					
Capital assets, net of depreciation	78.8	82.3	(3.5)	81.6	0.7
Deferred outflows	0.3	-	0.3	-	-
Total assets and deferred outflows	184.6	187.1	(2.5)	185.0	2.1
Current liabilities	21.5	21.4	0.1	19.9	1.5
Non-current liabilities	15.3	18.8	(3.5)	22.5	(3.7)
Deferred inflows	41.4	39.3	2.1	38.5	0.8
Total liabilities and Deferred inflows	78.2	79.5	(1.3)	80.9	(1.4)
Net position					
Investment in capital assets	64.8	67.3	(2.5)	65.4	1.9
Unrestricted	37.2	35.0	2.2	33.0	2.0
Restricted	4.4	5.3	(0.9)	5.7	(0.4)
Total net position	\$ 106.4	\$ 107.6	\$ (1.2)	\$ 104.1	\$ 3.5
Total revenue	\$ 103.3	\$ 107.5	\$ (4.2)	\$ 101.4	\$ 6.1
Total expenses	\$ 104.8	\$ 104.0	\$ 0.8	\$ 102.7	\$ 1.3

This schedule is prepared from the District's statement of net position (page 15) which is presented on an accrual basis of accounting whereby assets are capitalized and depreciated.

As of June 30, 2015, the District's net position was \$106.4 million, of which 61% represents investment in capital assets, 4% represents resources that are available for the operation and support of the educational program, but are restricted as to their use by outside agencies and the remaining 35% represents unrestricted resources. The District's current assets totaled \$105.5 million, of which 46% represents cash and cash equivalents and 37% represents property taxes receivable. Total liabilities and deferred inflows of resources were \$78.2 million, of which 53% were deferred inflows of property taxes, 27% was current liabilities, and 20% was non-current liabilities.

Fiscal Year 2015 Compared to 2014

Total assets were \$185 million in the current year and were consistent with the prior year. Current assets increased slightly over the prior year due to an increase in property tax receivables. Non-current assets decreased slightly over the prior year due to a decrease in depreciable property, building, and equipment, net.

Non-Current liabilities decreased in comparison with the prior year due to the regular payment of the District's bonds. Deferred inflows increased slightly due to the increase in the subsequent year's property taxes.

Fiscal Year 2014 Compared to 2013

Total assets were \$187 million in the current year and were consistent with the prior year. Current assets increased slightly over the prior year due to an increase in cash and cash equivalents.

Non-Current liabilities decreased in comparison with the prior year due to the regular payment of the District's bonds.

Net Position

	<u>2015</u>	<u>2014</u>	<u>Increase (Decrease) 2015-2014</u>	<u>2013</u>	<u>Increase (Decrease) 2014-2013</u>
Net position					
Net invested in capital assets, net of related debt	\$ 64.8	\$ 67.3	\$ (2.5)	\$ 65.4	\$ 1.9
Unrestricted	37.2	35.0	2.2	33.0	2.0
Restricted	<u>4.4</u>	<u>5.3</u>	<u>(0.9)</u>	<u>5.7</u>	<u>(0.4)</u>
Total	<u>\$ 106.4</u>	<u>\$ 107.6</u>	<u>\$ (1.2)</u>	<u>\$ 104.1</u>	<u>\$ 3.5</u>

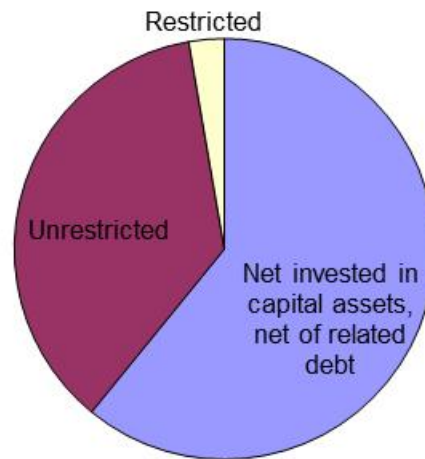
Fiscal Year 2015 Compared to 2014

The decrease in net invested in capital assets is due primarily to normal depreciation of capital assets.

Fiscal Year 2014 Compared to 2013

The increase in net invested in capital assets is due primarily to the Multi-modal project, the Schmidt Art Center Addition, and the completion costs associated with various other construction projects.

The following is a graph illustration of net position:



**Operating Results for the Years Ended
June 30,
(in millions)**

	<u>2015</u>	<u>2014</u>	<u>Increase (Decrease) 2015-2014</u>	<u>2013</u>	<u>Increase (Decrease) 2014-2013</u>
Operating revenue					
Tuition and fees	\$ 13.2	\$ 13.0	\$ 0.2	\$ 13.6	\$ (0.6)
Other	<u>1.6</u>	<u>2.7</u>	<u>(1.1)</u>	<u>2.2</u>	<u>0.5</u>
Total operating revenue	<u>14.8</u>	<u>15.7</u>	<u>(0.9)</u>	<u>15.8</u>	<u>(0.1)</u>
Less operating expenses	<u>103.9</u>	<u>103.1</u>	<u>0.8</u>	<u>102.1</u>	<u>1.0</u>
Operating (loss)	<u>(89.1)</u>	<u>(87.4)</u>	<u>(1.7)</u>	<u>(86.3)</u>	<u>(1.1)</u>
Non-operating revenue (expense)					
Property taxes	26.4	26.0	0.4	25.4	0.6
Federal grants and contracts	19.6	20.7	(1.1)	21.6	(0.9)
State grants and contracts	18.8	20.4	(1.6)	18.9	1.5
Other	23.7	24.8	(1.1)	19.7	5.1
Interest expense	<u>(0.9)</u>	<u>(1.0)</u>	<u>0.1</u>	<u>(0.6)</u>	<u>(0.4)</u>
	<u>87.6</u>	<u>90.9</u>	<u>(3.3)</u>	<u>85.0</u>	<u>5.9</u>
Income (loss) before contributions	(1.5)	3.5	(5.0)	(1.3)	4.8
Capital contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net position	(1.5)	3.5	(5.0)	(1.3)	4.8
Net position, beginning of year	107.6	104.1	3.5	105.4	(1.3)
Change in accounting principle	<u>0.3</u>	<u>-</u>	<u>0.3</u>	<u>-</u>	<u>-</u>
Net position, beginning of year, as restated	107.9	104.1	3.8	105.4	(1.3)
Net position, end of year	<u>\$ 106.4</u>	<u>\$ 107.6</u>	<u>\$ (1.2)</u>	<u>\$ 104.1</u>	<u>\$ 3.5</u>

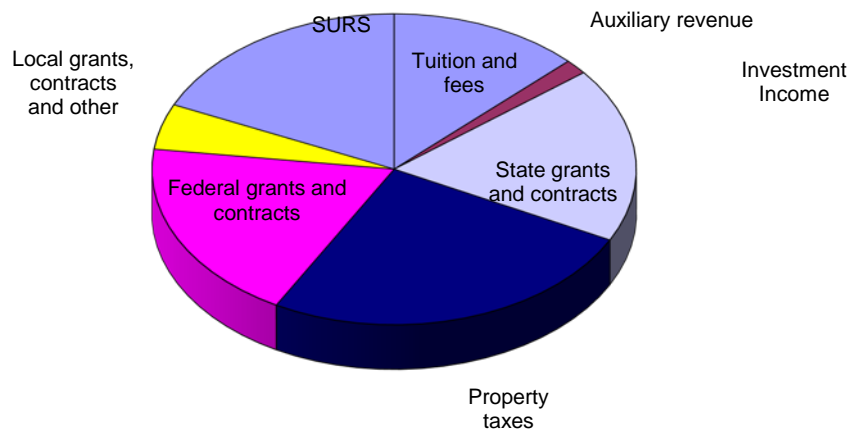
Fiscal Year 2015 Compared to 2014

Non-operating revenue decreased by \$3.3 million. This was mainly due to a decrease in State grants and contracts and other non-operating revenues. State grants and contracts decreased from the prior year due to the timing of DCEO funds received by IGEN, Illinois Green Economy Network. The District noted a decrease in other non-operating revenue due to the completion of the Multi-Modal Transportation project, which included the District receiving \$4.3 million in capital improvements located on the Belleville campus in the prior year. The decrease in Other Non-Operating revenue was offset by an increase in the SURS contributions provided by the state of approximately \$3 million.

Fiscal Year 2014 Compared to 2013

Non-operating revenue increased by \$5.9 million. This was mainly due to the \$5.1 million increase in Other non-operating revenue. This increase was primarily related to the completion of the Multi-modal transportation project between the State of Illinois Department of Transportation and the Bi-State Development Agency. Upon completion of the project, the District received \$4.3 million in capital improvements located on the Belleville campus from the Bi-State Development Agency.

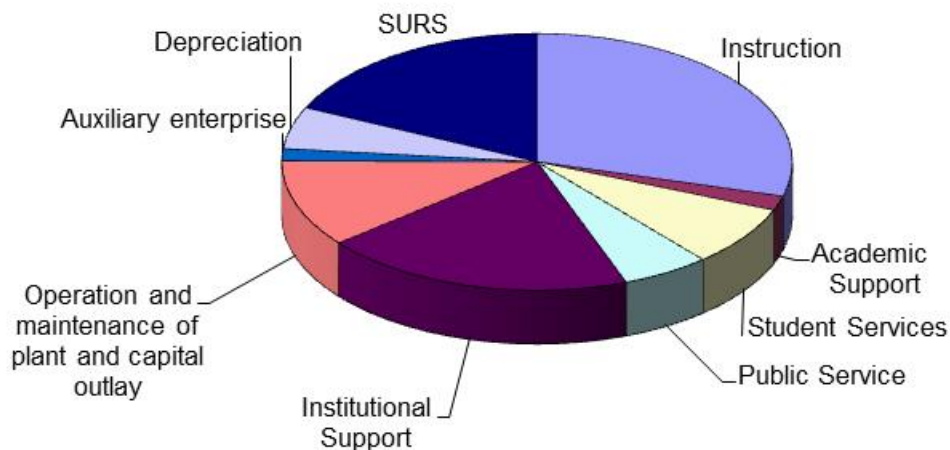
The following is a graphic illustration of revenues by source:



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

	<u>2015</u>	<u>2014</u>	<u>Increase (Decrease) 2015-2014</u>	<u>2013</u>	<u>Increase (Decrease) 2014-2013</u>
Operating expenses by program					
Instruction	\$ 30.5	\$ 31.9	\$ (1.4)	\$ 31.8	\$ 0.1
Academic support	1.9	1.9	-	1.8	0.1
Student services	7.9	8.7	(0.8)	8.9	(0.2)
Public service	5.8	6.7	(0.9)	6.5	0.2
Institutional support	20.6	18.4	2.2	18.2	0.2
Operation and maintenance of plant	11.4	12.3	(0.9)	13.3	(1.0)
Auxiliary enterprise	1.6	1.8	(0.2)	1.4	0.4
Depreciation	5.4	5.6	(0.2)	5.2	0.4
SURS	18.8	15.8	3.0	15.0	0.8
Total	<u>\$ 103.9</u>	<u>\$ 103.1</u>	<u>\$ 0.8</u>	<u>\$ 102.1</u>	<u>\$ 1.0</u>

The following is a graphic illustration of operating expenses by program:

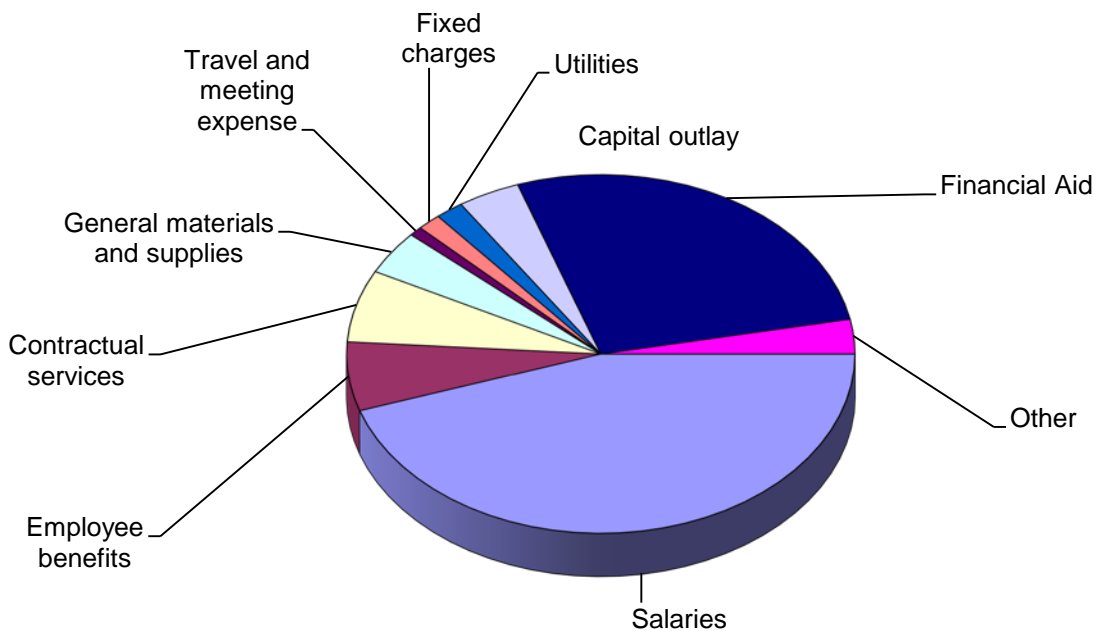


While operating expenses by program provide an important piece of financial information for managing and reporting purposes, operating expenses by object are also a valuable financial management tool. The following schedule is a summary of operating expenses by object for the Current Unrestricted and the Restricted Funds.

Operating Expenses by Object
Current Unrestricted and Restricted Funds (Modified Accrual)
For the Years Ended June 30,
(in millions)

	<u>2015</u>	<u>2014</u>	<u>Increase (Decrease) 2015-2014</u>	<u>2013</u>	<u>Increase (Decrease) 2014-2013</u>
Operating expenses by object					
Salaries	\$ 47.5	\$ 50.1	\$ (2.6)	\$ 49.5	\$ 0.6
Employee benefits	6.6	6.6	-	6.0	0.6
Contractual services	6.9	5.3	1.6	5.6	(0.3)
General materials and supplies	4.2	4.1	0.1	3.7	0.4
Travel and meeting expense	0.9	0.9	-	1.1	(0.2)
Fixed charges	1.6	1.9	(0.3)	1.5	0.4
Utilities	1.9	1.5	0.4	1.7	(0.2)
Capital outlay	4.2	2.6	1.6	4.1	(1.5)
Financial aid	28.8	37.4	(8.6)	30.7	6.7
Other	3.3	3.3	-	3.4	(0.1)
Total	<u>\$105.9</u>	<u>\$113.7</u>	<u>\$ (7.8)</u>	<u>\$107.3</u>	<u>\$ 6.4</u>

The following is a graphic illustration of operating expenses by object (modified accrual):



Note: Current and Restricted funds include Education, Operations and Maintenance, Auxiliary Enterprises, Restricted Purposes, Audit and Liability, Protection and Settlement.

Fiscal Year 2015 Compared to 2014

The expenses in the Current Unrestricted and Restricted funds decreased \$9 million due to the decrease of Financial Aid expenses of \$8.5 million, which was due to a decrease in financial aid awarded to students. Salaries decreased by approximately \$2.6 million due to attrition. The decreases were offset by an increase in contractual services of \$1.3 million and an increase in utilities expenses of \$0.4 million.

Fiscal Year 2014 Compared to 2013

The expenses in the Current Unrestricted and Restricted funds increased \$6 million . Employee benefits increased \$0.6 million due to rising healthcare costs. General material and supplies expenses increased \$0.4 million mainly due to an increase in supplies purchased in the Restricted funds. Capital outlay expenses decreased \$1.5 million, primarily due to a decrease of \$0.8 million in instructional equipment purchased with Restricted funds and a decrease of \$0.5 million in renovation costs in the Operation and Maintenance fund. Financial Aid expenses increased \$6.7 million due to an increase in financial aid awarded to students.

Capital Assets
For the Years Ended June 30,
(in millions)

	<u>2015</u>	<u>2014</u>	<u>Increase (Decrease) 2015-2014</u>	<u>2013</u>	<u>Increase (Decrease) 2014-2013</u>
Capital Assets					
Land	\$ 6.5	\$ 6.5	\$ -	\$ 6.5	\$ -
Construction in progress	0.7	0.8	(0.1)	0.7	0.1
Buildings	53.8	53.8	-	53.8	-
Building improvements	46.9	46.9	-	46.3	0.6
Land improvements	16.5	16.5	-	11.8	4.7
Equipment	<u>18.7</u>	<u>16.8</u>	<u>1.9</u>	<u>17.4</u>	<u>(0.6)</u>
Total	143.1	141.3	1.8	136.5	4.8
Less Accumulated Depreciation	<u>(64.3)</u>	<u>(59.0)</u>	<u>(5.3)</u>	<u>(54.9)</u>	<u>(4.1)</u>
Net Capital Assets	<u><u>\$ 78.8</u></u>	<u><u>\$ 82.3</u></u>	<u><u>\$ (3.5)</u></u>	<u><u>\$ 81.6</u></u>	<u><u>\$ 0.7</u></u>

Additional information regarding Capital Assets can be found in Note 5 of the Financial Statements.

Fiscal Year 2015 Compared to 2014

The slight increase in capital assets is due to the capitalization of the Solar Array Project, and the project to add a water meter on the Belleville campus. The remaining increase was related to the addition of several copier leases.

Fiscal Year 2014 Compared to 2013

The increase in capital assets is primarily due to the capital improvements apportioned to the District as part of the Multi-modal project and due to the costs of completing the Schmidt Art Center addition.

Long-Term Debt

	For the Years Ended June 30, (in millions)		Increase (Decrease)		Increase (Decrease)
	<u>2015</u>	<u>2014</u>	<u>2015-2014</u>	<u>2013</u>	<u>2014-2013</u>
Long-term debt					
Bonds and capital lease payable	<u>\$ 18.2</u>	<u>\$ 21.3</u>	<u>\$ (3.1)</u>	<u>\$ 24.6</u>	<u>\$ (3.3)</u>

The unused legal debt capacity of the District is approximately \$168 million, which represents 2.875% of the assessed valuation less the debt to be repaid by property taxes. Additional information regarding Long-Term Debt can be found in Note 6 of the Financial Statements.

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Basic Financial Statements

Southwestern Illinois College
Community College District #522

Statements of Net Position
June 30

	2015	2014
Assets		
Current Assets		
Cash and cash equivalents	\$ 46,789,179	\$ 48,322,890
Restricted cash	1,195,567	906,338
Receivables:		
Property taxes	38,928,907	36,515,079
Government claims	7,646,878	7,933,764
Student tuition and fees, net of allowance of \$2,320,000 in 2015 and \$2,060,000 in 2014	8,898,605	8,659,520
Other	1,543,444	2,087,649
Total receivables	57,017,834	55,196,012
Prepaid items	444,130	405,942
Total current assets	105,446,710	104,831,182
Non-current Assets		
Land	6,515,480	6,515,480
Construction-in-progress	650,837	778,906
Depreciable property, buildings and equipment, net	71,635,105	74,980,331
Total non-current assets	78,801,422	82,274,717
Deferred Outflows of Resources		
Subsequent year's pension expense related to federal, trust, or grant contributions in the current year	327,910	-
Total Assets and Deferred Outflows of Resources	\$ 184,576,042	\$ 187,105,899
Liabilities		
Current Liabilities		
Accounts payable	\$ 4,128,113	\$ 4,531,169
Accrued expenses	2,587,950	3,102,442
Unearned revenues:		
Student tuition and fees	8,021,858	8,043,113
Other	835,846	165,419
Compensated absences, current	2,209,375	1,984,969
Bonds, capital lease and note payable, current	3,764,871	3,574,221
Total current liabilities	21,548,013	21,401,333
Non-current Liabilities		
Bonds, capital lease and note payable due in more than one year	14,456,800	17,756,341
Compensated absences due in more than one year	857,281	1,052,680
Total non-current liabilities	15,314,081	18,809,021
Deferred Inflows of Resources		
Subsequent year's property taxes	41,355,121	39,316,451
Total Liabilities and Deferred Inflows of Resources	78,217,215	79,526,805
Net Position		
Net investment in capital assets	64,841,915	67,301,106
Restricted for:		
Capital projects	1,450,218	1,078,322
Restricted current funds	444,130	405,942
Restricted loan funds	271,812	224,034
Grants	2,173,828	3,589,245
Unrestricted	37,176,924	34,980,445
Total net position	\$ 106,358,827	\$ 107,579,094

See Notes to Financial Statements.

Southwestern Illinois College
Community College District #522

Statements of Revenues, Expenses, and Changes in Net Position

Years Ended June 30,

	2015	2014
Revenues:		
Operating revenues		
Student tuition and fees, net of scholarship allowances of \$15,872,213 and \$16,830,050, respectively	\$ 13,211,289	\$ 13,025,886
Auxiliary enterprise revenue	272,935	367,044
Facilities revenue	48,181	35,224
Other operating revenue	1,290,948	2,243,147
Total operating revenues	14,823,353	15,671,301
Expenses:		
Operating expenses		
Instruction	30,538,901	31,857,232
Academic support	1,861,438	1,920,381
Student services	7,920,022	8,708,930
Public service	5,761,791	6,673,273
Institutional support	20,624,560	18,426,282
Operation and maintenance of plant and capital outlay	11,367,458	12,316,692
Auxiliary enterprise	1,598,128	1,792,509
Depreciation and amortization	5,460,278	5,537,546
SURS contribution paid by state	18,807,007	15,832,277
Total operating expenses	103,939,583	103,065,122
Operating (loss)	(89,116,230)	(87,393,821)
Non-operating revenues (expenses):		
Property taxes	26,407,525	25,967,795
Local grants and contracts	4,785,422	8,884,014
State grants and contracts	18,758,320	20,373,633
Federal grants and contracts	19,628,822	20,745,439
Investment income	47,071	27,872
Interest expense	(866,114)	(955,797)
SURS contribution provided by state	18,807,007	15,832,277
Total non-operating revenues	87,568,053	90,875,233
Income (loss) before contributions	(1,548,177)	3,481,412
Capital contributions	-	-
Change in net position	(1,548,177)	3,481,412
Net position		
Net position - beginning of year	107,579,094	104,097,682
Change in Accounting Principle	327,910	-
Net position - beginning of year, as restated	107,907,004	104,097,682
Net position - end of year	\$ 106,358,827	\$ 107,579,094

Southwestern Illinois College
Community College District #522

Statements of Cash Flows
Years Ended June 30

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and fees	\$ 13,621,376	\$ 13,100,961
Payments to employees	(54,711,787)	(56,031,306)
Payments to suppliers	(26,215,150)	(24,280,421)
Auxiliary enterprise charges	272,935	367,044
Other receipts	<u>2,211,244</u>	<u>1,454,454</u>
Net cash used by operating activities	<u>(64,821,382)</u>	<u>(65,389,268)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
State, federal and local grants and contracts	45,498,120	51,206,349
Property taxes	<u>23,993,697</u>	<u>26,408,808</u>
Net cash provided by non-capital financing activities	<u>69,491,817</u>	<u>77,615,157</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Purchases of capital assets	(2,069,474)	(6,256,334)
Loss on disposal of capital assets	82,491	-
Proceeds from capital lease issuance	731,412	153,832
Principal paid on debt and leases	(3,786,453)	(3,361,303)
Interest paid on debt and leases	<u>(919,964)</u>	<u>(1,013,874)</u>
Net cash used by capital and related financing activities	<u>(5,961,988)</u>	<u>(10,477,679)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on investments	<u>47,071</u>	<u>27,872</u>
Net cash provided by investing activities	<u>47,071</u>	<u>27,872</u>
Net increase (decrease) in cash	(1,244,482)	1,776,082
Cash at beginning of year	<u>49,229,228</u>	<u>47,453,146</u>
Cash at end of year	<u>\$ 47,984,746</u>	<u>\$ 49,229,228</u>
Cash and cash equivalents	\$ 46,789,179	\$ 48,322,890
Restricted cash	<u>1,195,567</u>	<u>906,338</u>
	<u>\$ 47,984,746</u>	<u>\$ 49,229,228</u>

See Notes to Financial Statements.

Southwestern Illinois College
Community College District #522

Statements of Cash Flows
Years Ended June 30

	2015	2014
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:		
Operating loss	\$ (89,116,230)	\$ (87,393,821)
Adjustments to reconcile operating loss to net cash used by operating activities:		
Depreciation	5,460,278	5,537,546
SURS contribution paid by the State	18,807,007	15,832,277
Changes in assets and liabilities:		
(Increase) decrease in receivables	305,120	(406,484)
(Increase) decrease in prepaid items	(38,188)	20,870
Increase (decrease) in accounts payable	(403,056)	1,022,405
Increase (decrease) in accrued expenditures	(514,492)	602,901
Increase (decrease) in unearned revenue	649,172	(342,358)
Increase in compensated absences	29,007	(262,604)
Total adjustments	<u>24,294,848</u>	<u>22,004,553</u>
Net cash used by operating activities	<u>\$ (64,821,383)</u>	<u>\$ (65,389,268)</u>
Noncash, capital and related financing activities:		
SURS contribution paid by the State	<u>\$ 18,807,007</u>	<u>\$ 15,832,277</u>
Assets purchased under Capital Lease	<u>\$ 731,412</u>	<u>\$ -</u>

See Notes to Financial Statements.

Southwestern Illinois College
Community College District #522

Statements of Fiduciary Net Position
June 30

	2015	2014
Assets		
Cash and cash equivalents	\$ 744,789	\$ 709,102
Miscellaneous receivables	1,677	6,200
Prepaid Items	-	900
Total assets	\$ 746,466	\$ 716,202
Liabilities		
Accounts payable	\$ 20,166	\$ 45,741
Deposits held in custody for others	726,300	670,461
Total liabilities	\$ 746,466	\$ 716,202

See Notes to Financial Statements.

Southwestern Illinois College Foundation

Statements of Financial Position
December 31,

	2014	2013
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 297,683	\$ 299,308
Investments	6,534,708	6,344,316
Beneficial Interest in Perpetual Trust	70,232	68,912
Support/Bequest Receivable	-	300
Prepaid Expenses	250	-
Property and Equipment, Net	4,567	5,265
Art Collections	423,778	422,778
Total Assets	<u>\$ 7,331,218</u>	<u>\$ 7,140,879</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable	\$ 342,325	\$ 17,786
Total Liabilities	<u>342,325</u>	<u>17,786</u>
NET ASSETS		
Unrestricted	572,509	926,998
Temporarily Restricted		
Life Income Fund	18,072	16,502
Specific Purposes Fund	5,890,408	5,673,009
Permanently Restricted	507,904	506,584
Total Net Assets	<u>6,988,893</u>	<u>7,123,093</u>
Total Liabilities and Net Assets	<u>\$ 7,331,218</u>	<u>\$ 7,140,879</u>

See Notes to the Financial Statements.

Southwestern Illinois College Foundation

Statement of Activities

Year Ended December 31, 2014

	Unrestricted	Temporarily Restricted Life Income Fund	Specific Purposes Fund	Permanently Restricted Endowment Fund	Total
SUPPORT AND REVENUES					
Gifts and Grants	\$ 8,974	\$ -	257,235	\$ -	\$ 266,209
Revenue from Fundraising Events	-	-	31,726	-	31,726
Less: Direct Cost of Fundraising Events	(21,715)	-	-	-	(21,715)
Net Fundraising Events	(21,715)	-	31,726	-	10,011
Investment Income (Loss)	11,338	1,024	234,699	-	247,061
Gifts-in-Kind from Southwestern Illinois College	438,938	-	-	-	438,938
Net Realized Gains (Losses) on Investments	(5,376)	(151)	115,445	-	109,918
Net Unrealized Gains (Losses) on Investments	2,248	697	(97,722)	1,320	(93,457)
Rental Income	-	-	1,309	-	1,309
Net Assets Released from Restrictions	325,293	-	(325,293)	-	-
Total Support and Revenues	759,700	1,570	217,399	1,320	979,989
EXPENSES					
Program					
Students Grants and Scholarships	220,654	-	-	-	220,654
Interest Distributions	221	-	-	-	221
Program Costs	428,957	-	-	-	428,957
Total Program Expenses	649,832	-	-	-	649,832
Support					
Management and General Costs Paid by Southwestern Illinois College	438,938	-	-	-	438,938
Investment Expense	23,674	-	-	-	23,674
Fundraising	1,047	-	-	-	1,047
Depreciation	698	-	-	-	698
Total Support Expenses	464,357	-	-	-	464,357
Total Expenses	1,114,189	-	-	-	1,114,189
Change In Net Assets	(354,489)	1,570	217,399	1,320	(134,200)
Net Assets Beginning of Year	926,998	16,502	5,673,009	506,584	7,123,093
Net Assets End of Year	\$ 572,509	\$ 18,072	\$ 5,890,408	\$ 507,904	\$ 6,988,893

See Notes to the Financial Statements.

Southwestern Illinois College Foundation

Statement of Activities

Year ended December 31, 2013

	Unrestricted	Temporarily Restricted		Permanently Restricted	
		Life Income	Specific	Endowment	Total
		Fund	Purposes Fund	Fund	
SUPPORT AND REVENUES					
Gifts and Grants	\$ 11,799	\$ -	\$ 302,238	\$ 1,000	\$ 315,037
Revenue from Fundraising Events	-	-	57,540	-	57,540
Less: Direct Cost of Fundraising Events	(20,150)	-	-	-	(20,150)
Net Fundraising Events	(20,150)	-	57,540	-	37,390
Investment Income	14,363	639	193,990	-	208,992
Gifts-in-Kind from Southwestern Illinois College	411,187	-	-	-	411,187
Net Realized Gains on Investments	75,066	179	892,690	-	967,935
Net Unrealized Gains (Losses) on Investments	(40,735)	258	(392,223)	7,087	(425,613)
Rental Income	-	-	830	-	830
Net Assets Released from Restrictions	621,465	-	(621,465)	-	-
Total Support and Revenues	1,072,995	1,076	433,600	8,087	1,515,758
EXPENSES					
Program					
Students Grants and Scholarships	211,977	-	-	-	211,977
Interest Distributions	222	-	-	-	222
Program Costs	179,725	-	-	-	179,725
Total Program Expenses	391,924	-	-	-	391,924
Support					
Management and General Costs Paid by Southwestern Illinois College	411,187	-	-	-	411,187
Investment Expense	17,054	-	-	-	17,054
Fundraising	1,372	-	-	-	1,372
Depreciation	697	-	-	-	697
Total Support Expenses	430,310	-	-	-	430,310
Total Expenses	822,234	-	-	-	822,234
Change in Net Assets	250,761	1,076	433,600	8,087	693,524
Net Assets - Beginning of Year	676,237	15,426	5,239,409	498,497	6,429,569
Net Assets - End of Year	\$ 926,998	\$ 16,502	\$ 5,673,009	\$ 506,584	\$ 7,123,093

See Notes to the Financial Statements.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 1. Organization and Significant Accounting Policies

Organization:

Southwestern Illinois College (formerly Belleville Area College), Community College District #522 (District) is an Illinois community college. The District includes all or portions of eight counties in Southwestern Illinois. The District is governed by a Board of Trustees.

The financial statements are based on accounts prescribed or permitted by the Fiscal Management Manual of the Illinois Community College Board. The accounting policies of the District conform to accounting principles generally accepted in the United States of America, as set forth in Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*. The following is a summary of the more significant policies:

Financial reporting entity: The District is a unit of state and local government governed by a Board of Trustees (Board), which is elected by the public and has the exclusive responsibility and accountability for the decisions it makes. The District has the statutory authority to adopt its own budget, to levy taxes, and to issue bonded debt within certain dollar limits without the approval of another government and has the right to sue and be sued.

Accounting principles generally accepted in the United States of America require that the financial statements of the reporting entity include: (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board (GASB) has set forth criteria to be considered in determining financial accountability. These criteria include (1) the Board of Trustees of the District appointing a voting majority of an organization's governing body, (2) the ability of the District to impose its will on any organization, or (3) the potential for the Organization to provide specific benefits to, or impose specific financial burdens on, the District. Based on these criteria, the District is considered a primary government. GASB has also set forth criteria to be considered in determining the nature and significance of a relationship within the primary government. These criteria include: 1) the economic resources received or held by an organization are entirely or almost entirely for the direct benefit of the District, 2) the District is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the organization, and 3) the economic resources received or held by an organization that the District is entitled to, or has the ability to otherwise access, are significant to the District.

As defined by generally accepted accounting principles established by the Governmental Accounting Standards Board (GASB), the financial reporting entity consists of the primary government, as well as its component unit, the Southwestern Illinois College Foundation (the Foundation).

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 1. Organization and Significant Accounting Policies (Continued)

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

The Foundation is a private non-for-profit organization that reports its financial results under Financial Accounting Standards Board (FASB) Statements. Most significant to the Foundation's operations and reporting model are *Accounting for Contributions Received and Contributions Made, Financial Reporting for Not-for-Profit Organizations*. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The Foundation's financial information has been discretely presented. No modifications have been made to the Foundation's financial information in the District's financial reporting entity for these differences, however significant note disclosures (see Note 6) to the Foundation's financial statements have been incorporated into the District's notes (See Note 16) to the financial statements.

Financial statements for the Foundation can be obtained by calling the Foundation at (618) 235-2700, ext. 5215.

Basis of accounting: Basis of accounting refers to when revenues received and expenses disbursed are recognized in the accounts and how they are reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

For financial reporting purposes, the District is considered a special-purpose government engaged only in business-type activities. Accordingly, the District's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred. All significant intra-District transactions have been eliminated. Non-exchange transactions, in which the District receives value without directly giving equal value in return, include 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. Revenues from grants, state appropriations, and other contributions are recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when the use is first permitted, matching requirements in which the District must provide local resources to be used for a specified purpose and expenditure requirements in which the resources are provided to the District on a reimbursement basis.

The District has a fiduciary fund type which accounts for assets held by the District as an agent for the students, faculty, and other governmental units. These funds are custodial in nature and do not involve the measurement of the results of operations. These funds are considered agency funds.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 1. Organization and Significant Accounting Policies (Continued)

Net position: The District's net position is classified as follows:

Net investment in capital assets – This represents the District's total investment in capital assets, net of accumulated depreciation and outstanding debt incurred to acquire, construct, or improve those assets.

Restricted net position – This includes resources that the District 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 District's policy to use restricted resources first, then unrestricted resources when they are needed.

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

Classification of revenues and expenses: Operating revenue includes activities that have the characteristics of exchange transactions, such as student tuition and fees and sales and services of auxiliary enterprise, net of scholarship discounts and allowances. Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as (1) local property taxes, (2) state appropriations, (3) most federal, state, and local grants and contracts, and federal appropriations and (4) gifts and contributions. Operating expenses are those expenses for the purpose of providing education and operational activities of the District. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenditures.

Deferred Outflows of Resources: The District reports decreases in net position or fund equity that relate to future periods as deferred outflows of resources in a separate section of its statements of net position. Implementation of GASB Nos. 68 and 71 in 2015 resulted in pension contributions paid by the District in advance of \$327,910 being recorded as Deferred Outflow of Resources as of June 30, 2015.

Deferred Inflows of Resources: The District's financial statements report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position or fund equity that applies to a future period. The District will not recognize the related revenue until a future event occurs. The District has one type of item that occurs related to revenue recognition. This occurs because property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year.

Use of estimates in preparing financial statements: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 1. Organization and Significant Accounting Policies (Continued)

Federal Financial Assistance Programs: The District participates in federally funded Pell Grants, SEOG Grants, Federal Work-Study, Federal family education loans, Student Support Services and other educational programs. Federal programs are audited in accordance with the Single Audit Act Amendments of 1996, the U.S. Office of Management and Budget Revised Circular A-133 Audit of States, Local Governments and Non-Profit Organizations, and the Compliance Supplement.

Cash and cash equivalents: For purposes of reporting cash flows, the District considers all highly liquid investments purchased with a maturity of three months or less, and Illinois Funds to be cash equivalents. Investments are stated at fair value.

Restricted cash: Consists of capital project cash accounts with funds restricted for a specific project and cash accounts used to pay for self-insured health claims.

Investments: Investments in securities are reported at market value as determined by the major securities market.

Allowance for doubtful accounts: Management has reviewed the collectability of its ordinary receivables and has deemed that all are collectible. However, the District has set up an allowance for doubtful accounts relative to the student tuition receivable and for property taxes receivable.

Capital assets: Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., roads, curbs, gutters, sidewalks, and similar items) are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Interest costs on construction in progress are capitalized when amounts are significant. During the fiscal year ended June 30, 2015, the College capitalized \$23,089 of interest. During the fiscal year ended June 30, 2014, the College capitalized \$42,224 of interest.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized. Interest costs are capitalized on qualifying assets.

Capital assets are defined by the District as assets with estimated useful lives in excess of one year and initial individual costs in excess of \$5,000.

Depreciation is computed using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	25-45
Other structures and improvements	10-45
Equipment	5-10

The District does not capitalize or depreciate its art collections or collection of library books. These collections are unencumbered, held for public education, protected, and preserved. Any proceeds from sale of collections are insignificant.

Claims and judgments: Liability resulting from claims and judgments, if any, is recorded as the liability is incurred.

Summer school revenue and expenses: Summer session revenues and expenses are split between the two fiscal years, with appropriate amounts being recognized in the accounting period in which they are earned or incurred and become measurable.

Southwestern Illinois College
Community College District #522

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 1. Organization and Significant Accounting Policies (Continued)

Scholarship discounts and allowances: Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the statements of revenues, expenses, and changes in net position. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the District, and the amount that is paid by students and/or third parties making payments on the student's behalf.

Subsequent Events: In preparing these financial statements, the District has evaluated events and transactions for potential recognition or disclosure through December 29, 2015, the date the financial statements were available to be issued.

Note 2. Cash and Cash Equivalents

A. Deposits

At June 30, 2015, the District's deposits had the following balance.

Cash and Cash Equivalents	\$ 48,729,535
Less: Amounts reclassified as investments	<u>(38,710,462)</u>
Carrying amounts of deposits	<u>\$ 10,019,073</u>

At June 30, 2014, the District's deposits had the following balance.

Cash and Cash Equivalents	\$ 49,938,330
Less: Amounts reclassified as investments	<u>(40,882,642)</u>
Carrying amounts of deposits	<u>\$ 9,055,688</u>

Summary of Cash

	2015	2014
Cash and cash equivalents	\$ 46,789,179	\$ 48,322,890
Restricted Cash	1,195,567	906,338
Fiduciary cash and cash equivalents	<u>744,789</u>	<u>709,102</u>
	<u>\$ 48,729,535</u>	<u>\$ 49,938,330</u>

Southwestern Illinois College
Community College District #522

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 2. Cash and Cash Equivalents (Continued)

B. Investments

At June 30, 2015, the District's investment balances were as follows:

	Fair Market Value	Less Than 6 Months	6-12 Months	1-3 Years	Standard & Poor's Rating
Illinois Funds-Money Market	\$ 18,367,408	\$ 18,367,408	\$ -	\$ -	AAAm
Illinois School District Liquid Asset Fund-Money Market	2,186,287	2,186,287	-	-	Not Rated
Certificates of Deposit	-	-	-	-	Not Rated
Government Agencies	18,156,767	18,156,767	-	-	A-1+
Total	<u>\$ 38,710,462</u>	<u>\$ 38,710,462</u>	<u>\$ -</u>	<u>\$ -</u>	

At June 30, 2014, the District's investment balances were as follows:

	Fair Market Value	Less Than 6 Months	6-12 Months	1-3 Years	Standard & Poor's Rating
Illinois Funds-Money Market	\$ 15,291,665	\$ 15,291,665	\$ -	\$ -	AAAm
Illinois School District Liquid Asset Fund-Money Market	2,449,428	2,449,428	-	-	Not Rated
Certificates of Deposit	-	-	-	-	Not Rated
Government Agencies	23,141,549	23,141,549	-	-	A-1+
Total	<u>\$ 40,882,642</u>	<u>\$ 40,882,642</u>	<u>\$ -</u>	<u>\$ -</u>	

Credit Risk

The Board of Trustees has authorized the District to invest funds in accordance with the Illinois Community College Act and the Investment of Public Funds Act. The District's investment policy is to apply the prudent person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to conform with legal requirements, seek reasonable income, preserve capital, maintain liquidity and, in general, avoid speculative investments.

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014**

Note 2. Cash and Cash Equivalents (Continued)

Custodial Credit Risk

Custodial credit risk is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District's investment policy allows that funds on deposit in excess of FDIC limits must be secured by some form of collateral, witnessed by a written agreement, and held at an independent, third party institution in the name of the District.

The District's collateralization policy is currently set at 105% of uninsured deposits. At June 30, 2015 and 2014, the District's deposits were not fully collateralized.

Concentration of Credit Risk

At June 30, 2015 and 2014, the District had greater than five percent of its overall portfolio invested in Illinois School District Liquid Asset Fund Plus Money Market. This is in accordance with the District's investment policy.

Interest Rate Risk

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

The State Treasurer maintains the Illinois Funds Money Market at cost and fair value through daily adjustment in the interest earnings. The State Treasurer also maintains the average duration of the pool at less than 25 days. The fair value of the College's investment in the funds is the same as the value of the pool shares. The Pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. The District's investments in the Illinois Funds are not required to be categorized because these are not securities. The relationship between the District and the investment agent is a direct contractual relationship and the investments are not supported by a transferable instrument that evidences ownership or creditorship.

All funds deposited in the pool are classified as investments even though some could be withdrawn on a day's notice. Although not subject to direct regulatory oversight, the fund is administered in accordance with the provision of the Illinois Public Investment Act, 30 ILCS 235.

Southwestern Illinois College
Community College District #522

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 3. Restricted Net Position – Restricted Current Funds

At June 30, 2015, the restricted for current funds net position amount consists of \$271,812 for debt service, \$2,173,828 for grant programs, and \$444,130 for prepaid items. At June 30, 2014 the restricted for current funds net position amount consists of \$224,034 for debt service, \$3,589,245 for grant programs, and \$405,942 for prepaid items.

Note 4. Property Taxes

Property taxes are levied each year on all taxable real property in the District. The property tax calendar is specified by the Board of Trustees. Property taxes are certified on or before the last Tuesday in December and attach as an enforceable lien on the property as of the preceding January 1. These taxes become due and collectible in the following calendar year and are collected by the county collectors in the District who, in turn, remit to the District its respective share. Collection dates vary according to the schedules of the individual counties with disbursements to the District normally made within thirty days of collection.

Property taxes receivable represents the prior year's levy and an estimate of the current year's levy applicable to the portion of the current fiscal year. An allowance, if necessary, is provided for uncollectible property taxes. Property taxes that are not intended for current year operations are shown as a deferred inflow of resources. The amounts accrued from year to year will vary based upon the tax collections of the respective counties.

The following are the tax rates permitted and the actual rates levied per \$100 of assessed valuation.

	Maximum Rate	Levy Year	
		<u>2016</u>	<u>2015</u>
Education	0.1320	0.1318	0.1320
Equity	0.1081	0.1054	0.1028
Building	0.0280	0.0279	0.0280
Tort immunity	-	0.0590	0.0459
Audit	0.0050	0.0011	0.0009
Bond and interest	-	0.0661	0.0656
Protection, health, safety	0.0500	0.0186	0.0186
Social security	-	0.0101	0.0101
		<u>0.4200</u>	<u>0.4039</u>

Southwestern Illinois College
Community College District #522

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 5. Changes in Capital Assets

A summary of changes in capital assets for the year ended June 30, 2015, is as follows:

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Capital assets not being depreciated:				
Land	\$ 6,515,480	\$ -	\$ -	\$ 6,515,480
Construction in progress	778,906	544,510	(672,579)	650,837
Total capital assets not being depreciated	<u>7,294,386</u>	<u>544,510</u>	<u>(672,579)</u>	<u>7,166,317</u>
Capital assets being depreciated:				
Buildings	53,767,897	-	-	53,767,897
Building Improvements	46,899,986	-	-	46,899,986
Land improvements	16,456,163	78,272	-	16,534,435
Equipment	16,820,309	2,119,271	(248,360)	18,691,220
Total capital assets being depreciated	<u>133,944,355</u>	<u>2,197,543</u>	<u>(248,360)</u>	<u>135,893,538</u>
Less accumulated depreciation for:				
Buildings	10,755,907	1,245,722	-	12,001,629
Building Improvements	32,518,671	2,101,435	-	34,620,106
Land improvements	4,060,580	804,700	-	4,865,280
Equipment	11,628,866	1,308,421	(165,869)	12,771,418
Total accumulated depreciation	<u>58,964,024</u>	<u>5,460,278</u>	<u>(165,869)</u>	<u>64,258,433</u>
Total capital assets being depreciated, net	<u>74,980,331</u>	<u>(3,262,735)</u>	<u>(82,491)</u>	<u>71,635,105</u>
Total capital assets, net	<u>\$ 82,274,717</u>	<u>\$ (2,718,225)</u>	<u>\$ (755,070)</u>	<u>\$ 78,801,422</u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 5. Changes in Capital Assets (Continued)

A summary of changes in capital assets for the year ended June 30, 2014, is as follows:

	Balance <u>July 1, 2013</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>June 30, 2014</u>
Capital assets not being depreciated:				
Land	\$ 6,515,480	\$ -	\$ -	\$ 6,515,480
Construction in progress	<u>652,198</u>	<u>1,505,253</u>	<u>(1,378,545)</u>	<u>778,906</u>
Total capital assets not being depreciated	<u>7,167,678</u>	<u>1,505,253</u>	<u>(1,378,545)</u>	<u>7,294,386</u>
Capital assets being depreciated:				
Buildings	53,758,967	8,930	-	53,767,897
Building Improvements	46,299,660	600,326	-	46,899,986
Land improvements	11,801,006	4,655,157	-	16,456,163
Equipment	<u>17,405,874</u>	<u>865,213</u>	<u>(1,450,778)</u>	<u>16,820,309</u>
Total capital assets being depreciated	<u>129,265,507</u>	<u>6,129,626</u>	<u>(1,450,778)</u>	<u>133,944,355</u>
Less accumulated depreciation for:				
Buildings	9,506,532	1,249,375	-	10,755,907
Building Improvements	30,254,453	2,264,218	-	32,518,671
Land improvements	3,333,945	726,635	-	4,060,580
Equipment	<u>11,782,326</u>	<u>1,297,318</u>	<u>(1,450,778)</u>	<u>11,628,866</u>
Total accumulated depreciation	<u>54,877,256</u>	<u>5,537,546</u>	<u>(1,450,778)</u>	<u>58,964,024</u>
Total capital assets being depreciated, net	<u>74,388,251</u>	<u>592,080</u>	<u>-</u>	<u>74,980,331</u>
Total capital assets, net	<u>\$ 81,555,929</u>	<u>\$ 2,097,333</u>	<u>\$ (1,378,545)</u>	<u>\$ 82,274,717</u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 6. Long-term Liabilities

A summary of changes in long-term liabilities for the year ended June 30, 2015 as follows:

	Balance July 1, 2014	Additions	Repayments	Balance June 30, 2015	Due Within One year
Bonds, contracts and leases payable:					
Bonds payable	\$ 20,470,000	\$ -	\$ (3,360,000)	\$ 17,110,000	\$ 3,505,000
Capital lease payable	581,335	731,412	(426,453)	886,294	210,637
Unamortized bond premium	279,227	-	(53,850)	225,377	49,234
	<u>21,330,562</u>	<u>731,412</u>	<u>(3,840,303)</u>	<u>18,221,671</u>	<u>3,764,871</u>
Total bonds, contracts and leases payable					
Other liabilities:					
Compensated absences and sick leave	3,037,649	457,593	(428,586)	3,066,656	2,209,375
Total other liabilities	<u>3,037,649</u>	<u>457,593</u>	<u>(428,586)</u>	<u>3,066,656</u>	<u>2,209,375</u>
	<u>\$ 24,368,211</u>	<u>\$ 1,189,005</u>	<u>\$ (4,268,889)</u>	<u>\$ 21,288,327</u>	<u>\$ 5,974,246</u>

A summary of changes in long-term liabilities for the year ended June 30, 2014 is as follows:

	Balance July 1, 2013	Additions	Repayments	Balance June 30, 2014	Due Within One year
Bonds, contracts and leases payable:					
Bonds payable	\$ 23,690,000	\$ -	\$ (3,220,000)	\$ 20,470,000	\$ 3,360,000
Capital lease payable	568,806	153,832	(141,303)	581,335	160,371
Unamortized bond premium	337,304	-	(58,077)	279,227	53,850
	<u>24,596,110</u>	<u>153,832</u>	<u>(3,419,380)</u>	<u>21,330,562</u>	<u>3,574,221</u>
Total bonds, contracts and leases payable					
Other liabilities:					
Compensated absences and sick leave	3,300,253	452,764	(715,368)	3,037,649	1,984,969
Total other liabilities	<u>3,300,253</u>	<u>452,764</u>	<u>(715,368)</u>	<u>3,037,649</u>	<u>1,984,969</u>
	<u>\$ 27,896,363</u>	<u>\$ 606,596</u>	<u>\$ (4,134,748)</u>	<u>\$ 24,368,211</u>	<u>\$ 5,559,190</u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 6. Long-term Liabilities (Continued)

General obligation bonds

Series 2010: In May 2010, the Board approved a \$10,000,000 taxable Working Cash Bond Issue, dated July 1, 2010. The proceeds of the bonds are being used to increase the District's Working Cash Fund, which is needed as a result of delayed State of Illinois Operating Grant payments. Serial retirement of principal and interest began on December 1, 2011, with interest payable semiannually at 1.5% - 3.3%. Maturity date is December 1, 2015.

<u>Fiscal Year Ending June 30:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 2,130,000	\$ 35,145	\$ 2,165,145
	<u>\$ 2,130,000</u>	<u>\$ 35,145</u>	<u>\$ 2,165,145</u>

Series 2007: In April 2007, the Board approved a \$20,000,000 General Obligation Community College Bond Issue. The proceeds of the bonds were used to pay off the outstanding debt certificates issued in fiscal year 2008. Serial retirement of principal and interest began on December 1, 2008, with interest payable semiannually at 4.75% - 5%. Maturity date is December 1, 2022. District debt issuances issued after the Federal Tax Reform Act of 1986 are subject to federal arbitrage regulations. This results when earnings on investments purchased from the gross proceeds of a bond issue exceed the issuer's tax-exempt borrowing rates. The District continues to monitor and report any arbitrage in accordance with the Internal Revenue Code.

<u>Fiscal Year Ending June 30:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 1,375,000	\$ 697,750	\$ 2,072,750
2017	1,510,000	625,625	2,135,625
2018	1,625,000	547,250	2,172,250
2019	1,780,000	462,125	2,242,125
2020	1,940,000	369,125	2,309,125
2021 - 2023	<u>6,750,000</u>	<u>495,187</u>	<u>7,245,187</u>
	<u>\$ 14,980,000</u>	<u>\$ 3,197,062</u>	<u>\$ 18,177,062</u>

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014**

Note 6. Long-term Liabilities (Continued)

Capital Lease Payable: Throughout fiscal year 2015, the District entered into 5 new lease agreements with Konica Minolta to lease copiers and accessory equipment. Total annual lease payments, in the amount of \$160,201 are paid monthly for 5 years. Since the estimated useful life of a copier is also 5 years, the lease is considered capital for accounting treatment. The cost of the assets recorded for these leases was \$731,412. Related accumulated depreciation for the assets for the year ended June 30, 2015 was \$63,499 and the net book value of the equipment under lease was \$667,913.

<u>Fiscal Year Ending June 30:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 210,637	\$ 31,830	\$ 242,466
2017	214,594	23,120	237,714
2018	200,234	14,292	214,526
2019	171,541	6,541	178,082
2020	89,288	1,071	90,359
	<u>\$ 886,294</u>	<u>\$ 76,854</u>	<u>\$ 963,147</u>

Note 7. Operating Leases

The District leases space to Aramark Corporation for a complete food service operation at the Belleville campus. Terms of the lease call for the District to provide all utilities for the lessee. The lessee retains all cash receipts. The lease agreement with Aramark Corporation automatically renews on an annual basis unless either party provides 90 days advance notice to terminate the agreement.

The District entered into an agreement with Barnes & Noble College Bookstores, Inc. (Barnes & Noble) to operate and provide services for the bookstores of the District. The agreement expires February 28, 2016, but will continue year-to-year unless terminated by either party pursuant to the terms of the agreement. Barnes & Noble will receive all revenue generated from sales and will pay the District the applicable percentage of the bookstores' gross sales. The percentage of gross sales is 8.0% of all gross sales up to \$3.0 million, 9.5% of all gross sales from \$3.0 million to \$4.0 million, and 10% of gross sales over \$4.0 million. The District has the obligation to pay Barnes and Noble the value of the start-up inventory if the contract is terminated. During the years ended June 30, 2015 and 2014, the District received \$332,379 and \$377,521, respectively, from Barnes & Noble, which is included as operating revenue in the Auxiliary Enterprises Fund.

The District has entered into various equipment operating leases. Total operating lease expenditure for June 30, 2015 and 2014 was \$379,261 and \$274,569, respectively. Lease commitments beyond one year are not significant.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 8. Operating Expenses by Functional Classification

The following table provides information related to operating expenses by functional classification for the year ended June 30, 2015:

	Salaries and Benefits	Contractual Services	Supplies	Travel and Meeting	Fixed Charges	Utilities	Capital Outlay	Other	TOTAL
Instruction	\$ 27,089,332	\$ 811,090	\$ 2,116,873	\$ 321,295	\$ 7,893	\$ 2,172	\$ -	\$ 190,246	30,538,901
Academic support	1,518,149	10,551	180,320	3,165	149,253	-	-	-	1,861,438
Student services	6,786,052	333,476	231,309	47,294	6,500	548	-	514,843	7,920,022
Public service	4,298,917	544,382	306,794	237,958	77,330	8,878	-	287,532	5,761,791
Institutional support	8,701,847	4,998,897	799,976	131,725	1,143,609	15,080	-	4,833,426	20,624,560
Operation and maintenance of plant and capital outlay	5,296,922	375,451	644,646	16,435	1,724	1,880,973	3,151,356	(48)	11,367,458
Auxiliary enterprise	535,083	690,512	(59,265)	176,251	227,388	541	-	27,618	1,598,128
Depreciation and amortization	-	-	-	-	-	-	-	5,460,278	5,460,278
SURS contribution by state	-	-	-	-	-	-	-	18,807,007	18,807,007
	<u>\$ 54,226,302</u>	<u>\$ 7,764,359</u>	<u>\$ 4,220,652</u>	<u>\$ 934,123</u>	<u>\$ 1,613,697</u>	<u>\$ 1,908,192</u>	<u>\$ 3,151,356</u>	<u>\$ 30,120,903</u>	<u>\$ 103,939,583</u>

The following table provides information related to operating expenses by functional classification for the year ended June 30, 2014:

	Salaries and Benefits	Contractual Services	Supplies	Travel and Meeting	Fixed Charges	Utilities	Capital Outlay	Other	TOTAL
Instruction	\$ 28,405,490	\$ 803,388	\$ 2,073,325	\$ 289,138	\$ 48,576	\$ 125	\$ -	\$ 237,190	\$ 31,857,232
Academic support	1,687,637	8,657	127,034	2,686	94,367	-	-	-	1,920,381
Student services	7,074,486	267,365	153,145	45,544	-	856	-	1,167,534	8,708,930
Public service	4,732,400	698,952	294,057	241,774	319,711	5,193	-	381,186	6,673,273
Institutional support	8,615,356	2,583,232	843,677	131,091	1,134,663	16,080	-	5,102,183	18,426,282
Operation and maintenance of plant and capital outlay	5,146,672	293,522	704,115	35,593	6,603	1,512,419	4,617,068	700	12,316,692
Auxiliary enterprise	709,562	709,551	(109,321)	163,762	287,162	376	-	31,417	1,792,509
Depreciation and amortization	-	-	-	-	-	-	-	5,537,546	5,537,546
SURS contribution by state	-	-	-	-	-	-	-	15,832,277	15,832,277
	<u>\$ 56,371,603</u>	<u>\$ 5,364,667</u>	<u>\$ 4,086,032</u>	<u>\$ 909,588</u>	<u>\$ 1,891,082</u>	<u>\$ 1,535,049</u>	<u>\$ 4,617,068</u>	<u>\$ 28,290,033</u>	<u>\$ 103,065,122</u>

Note 9. Compensated Absences

District employees are entitled to certain compensated absences based on their length of employment. Compensated absences accumulate and are accrued when they are earned.

As of June 30, 2015 and 2014, employees had earned but not taken annual vacation leave which, at salary rates in effect at the end of the year, totaled \$1,912,927 and \$1,706,974, respectively. These amounts are considered current.

In 1995, the District adopted Governmental Accounting Standards Board Statement No. 16, which requires an accrual for compensated absences, insofar as its requirements pertaining to accumulated sick leave. The District estimates its liability for accrued sick leave and related benefits as of June 30, 2015 and 2014, to be \$1,153,729 and \$1,330,675, respectively, using the termination payment method. Of such amounts, the District estimated that \$296,448 and \$277,995 at June 30, 2015 and 2014, respectively, would be paid in the next fiscal year.

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014**

Note 10. Defined Benefit Pension Plans

General Information about the Pension Plan

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

Benefits Provided: A traditional benefit plan was established in 1941. Public Act 90-0448 enacted effective January 1, 1998, established an alternative defined benefit program known as the portable benefit package. The traditional and portable plan Tier 1 refers to members that began participation prior to January 1, 2011. Public Act 96-0889 revised the traditional and portable benefit plans for members who begin participation on or after January 1, 2011, and who do not have other eligible Illinois reciprocal system services. The revised plan is referred to as Tier 2. New employees are allowed 6 months after their date of hire to make an irrevocable election. A summary of the benefit provisions as of June 30, 2014 can be found in the System's comprehensive annual financial report (CAFR) Notes to the Financial Statements.

Contributions: The State of Illinois is primarily responsible for funding the System on behalf of the individual employers at an actuarially determined amount. Public Act 88-0593 provides a Statutory Funding Plan consisting of two parts: (i) a ramp-up period from 1996 to 2010 and (ii) a period of contributions equal to a level percentage of the payroll of active members of the System to reach 90% of the total Actuarial Accrued Liability by the end of Fiscal Year 2045. Employer contributions from "trust, federal, and other funds" are provided under Section 15-155(b) of the Illinois Pension Code and require employers to pay contributions that are sufficient to cover the accruing normal costs on behalf of applicable employees. The employer normal cost for fiscal year 2014 and 2015 respectively, was 11.91% and 11.71% of employee payroll. The normal cost is equal to the value of current year's pension benefit and does not include any allocation for the past unfunded liability or interest on the unfunded liability. Plan members are required to contribute 8.0% of their annual covered salary. The contribution requirements of plan members and employers are established and may be amended by the Illinois General Assembly.

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

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

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 10. Defined Benefit Pension Plans (continued)

Net Pension Liability

At June 30, 2014, SURS reported a net pension liability (NPL) of \$21,790,983,139. The net pension liability was measured as of June 30, 2013.

Employer Proportionate Share of Net Pension Liability

The amount of the proportionate share of the net pension liability to be recognized for the District is \$0. The proportionate share of the State's net pension liability associated with the District is \$248,326,776 or 1.1396%. This amount should not be recognized in the financial statement. The net pension liability was measured as of June 30, 2014, and the total pension used to calculate the net pension liability was determined based on the June 30, 2013 actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable contributions made to SURS during fiscal year 2014.

Pension Expense

At June 30, 2014, SURS reported a collective net pension expense of \$1,650,338,263.

Employer Proportionate Share of Pension Expense

The employer proportionate share of collective pension expense should be recognized similarly to on behalf payments as both revenue and matching expenditure in the financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable contributions made to SURS during fiscal year 2014. As a result, the District recognized on-behalf revenue and pension expense of \$18,807,007 for the fiscal year ended June 30, 2015.

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

Deferred outflows of resources are the consumption of net position by the system that is applicable to future reporting periods.

SURS Collective Deferred Outflows and Deferred Inflows of Resources by Sources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ -
Changes in Assumptions	88,940,815	-
Net difference between projected and actual earnings on pension plan investments	-	1,271,105,952
Total	\$ 88,940,815	\$ 1,271,105,952

Employer Deferral of Fiscal Year 2015 Pension Expense

Employer paid \$327,910 in federal, trust or grant contributions for the fiscal year ended June 30, 2015. These contributions were made subsequent to the pension liability measurement date of June 30, 2014 and are recognized as Deferred Outflows of Resources as of June 30, 2015.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 10. Defined Benefit Pension Plans (continued)

Assumptions and Other Inputs

Actuarial assumptions. The actuarial assumptions used in the June 30, 2014 valuation were based on the results of an actuarial experience study for the period June 30, 2006 – 2010 and an economic study completed June 2014. The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 percent
Salary increases	3.75 to 12.00 percent, including inflation
Investment rate of return	7.25 percent beginning with the actuarial valuation as of June 30, 2014

Mortality rates were based on the RP2000 Combined Mortality Table, projected with Scale AA to 2017, sex-distinct, with rates multiplied by 0.80 for males and 0.85 for females. The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return were adopted by the plan's trustees after considering input from the plan's investment consultant(s) and actuary(s). For each major asset class that is included in the pension plan's target asset allocation as of June 30, 2014, these best estimates are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	31%	7.65%
Private Equity	6%	8.65%
Non-U.S. Equity	21%	7.85%
Global Equity	8%	7.90%
Fixed Income	19%	2.50%
Treasury-Inflation Protected Securities	4%	2.30%
Real Estate	6%	6.20%
REITS	4%	6.20%
Opportunity Fund	1%	2.50%
Total	100%	5.00%
Inflation		2.75%
Expected Geometrical Normal Return		7.75%

Discount Rate. A single discount rate of 7.090% 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 7.250% and a municipal bond rate of 4.290% (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

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 10. Defined Benefit Pension Plans (continued)

rates under the System's funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2065. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2065, and the municipal bond rate was applied to all benefit payments after that date.

Sensitivity of the System's Net Pension Liability to Changes in the Discount Rate. Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 7.09%, 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 6.09%	Current Single Discount Rate Assumption 7.09%	1% Increase 8.09%
\$ 26,583,701,134	\$ 21,790,983,139	\$ 17,796,570,836

Additional information regarding the SURS basic financial statements including the Plan Net Position can be found in the SURS comprehensive annual financial report by accessing the website at www.SURS.org.

Note 11. On-Behalf Payments for Fringe Benefits and Salaries

Employer contributions made by the State of Illinois to the State Universities Retirement System of Illinois on behalf of the employees of the District are recorded as revenues and expenditures in the Education Fund as required by Governmental Accounting Standard Board Statement 24. The amount recorded as such on-behalf payments for the fiscal years ended June 30, 2015 and 2014 was \$18,807,007 and \$15,832,277, respectively.

Note 12. Risk Management

The District is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has purchased commercial insurance to handle these risks of loss. The aggregate loss limits for the commercial insurance vary depending on the type of loss and include the following limits at June 30,

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 12. Risk Management (continued)

	2015	2014
Property	\$190,376,026	\$190,376,026
Business auto liability	1,000,000	1,000,000
Commercial general liability	3,000,000	3,000,000
Commercial umbrella liability	10,000,000	10,000,000
Workers' compensation, Self-Insured Retention	450,000	450,000
Workers' compensation, Part B, Each Accident/Each Employee for Disease	1,000,000	1,000,000

All employees are covered under the workers' compensation, Self-Insured Retention policy. The District utilizes the services of a third-party administrator for claims management and payments. The District purchases commercial insurance for claims in excess of the Self-Insured Retention amount. For the years ended June 30, 2015 and 2014, there have been no claims exceeding the Self-Insured Retention amount of \$450,000 for regular employees.

During fiscal year 2005, the District established the Employee Benefit Fund (Fund), an internal service fund, to account for and finance its uninsured risks of loss related to employee health care costs. The District maintains a comprehensive self-insurance plan through a third-party administrator. Under this program, the Fund provides coverage of the District's employee health and accident insurance up to \$100,000 in eligible claims per covered member per year. Additionally, the District purchases commercial insurance for claims in excess of coverage provided by the Fund. For the years ended June 30, 2015, 2014, and 2013, claims have not exceeded the commercial insurance coverage limit for each respective plan year.

The reserve for health care costs reported in the Fund at June 30, 2015 and 2014, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Claims liability includes all known claims and an amount for claims that have been incurred but not reported (IBNR) as well as an estimate of the related loss adjustment expense.

The following is a reconciliation of changes in the reserve for health care costs for the current and prior two fiscal years. The reserve is based on deposits net of changes for the past year when the plan began.

	2015	2014	2013
Reserve for health care costs at July 1	\$ 1,105,475	\$ 1,038,618	\$ 779,164
Claims incurred during the period	5,106,290	4,434,848	4,902,042
Changes in the estimate	59,739	258,887	(19,674)
Payments on claims	(5,153,339)	(4,626,878)	(4,622,914)
Reserve for health care costs at June 30	\$ 1,118,165	\$ 1,105,475	\$ 1,038,618

The District is named as a defendant in various legal actions arising in the normal course of operations. The District's management believes the resolution of those actions will not have material effect on the District's financial statements.

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014**

Note 13. Commitments and Building Construction

All known asbestos, if not in the process of being abated during a current renovation project, is contained and poses no immediate threat to public health. Such asbestos may be remediated when future renovation occurs, if the District deems appropriate. The amount expended in fiscal years 2015 and 2014 for asbestos remediation was \$5,339 and \$104,777, respectively. The amounts were funded by Protection, Health and Safety property tax revenues.

Southwestern Illinois College has a contract with Bi-State Development Agency of the Missouri-Illinois Metropolitan District for transportation services. The contract requires the College to pay a set boarding fee for passes adopted by the Agency Board of Commissioners. The contract expired on June 30, 2015 and has been renewed for fiscal year 2016. During fiscal years 2015 and 2014, the District paid approximately \$325,000 and \$485,000 for boarding passes under this contract.

Note 14. New Government Accounting Standards

The District has adopted the following statements during the year ended June 30, 2015:

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, issued June 2012, will be effective for the College beginning with its year ending June 30, 2015. This Statement revises and establishes new financial reporting requirements for most governments that provide their employees with pension benefits. Statement No. 68 replaces the requirements of Statement No. 27, Accounting for Pension by State and Local Governmental Employers and Statement No. 50, Pension Disclosures, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. Statement No. 68 requires governments providing defined benefits pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. The Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information (RSI).

GASB Statement No. 69, Government Combinations and Disposals of Government Operations, issued January 2013, is effective for the fiscal year ending June 30, 2015. This Statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. As used in this Statement, the term government combination includes a variety of transactions referred to as mergers, acquisitions, and transfers of operations.

GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date-An Amendment of GASB Statement No. 68, issued November 2013, will be effective upon the implementation of GASB Statement No. 68, beginning with the year ending June 30, 2015. This Statement amends GASB Statement No. 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement No. 68, as amended, continues to require that beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine all such amounts.

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014**

As of June 30, 2015, the Governmental Accounting Standards Board (GASB) has issued statements that will require consideration and implementation by the College as follows:

GASB Statement No. 72, Fair Value Measurement and Application, issued February 2015 is effective for the fiscal year ending June 30, 2016. This Statement addresses accounting and financial reporting issues related to fair value measurements and provide guidance for determining a fair value measurement for financial reporting purposes. This pronouncement will require additional financial reporting and disclosure of fair value measurement of certain of the District's assets and liabilities and is not expected to have a financial impact to the District.

GASB Statement No. 73, Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement No. 68, and Amendments to Certain provisions of GASB Statements 67 and 68, issued June 2015 is effective for the fiscal year ending June 30, 2016 and is not expected to impact the District as it maintains a plan within the scope of GASB Nos. 67 and 68.

GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, issued June 2015, applies to OPEB plans that administer benefits on behalf of governments through trusts that meet the GASB's specified criteria. It replaces GASB Statement No. 43 and requires more extensive note disclosures and required supplementary information (RSI) for both defined benefit and defined contribution OPEB plans. The provisions of Statement No. 74 are effective for plan fiscal years beginning after June 15, 2016 (District's June 30, 2017 fiscal year).

GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, issued June 2015, applies to governments that provide OPEB to their employees or finance OPEB for employees of other governments. It replaces GASB Statement No. 45 and requires governments to report a liability on the face of their financial statements for the OPEB provided. In addition, it requires governments in all types of OPEB plans to provide more extensive note disclosures and RSI about OPEB liabilities. The provisions of Statement No. 75 are effective for fiscal years beginning after June 15, 2017 (District's June 30, 2018 fiscal year). The effect of this statement to the District is not yet determined.

Note 16. Discretely Presented Component Unit

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of certain significant accounting policies followed in the preparation of the financial statements.

Nature of Activities

The Southwestern Illinois College Foundation was organized in 1975 as a not-for-profit corporation. The purpose of the Foundation is to assist in developing and increasing the facilities of Southwestern Illinois College by encouraging the donation of gifts, to administer such gifts, and to solicit, receive, hold, and administer contributions for scholarships, programs, and enhancement grants.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 16. Discretely Presented Component Unit (Continued)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

For purposes of reporting cash flows, cash and cash equivalents include time deposits and money market funds with average maturities of three months or less.

Investments

The Foundation carries all investments in debt securities and investments in equity securities with readily determinable fair values at fair value in the statement of financial position, with realized and unrealized gains and losses being reflected in the statement of activities. The Foundation also classifies brokered certificates of deposit as investments.

Beneficial Interest in Perpetual Trusts

The Foundation is the beneficiary of a perpetual trust held by a third party. Under the terms of the trust, the Foundation has the irrevocable right to receive the income generated by the trust in perpetuity, but never receive the corpus of the trust. The beneficial interest in the perpetual trust is recorded at the Foundation's proportional share of the fair value of the underlying trust assets.

Bequest Receivable

Management believes bequest receivables are fully collectible; consequently, no allowance for bad debts has been recorded.

Property and Equipment

Property and equipment is recorded at cost and depreciated on a straight-line basis over the estimated useful life of each asset.

Art Collections

Accessions of art collection items are capitalized at cost if the items were purchased or at their appraised fair value on the accession date (the date which the item is accepted by the Foundation's Board of Directors) if the items were contributed. Gains and losses from deaccessions of these items are reflected in the statement of activities as changes in the appropriate net asset classes, depending on the existence and type of donor-imposed restrictions, if any.

Gifts and Grants

Gifts and grants are recorded as increases in unrestricted, temporarily restricted, or permanently restricted net assets, depending on the existence and/or nature of any donor restrictions.

Gifts of cash and other assets are reported as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Donated marketable securities and other non-cash donations are recorded as gifts at their estimated fair values at the date of donation.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 16. Discretely Presented Component Unit (Continued)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Gifts and Grants (Continued)

Unconditional promises to give are recognized as revenues or gains in the period received as assets, decreases in liabilities, or decreases in expenses depending on the form of the benefits received. Unconditional promises to give that are expected to be collected are recorded at net realizable value.

Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional. When collected prior to satisfaction of donor restrictions, amounts are reported as refundable advances.

Investment Income

Investment income consists of interest and dividends. Income and losses are allocated based on the percentage of the respective ending unrestricted, temporarily restricted, and permanently restricted net asset balance, before the allocation of investment income. Investment income earned on permanently restricted funds is reported in temporarily restricted net assets, as income earned on these funds is available for current use.

Investment income is reported as follows:

As increases in permanently restricted net assets if the terms of the gift or the Board's interpretation of relevant state law requires that they be added to the principal of a permanent endowment fund;

As increases in temporarily restricted net assets if the terms of the gift impose restrictions on the use of the income; and

As increases in unrestricted net assets in all other cases.

In-Kind Materials, Facilities, and Services

Donated supplies and materials are recorded as contributions and as expenses of the appropriate program or supporting service at their determinable fair value at the date of donation.

Donated property and equipment and art collections are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment and art collections are reported as increases in restricted net assets. Absent donor stipulations regarding how long the donated assets must be maintained, the Foundation reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Foundation reclassifies temporarily restricted net assets to unrestricted assets at that time.

Donated facilities are recorded as contributions and expenses at the date of donation at the amount of (a) the fair rental value of the facilities if the Foundation receives the use of the facilities at no cost or (b) the fair rental value of the facilities less the Foundation's contractual lease obligation if it receives the use of the facilities at below-market rates.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 16. Discretely Presented Component Unit (Continued)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In-Kind Materials, Facilities and Services (Continued)

Donated services are recorded as contributions and expenses at their estimated fair value at the date of donation if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Foundation.

Income Taxes

The Foundation is an organization exempt from income taxes as defined in the Internal Revenue Code Section 501(c)(3).

The Foundation follows standards governing the accounting for uncertainty in income taxes. This guidance prescribes a recognition threshold and measurement principles for the financial statement recognition and measurement of tax positions taken or expected to be taken on a tax return that are not certain to be realized. The Foundation evaluated its tax positions and determined it has no uncertain tax positions as of December 31, 2014 and 2013.

The Foundation's income tax returns are subject to review and examination by federal and state authorities. The Foundation is not aware of any activities that would jeopardize its tax-exempt status. The Foundation is not aware of any activities that are subject to tax on unrelated business income or excise or other taxes. The tax returns for the years 2011 to 2013 are open to examination by federal and state authorities.

INVESTMENTS

The cost and fair value of investments as of December 31, 2014, are as follows:

	2014	
	Cost	Fair Value
Certificates of Deposits	\$ 450,000	\$ 445,591
U.S. Treasury Securities	132,579	131,595
Government and Corporate Debt Securities	1,668,367	1,666,029
Fixed Income Mutual Funds	628,948	614,578
Equity Mutual Funds	2,202,392	2,127,077
Common Stocks	1,337,879	1,549,838
	<u>\$ 6,420,165</u>	<u>\$ 6,534,708</u>

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 16. Discretely Presented Component Unit (Continued)

INVESTMENTS (CONTINUED)

The cost and fair value of investments as of December 31, 2013, are as follows:

	2013	
	Cost	Fair Value
Certificates of Deposits	\$ 325,000	\$ 321,784
U.S. Treasury Securities	123,773	128,199
Government and Corporate Debt Securities	1,679,640	1,646,627
Fixed Income Mutual Funds	615,500	612,067
Equity Mutual Funds	2,079,427	2,179,531
Common Stocks	1,312,818	1,456,108
	<u>\$ 6,136,158</u>	<u>\$ 6,344,316</u>

Fair value of investments and cash and cash equivalents held for Endowment are \$576,823 and \$578,250 at December 31, 2014 and 2013, respectively.

FAIR VALUE MEASUREMENTS

Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. It also establishes a fair value hierarchy, which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value:

Level 1 – Quoted prices in active markets for identical assets or liabilities. Level 1 assets and liabilities include debt and equity securities that are traded in an active exchange market, as well as U.S. Treasury securities.

Level 2 – Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities. Level 2 assets and liabilities include debt securities with quoted prices that are traded less frequently than exchange-traded instruments. The category generally includes certain U.S. Government and agency mortgage-backed debt securities and corporate debt securities.

Level 3 – Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant measurement judgment or estimation. This category generally includes certain private debt and equity investments.

Fair value estimates are made at a specific point in time, based on available market information and judgments about the financial asset, including estimates of timing, amount of expected future cash flows, and the credit standing of the issuer. In some cases, the fair value estimates cannot be substantiated by comparison to

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 16. Discretely Presented Component Unit (Continued)

FAIR VALUE MEASUREMENTS (CONTINUED)

independent markets. Potential taxes and other expenses that would be incurred in an actual sale or settlement are not reflected in amounts disclosed. In addition, the disclosed fair value may not be realized in the immediate settlement of the financial asset. In addition, the disclosed fair values do not reflect any premium or discount that could result from offering for sale at one time an entire holding of a particular asset.

The following tables present the Foundation's fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis as of December 31, 2014 and 2013:

December 31, 2014				
	Fair Value	Level I	Level II	Level III
Certificates of Deposits	\$ 445,591	\$ -	\$ 445,591	\$ -
U.S. Treasury Securities	131,595	-	131,595	-
Government and Corporate Debt Securities	1,666,029	-	1,666,029	-
Fixed Income Mutual Funds	614,578	614,578	-	-
Equity Mutual Funds	2,127,077	2,127,077	-	-
Common Stocks	1,549,838	1,549,838	-	-
Total Investments	6,534,708	4,291,493	2,243,215	-
Beneficial Interest in Perpetual Trust	70,232	-	-	70,232
	<u>\$ 6,604,940</u>	<u>\$ 4,291,493</u>	<u>\$ 2,243,215</u>	<u>\$ 70,232</u>

December 31, 2013				
	Fair Value	Level I	Level II	Level III
Certificates of Deposits	\$ 321,784	\$ -	\$ 321,784	\$ -
U.S. Treasury Securities	128,199	-	128,199	-
Government and Corporate Debt Securities	1,646,627	-	1,646,627	-
Fixed Income Mutual Funds	612,067	612,067	-	-
Equity Mutual Funds	2,179,531	2,179,531	-	-
Common Stocks	1,456,108	1,456,108	-	-
Total Investments	6,344,316	4,247,706	2,096,610	-
Beneficial Interest in Perpetual Trust	68,912	-	-	68,912
	<u>\$ 6,413,228</u>	<u>\$ 4,247,706</u>	<u>\$ 2,096,610</u>	<u>\$ 68,912</u>

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 16. Discretely Presented Component Unit (Continued)

FAIR VALUE MEASUREMENTS (CONTINUED)

The fair value of common stocks, mutual funds, brokered certificates of deposit, and U.S. Treasury securities has been determined from observable market quotations. Government and corporate debt securities have been valued using market quotations of similar financial instruments.

The following tables provide a summary of changes in fair value of the Foundation's Level 3 financial assets for the year ended December 31, 2014 and 2013:

	Beneficial Interest In Perpetual Trust	
	2014	2013
Balance as of January 1	\$ 68,912	\$ 61,825
Increase in Value of Beneficial Interest	1,320	7,087
Balance as of December 31	<u>\$ 70,232</u>	<u>\$ 68,912</u>

PROPERTY AND EQUIPMENT

Property and equipment at December 31 consisted of the following:

	2014	2013
Property and Equipment	\$ 17,866	\$ 17,866
Less Accumulated Depreciation	<u>13,299</u>	<u>12,601</u>
	<u>\$ 4,567</u>	<u>\$ 5,265</u>

RELATED-PARTY CONTRIBUTION OF FACILITIES, EQUIPMENT, AND SERVICES

The Foundation received contributions of the use of facilities, the use of equipment, supplies, and services from Southwestern Illinois College totaling \$438,938 and \$411,187 for the years ended December 31, 2014 and 2013, respectively.

CONCENTRATION OF CREDIT RISK

During the years ended December 31, 2014 and 2013, certain cash and investment balances exceeded the Federal Deposit Insurance Corporation (FDIC) insurance limits and the Securities Investors Protection Corporation (SIPC) insurance limits. However, the Foundation has not experienced any losses in such accounts.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 16. Discretely Presented Component Unit (Continued)

BOARD DESIGNATED NET ASSETS

The Foundation's Board of Directors designated unrestricted net assets as of December 31, 2014 and 2013 for the following purposes:

	2014	2013
Schmidt Art Center Construction	\$ -	\$ 160,000
Enhancement Grants	25,000	20,000
	<u>\$ 25,000</u>	<u>\$ 180,000</u>

TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets available as of December 31, 2014 and 2013 are restricted to the following purposes or periods.

	2014	2013
Scholarships	\$ 4,822,626	\$ 4,606,335
Academic Expenses	927,687	920,881
Capital Improvements	140,095	145,793
Life Income Fund	18,072	16,502
	<u>\$ 5,908,480</u>	<u>\$ 5,689,511</u>

PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets of \$507,904 and \$506,584 as of December 31, 2014 and 2013, respectively, are restricted for the purpose of scholarships.

TEMPORARILY RESTRICTED NET ASSETS RELEASED

Temporarily restricted net assets released in accordance with donor restrictions during the years ended December 31, 2014 and 2013 are comprised of the following:

	2014	2013
Capital Improvements	\$ 38,473	\$ 319,519
Scholarships & Grants	220,654	211,977
Academic Expenses	66,166	89,969
	<u>\$ 325,293</u>	<u>\$ 621,465</u>

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 16. Discretely Presented Component Unit (Continued)

ENDOWMENTS

Interpretation of Relevant Law

The Foundation's endowment consists of individual funds established primarily for scholarship purposes. The funds are all donor-restricted endowment funds. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors of the Foundation has interpreted Illinois' Uniform Management of Institutional Funds Act (UMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by UMIFA.

The State of Illinois adoption of Uniform Prudent Management of Institutional Funds Act UPMIFA added certain prudent spending measures to UMIFA. In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate appreciation of donor-restricted endowment funds:

- (1) The long and short term needs of the Foundation in carrying out its purposes
- (2) Present and anticipated financial requirements
- (3) General economic conditions
- (4) Price level trends
- (5) The expected total return on its investments

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UMIFA requires the Foundation to retain as a fund of perpetual duration. In accordance with GAAP, deficiencies of this nature are reported in unrestricted net assets. At December 31, 2014 and 2013, there were no such deficiencies.

Return Objectives and Risk Parameters

The Foundation has adopted investment and spending policies that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 16. Discretely Presented Component Unit (Continued)

ENDOWMENTS (CONTINUED)

Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce results that exceed returns in excess of the rate of inflation over the investment horizon in order to preserve purchasing power of assets. The Foundation's goal of its endowment funds, over a ten year time period, is to provide an average rate of return of approximately 9 percent annually. Actual returns in any given year may vary from this amount.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation's permanent endowment funds are limited to fixed income investments to achieve its long-term return objectives with prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Foundation has a policy of appropriating for distribution each year 4.75% of its portfolio market value, based upon a three year moving average method. In establishing this policy, the Foundation considered the long-term expected return on its investments. Accordingly, over the long term, the Foundation expects the current spending policy to allow its endowments to grow. This is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return.

Spending Policy and How the Investment Objectives Relate to Spending Policy (Continued)

The following is a summary of endowment funds subject to the Uniform Prudent Management of Institutional Funds Act of 2006 (UPMIFA). The tables exclude the perpetual trust endowment funds, as these are not subject to UPMIFA:

Endowment Net Asset Composition by Type of Fund as of December 31, 2014 and 2013:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
<u>2014</u>				
Donor-Restricted Endowment Funds	<u>\$ -</u>	<u>\$ 139,151</u>	<u>\$ 437,672</u>	<u>\$ 576,823</u>
<u>2013</u>				
Donor-Restricted Endowment Funds	<u>\$ -</u>	<u>\$ 140,578</u>	<u>\$ 437,672</u>	<u>\$ 578,250</u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 16. Discretely Presented Component Unit (Continued)

ENDOWMENTS (CONTINUED)

Change in Endowment Net Assets for the Year Ended December 31, 2014

	2014			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Beginning of Year	\$ -	\$ 140,578	\$ 437,672	\$ 578,250
Investment Return:				
Investment Income	-	4,714	-	4,714
Net Appreciation (Realized and Unrealized)	-	365	-	365
Total Investment Return	-	5,079	-	5,079
Contributions	-	-	-	-
Appropriation of Endowment Assets for Expenditure	-	(6,506)	-	(6,506)
End of Year	<u>\$ -</u>	<u>\$ 139,151</u>	<u>\$ 437,672</u>	<u>\$ 576,823</u>

Change in Endowment Net Assets for the Year Ended December 31, 2013:

	2013			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Beginning of Year	\$ -	\$ 138,356	\$ 436,672	\$ 575,028
Investment Return:				
Investment Income	-	5,839	-	5,839
Net Appreciation (Realized and Unrealized)	-	15,027	-	15,027
Total Investment Return	-	20,866	-	20,866
Contributions	-	-	1,000	1,000
Appropriation of Endowment Assets for Expenditure	-	(18,644)	-	(18,644)
End of Year	<u>\$ -</u>	<u>\$ 140,578</u>	<u>\$ 437,672</u>	<u>\$ 578,250</u>

Southwestern Illinois College
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NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

Note 16. Discretely Presented Component Unit (Continued)

Description of Amounts Classified as Permanently restricted Net Assets and Temporarily Restricted Net Assets (Endowment Only)

	As of December 31,	
	2014	2013
Permanently Restricted Net Assets		
The portion of perpetual endowment funds that is required to be retained permanently either by explicit donor stipulation or UMIFA	\$ 437,672	\$ 437,672
Total Endowment Funds Classified as Permanently Restricted Net Assets	<u>\$ 437,672</u>	<u>\$ 437,672</u>
Temporarily Restricted Net Assets		
Term endowment funds	\$ 39,609	\$ 40,015
The portion of perpetual endowment funds subject to a time restriction under UMIFA:		
Without purpose restrictions	-	-
With purpose restrictions	99,542	100,563
Total Endowment Funds Classified as Temporarily Restricted Net Assets	<u>\$ 139,151</u>	<u>\$ 140,578</u>

REQUIRED SUPPLEMENTAL INFORMATION

Required Supplementary Information for the Year Ended June 30, 2014

Schedule of the Districts Proportionate Amount of the Net Pension Liability		
District's Percentage of the Collective Net Pension Liability	FY 2014	0%
District's Proportionate Amount of the Collective Net Pension Liability	\$	-
State's Proportionate Amount of the Collective Net Pension Liability associated with the District	\$	248,326,776
Total	\$	248,326,776
Employer Covered-Employee Payroll	\$	39,693,600
Proportion of Collective Net Pension Liability associated with the District as a percentage of covered employee payroll		625.61%
SURS Plan Net Position as a Percentage of Total Pension Liability		44.39%
Schedule of District's Federal, Trust, Grant and Other Contributions		
Federal, Trust, Grant and Other Contribution	FY 2014	\$ 327,910
Contribution in relation to required contribution	\$	(327,910)
Contribution deficiency (excess)	\$	-
Employer Covered-Employee Payroll	\$	39,693,600
Contributions as a percentage of covered employee payroll		0.83%
Additional Information		
On-Behalf Payments for Community College Health Insurance Program	FY 2014	FY 2015
	\$ 155,681.99	\$ 153,386.35

Notes to Required Supplementary Information For the Year Ended June 30, 2014

Changes of benefit terms. There were no benefit changes recognized in the Total Pension Liability as of June 30, 2014.

Changes of assumptions. In accordance with Illinois Compiled Statutes, an actuarial review is to be performed at least once every five 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, 2010 to June 30, 2014 was performed in February 2015, resulting in the adoption of new assumptions as of June 30, 2015. There are no changes of assumptions that affect measurement of the total collective pension liability since the prior measurement date.

Required Supplementary Information (Covered payroll) For the Year Ended June 30, 2014

The definition of covered payroll in GASB Statement Number 25, Financial Reporting for Defined Benefit Pension Plans was changed in GASB Statement Number 67, Financial Reporting for Pensions. Below are the definitions from the glossaries of both statements.

GASB 25 Covered Payroll. All elements included in compensation paid to active employees on which contributions to a pension plan are based. For example, if pension contributions are calculated on base pay including overtime, covered payroll includes overtime compensation.

GASB 67 Covered-Employee Payroll. The payroll of employees that are provided with pensions through the pension plan.

The change in definition refers to gross payroll rather than pensionable payroll. SURS employers do not report the gross payroll directly to SURS. Therefore, you must fill in your gross payroll amount for Fiscal Year 2014 in the following Required Supplementary Information for your covered-employee payroll and calculate the employer's proportion of collective net pension liability as a percentage of covered-employee payroll.

SUPPLEMENTAL INFORMATION

Southwestern Illinois College
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Schedule of Changes in Assets and Liabilities – Fiduciary Fund
Year Ended June 30, 2015 and 2014

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Assets				
Cash and cash equivalents	\$ 709,102	\$ 956,962	\$ 921,275	\$ 744,789
Miscellaneous receivables	6,200	631,854	636,377	1,677
Prepaid Items	900	-	900	-
Total Assets	\$ 716,202	\$ 1,588,816	\$ 1,558,553	\$ 746,466

Liabilities				
Accounts Payable	\$ 45,741	\$ 1,559,534	\$ 1,585,109	\$ 20,166
Deposits held in custody for others	670,461	381,267	325,428	726,300
Total liabilities	\$ 716,202	\$ 1,940,801	\$ 1,910,537	\$ 746,466

	Balance July 1, 2013	Additions	Deletions	Balance June 30, 2014
Assets				
Cash and cash equivalents	\$ 676,210	\$ 2,017,491	\$ 1,984,599	\$ 709,102
Miscellaneous receivables	1,441	619,289	614,530	6,200
Prepaid Items	2,292	900	2,292	900
Total Assets	\$ 679,943	\$ 2,637,680	\$ 2,601,421	\$ 716,202

Liabilities				
Accounts Payable	\$ 51,316	\$ 956,594	\$ 962,169	\$ 45,741
Deposits held in custody for others	628,627	450,735	408,901	670,461
Total liabilities	\$ 679,943	\$ 1,407,329	\$ 1,371,070	\$ 716,202

STATISTICAL SECTION
(UNAUDITED)

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**Southwestern Illinois College
Community College District #522
Statistical Section**

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

Contents	Page
Financial Trends	
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	60-61
Revenue Capacity	62-80
These schedules contain information to help the reader assess the District's most significant local revenue sources, property taxes and tuition.	
Debt Capacity	81-86
District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
Demographic and Economic Information	87-88
These schedules offer demographic and economic indicators to help the reader understand the environment within the District's financial activities takes place.	
Operating Information	89-92
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB 34 and 35 in 2003; schedules presenting government-wide information included information beginning in that year.

Southwestern Illinois College
Community College District #522

Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Business-type activities										
Invested in capital assets, net of related debt	\$ 64,841,915	\$ 67,301,106	\$ 65,386,560	\$ 61,292,393	\$ 53,478,478	\$ 53,438,438	\$ 51,398,597	\$ 47,089,420	\$ 45,102,646	\$ 44,174,213
Unrestricted	37,176,924	34,980,445	33,022,562	26,338,736	22,589,849	13,148,249	3,708,516	5,570,078	6,065,963	12,132,876
Restricted	4,339,988	5,297,543	5,688,560	17,719,904	17,548,819	9,811,855	18,440,231	19,693,947	19,768,452	3,839,320
Total business-type activities net position	<u>\$ 106,358,827</u>	<u>\$ 107,579,094</u>	<u>\$ 104,097,682</u>	<u>\$ 105,351,033</u>	<u>\$ 93,617,146</u>	<u>\$ 76,398,542</u>	<u>\$ 73,547,344</u>	<u>\$ 72,353,445</u>	<u>\$ 70,937,061</u>	<u>\$ 60,146,409</u>

Source: District's Annual Financial Reports

Southwestern Illinois College
Community College District #522

Changes in Net Position
Last Ten Fiscal Years

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Operating revenues										
Student tuition and fees, net of scholarship allowances	\$ 13,211,289	\$ 13,025,886	\$ 13,628,157	\$ 14,137,940	\$ 13,876,566	\$ 13,465,882	\$ 14,362,757	\$ 13,637,851	\$ 11,369,169	\$ 10,603,403
Auxiliary enterprise revenue	272,935	367,044	365,547	793,499	950,856	1,244,913	840,628	853,741	726,799	778,945
Facilities revenue	48,181	35,224	52,743	58,072	32,733	37,264	38,805	42,331	32,735	28,944
Other operating revenue	1,290,948	2,243,147	1,729,862	1,288,409	1,482,237	1,226,586	937,725	921,298	873,040	732,185
Total operating revenues	<u>14,823,353</u>	<u>15,671,301</u>	<u>15,776,309</u>	<u>16,277,920</u>	<u>16,342,392</u>	<u>15,974,645</u>	<u>16,179,915</u>	<u>15,455,221</u>	<u>13,001,743</u>	<u>12,143,477</u>
Operating expenses										
Instruction	30,538,901	31,857,232	31,751,406	31,312,592	30,027,654	28,660,873	27,508,750	25,864,370	23,385,638	22,479,016
Academic support	1,861,438	1,920,381	1,756,041	1,855,983	1,600,614	2,017,518	2,078,724	2,061,625	1,902,411	1,733,159
Student services	7,920,022	8,708,930	8,904,518	11,528,960	19,074,347	18,210,481	15,461,684	12,928,609	10,518,016	10,555,647
Public service	5,761,791	6,673,273	6,500,815	6,364,631	6,692,785	6,230,609	5,525,418	5,188,777	5,006,926	4,941,289
Institutional support	20,624,560	18,426,282	18,199,913	20,147,208	17,244,282	17,076,390	15,661,924	15,072,236	13,755,883	11,674,163
Operation and maintenance of plant and capital outlay	11,367,458	12,316,692	13,266,802	7,541,500	6,737,976	11,026,919	8,617,540	9,097,530	7,565,244	7,110,960
Auxiliary enterprise	1,598,128	1,792,509	1,406,016	1,773,918	1,385,938	1,702,537	1,585,244	1,548,197	1,355,184	1,040,412
Depreciation and amortization	5,460,278	5,537,546	5,220,743	4,843,523	4,022,707	3,856,466	3,162,956	2,962,893	2,016,744	2,558,021
SURS contribution paid by state	18,807,007	15,832,277	15,077,188	10,738,477	8,654,858	7,637,045	4,684,040	3,390,954	2,441,088	1,603,707
Total operating expenses	<u>103,939,583</u>	<u>103,065,122</u>	<u>102,083,442</u>	<u>96,106,792</u>	<u>95,441,161</u>	<u>96,418,838</u>	<u>84,286,280</u>	<u>78,115,191</u>	<u>67,947,134</u>	<u>63,696,374</u>
Operating (loss)	<u>(89,116,230)</u>	<u>(87,393,821)</u>	<u>(86,307,133)</u>	<u>(79,828,872)</u>	<u>(79,098,769)</u>	<u>(80,444,193)</u>	<u>(68,106,365)</u>	<u>(62,659,970)</u>	<u>(54,945,391)</u>	<u>(51,552,897)</u>
Nonoperating revenues (expenses)										
Property taxes	26,407,525	25,967,795	25,387,787	24,461,875	24,861,668	24,898,585	23,948,485	21,304,515	18,986,355	17,043,239
Local grants and contracts	4,785,422	8,884,014	4,598,933	4,328,549	4,180,389	3,592,413	2,372,682	2,390,055	2,141,511	1,998,304
State grants and contracts	18,758,320	20,373,633	18,916,967	31,371,410	29,838,236	21,788,905	20,393,035	20,818,599	21,089,992	20,006,909
Federal grants and contracts	19,628,822	20,745,439	21,609,771	21,635,677	29,615,536	26,179,757	18,283,262	15,186,575	13,123,537	13,267,828
Investment income	47,071	27,872	104,013	136,131	151,745	152,959	499,377	1,905,581	1,868,871	1,225,387
Interest expense	(866,114)	(955,797)	(640,877)	(1,115,360)	(985,059)	(965,898)	(979,464)	(1,135,247)	(267,991)	(102,358)
SURS contribution provided by state	18,807,007	15,832,277	15,077,188	10,738,477	8,654,858	7,637,045	4,684,040	3,390,954	2,441,088	1,603,707
Net nonoperating revenues	<u>87,568,053</u>	<u>90,875,233</u>	<u>85,053,782</u>	<u>91,556,759</u>	<u>96,317,373</u>	<u>83,283,766</u>	<u>69,201,417</u>	<u>63,861,032</u>	<u>59,383,363</u>	<u>55,043,016</u>
Income before contributions	(1,548,177)	3,481,412	(1,253,351)	11,727,887	17,218,604	2,839,573	1,095,052	1,201,062	4,437,972	3,490,119
Capital contributions	-	-	-	6,000	-	11,625	98,847	215,322	6,349,680	544,181
Change in net position	<u>(1,548,177)</u>	<u>\$ 3,481,412</u>	<u>(1,253,351)</u>	<u>\$ 11,733,887</u>	<u>\$ 17,218,604</u>	<u>\$ 2,851,198</u>	<u>\$ 1,193,899</u>	<u>\$ 1,416,384</u>	<u>\$ 10,787,652</u>	<u>\$ 4,034,300</u>

Source: District's Annual Financial Reports

Southwestern Illinois College
Community College District #522

Assessed Value and Estimated Actual Value of Taxable Property
Tax Levy Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, and 2005

Tax Levy Year	Fiscal year Ended June 30,	Residential Property	Commercial Property	Farm Property	Industrial Property	Railroad Property	Mineral Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2014	2016	4,530,278,086	1,021,454,751	552,290,115	320,099,013	65,626,140	4,776,733	6,494,524,838	0.4200	19,680,378,297	33.00%
2013	2015	4,552,004,526	1,025,814,779	544,916,475	254,214,091	64,533,873	5,649,934	6,447,133,678	0.4039	19,536,768,721	33.00%
2012	2014	4,667,323,754	1,049,099,122	539,234,472	253,892,589	57,001,372	6,780,634	6,573,331,943	0.3903	19,919,187,706	33.00%
2011	2013	4,235,154,452	1,070,436,679	1,055,820,221	256,738,223	52,131,500	7,722,526	6,678,003,601	0.3747	20,236,374,548	33.00%
2010	2012	4,863,371,588	1,086,457,242	534,511,081	258,371,569	49,193,765	3,137,110	6,795,042,355	0.3649	20,591,037,439	33.00%
2009	2011	4,876,566,645	1,109,350,915	531,392,466	264,636,390	43,017,648	4,327,602	6,829,291,666	0.3579	20,694,823,230	33.00%
2008	2010	4,841,525,136	1,102,188,053	517,135,065	269,796,434	36,907,922	5,962,052	6,773,514,662	0.3543	20,525,802,006	33.00%
2007	2009	4,548,092,047	1,093,686,214	501,569,655	258,127,346	33,750,167	3,263,038	6,438,488,467	0.3670	19,510,571,112	33.00%
2006	2008	4,193,168,789	968,267,923	422,100,543	246,283,553	31,316,130	3,269,670	5,864,406,608	0.3563	17,770,929,115	33.00%
2005	2007	3,797,662,019	899,822,784	409,799,495	234,803,111	30,830,146	2,331,440	5,375,248,995	0.3459	16,288,633,318	33.00%

Source: District's Business Office; County Clerk's Offices

Southwestern Illinois College
Community College District #522

Property Tax Rates

Direct and Overlapping

Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, and 2005

Taxing Bodies	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Overlapping Property Tax Rates:										
St. Clair County										
St. Clair County	0.9388	0.9080	0.9123	0.9168	0.9158	0.9168	0.9161	0.9120	1.0090	0.9715
Village of Alorton	2.4864	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
City of Belleville	1.8527	1.7588	1.6147	1.3983	1.4567	1.3983	1.2148	1.2020	1.1817	1.1606
Village of Brooklyn	1.4756	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Village of E. Carondelet	1.4585	1.4174	0.9371	0.7337	0.7806	0.7337	0.6973	0.6974	0.6430	0.7305
Village of Cahokia	5.6040	5.3825	4.4162	2.1267	2.5112	2.1267	2.0000	1.8944	2.0309	2.0633
City of Centreville	3.5110	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
City of Collinsville	0.6958	0.6932	0.6746	0.6412	0.6470	0.6412	0.6172	0.6463	0.6719	0.6917
City of Columbia	0.7574	0.7141	0.6690	0.6451	0.6457	0.6451	0.6046	0.6253	0.7111	0.7538
Village of Caseyville	2.1259	1.7187	1.5981	1.5196	1.4047	1.5196	1.4693	1.3817	1.5280	1.5004
Village of Dupu	0.7470	0.7596	0.9182	0.7701	0.8291	0.7701	0.7243	0.6908	0.6643	0.6317
City of E. St Louis	3.3997	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Village of Fayetteville	0.9440	0.8935	1.3192	1.1345	1.2029	1.1345	1.0897	1.0114	0.8874	0.8834
Village of Fairmont City	1.6742	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Village of Freeburg	0.5122	0.4897	0.4264	0.3097	0.3299	0.3097	0.2981	0.3099	0.3353	0.3686
Village of Hecker	0.5848	0.5730	0.5201	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
City of Lebanon	0.4278	0.4273	0.4253	0.4203	0.4223	0.4203	0.3997	0.3889	0.3897	0.4140
Village of Lenzburg	0.2293	0.2109	0.2044	0.1733	0.1818	0.1733	0.1714	0.1643	0.1799	0.1856
City of Madison	3.6010	3.5880	3.0272	2.5700	2.7944	2.5700	2.3861	2.6892	2.6864	2.6968
City of Mascoutah	1.4201	1.3964	1.3946	1.3869	1.3758	1.3869	1.2565	1.0841	1.0636	1.0772
Village of Milstadt	0.6961	0.7009	0.6514	0.5475	0.5498	0.5475	0.5221	0.5219	0.4998	0.6846
Village of Marissa	0.3320	0.3131	0.3171	0.3052	0.3055	0.3052	0.3001	0.2987	0.3299	0.3300
Village of New Athens	0.7057	0.6418	0.5952	0.5196	0.5073	0.5196	0.5007	0.5999	0.5809	0.6047
Village of New Baden	0.7441	0.6382	0.5997	0.6639	0.5027	0.6639	0.5393	0.5451	0.6116	0.6385
City of O'Fallon	0.8443	0.8498	0.8387	0.7580	0.8029	0.7580	0.7252	0.6901	0.7321	0.7702
Village of Sauget	14.5000	14.5000	14.5000	14.5000	14.5000	14.5000	14.5000	15.0000	15.0000	15.0000
Village of Shiloh	0.1445	0.1349	0.0907	0.0737	0.0789	0.0737	0.0669	0.0704	0.0681	0.0726
Village of Smithton	0.7062	0.6849	0.6478	0.5531	0.5842	0.5531	0.5933	0.5880	0.5879	0.5895
Village of Summerfield	0.7060	0.6762	0.6495	0.6226	0.6113	0.6226	0.5878	0.5432	0.5505	0.5782
Village of Swansea	0.5093	0.4427	0.3812	0.3066	0.3238	0.3066	0.2829	0.2832	0.3009	0.3151
Village of Wash Park	4.7877	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000

Source: District's Business Office; County Clerk's Offices

(Continued)

Southwestern Illinois College
Community College District #522

Property Tax Rates (Continued)
Direct and Overlapping
Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, and 2005

Taxing Bodies	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
St. Clair County (Continued)										
Brooklyn Fire Prot. Dist.	0.4634	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Cahokia Fire	0.4698	0.4964	0.4555	0.4083	0.4186	0.4083	0.4096	0.3830	0.3700	0.3821
Village of Caseyville Fire	0.4000	0.4000	0.4000	0.4000	0.3982	0.4000	0.4000	0.3000	0.2701	0.3000
Church Road Fire	0.8384	0.8094	0.8095	0.8306	0.7149	0.8306	0.7768	0.8402	0.7813	0.7388
Camp Jackson Fire	1.5245	1.5390	1.4302	0.7417	0.8485	0.7417	0.7343	0.7143	0.7660	0.7527
Clin-Clair Fire	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.2623	0.2706	0.2806	0.2494
Collinsville Fire	0.6000	0.6000	0.5950	0.5578	0.5553	0.5578	0.5335	0.5553	0.5988	0.6000
Columbia Fire	0.1313	0.1249	0.1166	0.1548	0.1580	0.1548	0.1348	0.1254	0.1278	0.1283
Dupo Fire	0.6835	0.6818	0.6698	0.6596	0.6622	0.6596	0.6448	0.5841	0.5250	0.5161
Emerald Mound Fire	0.4106	0.3330	0.3108	0.2863	0.2937	0.2863	0.2903	0.2820	0.2938	0.1977
East Side Fire	0.2186	0.2169	0.2149	0.1754	0.1861	0.1754	0.1657	0.1648	0.1703	0.1749
Freeburg Fire	0.4368	0.4321	0.4223	0.3660	0.3914	0.3660	0.3507	0.3535	0.3768	0.4030
French Village Fire	1.5577	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Fairview Caseyville Township Fire	0.4535	0.4343	0.4123	0.3728	0.3984	0.3728	0.2857	0.2777	0.2791	0.2931
Hecker Fire	0.3358	0.3357	0.3354	0.3027	0.3193	0.3027	0.2907	0.2928	0.1901	0.2029
Hollywood Heights Fire	0.3114	0.1760	0.1727	0.1676	0.1697	0.1676	0.1693	0.1965	0.2491	0.2706
Marissa Fire	0.2818	0.3444	0.2898	0.2895	0.2921	0.2895	0.2916	0.2623	0.2670	0.2847
Midway Fire	2.8349	3.0269	2.7927	1.7519	2.0202	1.7519	1.6329	1.4512	1.4619	1.2693
Millstadt Rural Fire	0.2338	0.2299	0.2128	0.1962	0.2043	0.1962	0.1881	0.1875	0.1982	0.2312
Mascoutah Rural Fire	0.4584	0.4440	0.4116	0.4106	0.4171	0.4106	0.4035	0.3245	0.4691	0.4351
New Athens Fire	0.5192	0.4828	0.4683	0.4241	0.4346	0.4241	0.4133	0.4548	0.4627	0.4833
New Baden Fire Prot. Dist.	0.3468	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Northwest SCC Fire	0.5268	0.5226	0.5187	0.4848	0.4945	0.4848	0.4784	0.4781	0.3659	0.3466
Northwest SCC Bonds	0.0970	0.0994	0.0990	0.0849	0.0884	0.0849	0.0839	0.0880	0.0927	0.1079
O'Fallon-Shiloh-Caseyville Fire	0.5008	0.4773	0.4730	0.4013	0.4162	0.4013	0.3822	0.3785	0.4106	0.3829
Prairie Dupont Fire	0.9802	0.9829	1.0001	0.9654	0.9285	0.9654	0.9822	0.9744	0.9690	0.9875
Sugar Creek Fire	0.2151	0.2050	0.2006	0.1858	0.1859	0.1858	0.1891	0.1947	0.1973	0.1900
Signal Hill Fire	0.7260	0.7167	0.7052	0.5894	0.6094	0.5894	0.5859	0.5538	0.5671	0.5725

Source: District's Business Office; County Clerk's Offices

(Continued)

Southwestern Illinois College
Community College District #522

Property Tax Rates (Continued)

Direct and Overlapping

Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, and 2005

Taxing Bodies	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
St. Clair County (Continued)										
St. Libory Fire	0.5635	0.5881	0.5860	0.2792	0.8453	0.2792	0.2668	0.2660	0.2606	0.2703
Smithton Fire	0.3290	0.3208	0.3187	0.3014	0.3098	0.3014	0.3106	0.3193	0.3117	0.3325
State Park Fire	0.5427	0.5326	0.5343	0.5374	0.5359	0.5374	0.5320	0.5492	0.5591	0.5609
Summerfield Fire	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Tilden Fire Protection District	0.3829	0.3833	0.3893	0.3844	0.3883	0.3844	0.3870	0.3899	0.3959	0.4017
Villa Hills Fire	0.4175	0.4163	0.4797	0.5006	0.5056	0.5006	0.4760	0.3791	0.3252	0.3213
Waterloo Rural Fire	0.1988	0.1894	0.1740	0.1248	0.1279	0.1248	0.1196	1.0450	0.1216	0.1312
St. Libory District #30	3.4242	3.1742	2.5615	1.8659	1.8508	1.8659	1.8083	1.8426	1.8168	1.8604
Freeburg District #70	2.7610	2.6813	2.6037	2.3957	2.4970	2.3957	2.3573	2.3725	2.3143	2.4484
Shiloh District #85	3.4719	3.4225	3.4089	3.2113	3.3549	3.2113	3.2416	3.4093	3.4254	3.4486
O'Fallon District #90	3.1694	3.1423	3.1423	3.0518	3.0657	3.0518	2.9568	2.9568	2.9568	2.9568
Central District #104	3.2500	3.2500	3.2500	3.1600	3.2578	3.1600	3.1600	3.1613	3.1600	3.1623
Pontiac District #105	2.4898	2.4190	2.3901	2.4239	2.3540	2.4239	2.3942	2.3884	2.3682	2.4909
Grant District #110	4.0020	3.9134	3.5539	3.6380	3.9457	3.6380	3.2556	3.1244	3.0610	2.9768
Wolf Branch District #113	3.7238	3.6999	3.6809	3.5477	3.5748	3.5447	3.5070	3.6325	3.6397	3.7706
Whiteside District #115	2.7613	2.8046	2.7542	2.6255	2.4827	2.6255	2.6261	2.6133	2.5972	2.6758
High Mount District #116	4.1832	4.1088	3.9571	3.5182	3.4891	3.5182	3.5185	3.5464	3.6029	3.6696
Belleville District #118	3.5678	3.4880	3.3780	3.2002	3.2435	3.2002	3.1651	3.1732	3.2168	3.3200
Belle-Valley District #119	5.0317	4.7275	4.4246	4.1447	4.2489	4.1447	3.1116	3.1037	3.1027	3.1164
Smithton District #130	3.1605	3.1358	3.1041	3.0004	3.0151	3.0004	3.0341	3.1263	3.0436	3.1872
Millstadt District #160	2.9933	2.9297	2.8953	2.8587	2.8851	2.8587	2.9035	2.9190	2.9187	2.9321
Harmony-Emge #175	4.0418	3.7703	3.6547	3.4239	3.4778	3.4239	3.3030	3.2943	3.3151	3.3291
Signal Hill District #181	4.2792	4.2244	4.2633	4.8374	4.8778	4.8374	4.7917	4.7828	4.8376	4.7921
Freeburg High School #77	2.0570	1.9631	1.9462	1.9198	1.9266	1.9198	1.9232	1.9293	1.8947	2.0039
Belleville High School #201	2.0352	1.9712	1.9712	1.9753	1.9700	1.9753	1.9620	1.9658	2.0291	1.9768
O'Fallon High School #203	2.2271	2.2005	2.2005	1.9187	1.9819	1.9187	1.8999	1.9427	1.9819	1.9819

Source: District's Business Office; County Clerk's Offices

(Continued)

Southwestern Illinois College
Community College District #522

Property Tax Rates (Continued)

Direct and Overlapping

Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, and 2005

Taxing Bodies	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
St. Clair County (Continued)										
East Side Health	0.1539	0.1532	0.1182	0.1310	0.1339	0.1310	0.1330	0.1498	0.1534	0.1627
Cahokia Public Library District	0.4688	0.4696	0.4432	0.3795	0.3918	0.3795	0.3775	0.3878	0.4343	0.4547
Caseyville Public Library	0.1338	0.1265	0.1204	0.1173	0.1087	0.1173	0.1219	0.1358	0.2738	0.2384
Daugherty Public Library	0.1931	0.1927	0.1836	0.1775	0.1796	0.1775	0.1745	0.1707	0.1703	0.1710
Freeburg Area Library	0.2092	0.2047	0.1994	0.2210	0.2321	0.2210	0.2130	0.2112	0.2113	0.2208
Marissa Area Library	0.3363	0.3210	0.3211	0.1920	0.1879	0.1920	0.1917	1.7840	0.1824	0.1833
Mississippi Valley Public Library	0.2140	0.2100	0.2070	0.2019	0.2039	0.2019	0.2038	0.2402	0.2543	0.2514
New Athens District Library	0.1812	0.1783	0.1718	0.1566	0.1618	0.1566	0.1521	0.1597	0.1541	0.1696
Smithton Public Library	0.2063	0.2021	0.1969	0.1589	0.1821	0.1589	0.1588	0.1594	0.1595	0.1609
Prairie Dupont Levee	0.0000	0.6242	0.6003	0.5436	0.5541	0.5436	0.5295	0.5364	0.5465	0.5484
City of Belleville Library	0.3018	0.2982	0.2811	0.2479	0.2628	0.2479	0.2496	0.2335	0.2450	0.2483
City of Centreville Library	0.0666	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
City of Columbia Library	0.1587	0.1573	0.1527	0.1353	0.1376	0.1353	0.1291	0.1326	0.1530	0.1621
Village of Hecker Library	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
City of E St. Louis Library	0.1483	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
City of Lebanon Library	0.1437	0.1341	0.1255	0.1126	0.1166	0.1126	0.1093	0.1076	0.1104	0.1203
City of Madison Library	0.2235	0.2241	0.2180	0.2207	0.2319	0.2207	0.2476	0.2333	0.2402	0.2468
Village of Millstadt Library	0.1497	0.1500	0.1500	0.1500	0.1500	0.1500	0.1492	0.1478	0.1500	0.1366
City of Mascoutah Library	0.2881	0.2810	0.2740	0.2754	0.2700	0.2754	0.2517	0.2533	0.2737	0.3168
Village of New Baden Library	0.1696	0.1746	0.1664	0.1402	0.1372	0.1402	0.1504	0.1585	0.1584	0.1587
City of O'Fallon Library	0.1502	0.1512	0.1487	0.1500	0.1500	0.1500	0.1480	0.1685	0.1714	0.1805
Mascoutah Surf Water	0.0983	0.0948	0.0957	0.0953	0.0906	0.0953	0.0925	0.0942	0.1098	0.1180
Collinsville Area Rec	0.5039	0.4583	0.4579	0.5996	0.6065	0.5996	0.5328	0.7523	0.4408	0.4299
E. St. Louis park	0.5645	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Freeburg Park District	0.1226	0.0707	0.0673	0.0570	0.0600	0.0570	0.0548	0.0590	0.0629	0.0836
Horner Park	0.1692	0.1643	0.1614	0.1453	0.1504	0.1453	0.1412	0.1384	0.1444	0.1502
New Athens Park	0.1076	0.1042	0.1069	0.1403	0.1360	0.1403	0.1408	0.1692	0.1758	0.1937
Stiles Township Park	0.1738	0.1701	0.1748	0.1534	0.1668	0.1534	0.1539	0.1646	0.1588	0.1684

Source: District's Business Office; County Clerk's Offices

(Continued)

Southwestern Illinois College
Community College District #522

Property Tax Rates (Continued)

Direct and Overlapping

Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, and 2005

Taxing Bodies	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
St. Clair County (Continued)										
Canteen Road	0.3670	0.3609	0.3498	0.3379	0.3358	0.3379	0.3413	0.3380	0.3383	0.3505
Centreville Road	0.3962	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Caseyville Road	0.1177	0.1074	0.1041	0.1017	0.1023	0.1017	0.1033	0.1096	0.1217	0.1370
Engelmann Road	0.5963	0.5919	0.5838	0.5747	0.5835	0.5747	0.4495	0.4087	0.4568	0.4515
Fayetteville Road	0.4432	0.4348	0.4496	0.5268	0.4686	0.5268	0.5291	0.5330	0.5312	0.5356
Freeburg Road	0.4799	0.4735	0.4624	0.4291	0.4389	0.4291	0.4160	0.4205	0.4402	0.4550
Lebanon Road	0.4001	0.3888	0.3779	0.3728	0.3708	0.3728	0.3665	0.3708	0.3829	0.4054
Lenzburg Road	0.3158	0.2996	0.2991	0.2825	0.2788	0.2825	0.2949	0.3288	0.3382	0.3800
Millstadt Road	0.2214	0.2246	0.2218	0.2031	0.2194	0.2031	0.2209	0.2233	0.2378	0.2419
Marissa Road	0.6347	0.6253	0.6267	0.5948	0.6065	0.5948	0.5778	0.4992	0.5348	0.5408
Mascoutah Road	0.2927	0.2930	0.2928	0.2980	0.2949	0.2980	0.2952	0.3011	0.3103	0.3283
New Athens Road	0.3205	0.3249	0.3111	0.3166	0.3092	0.3166	0.3372	0.3753	0.3695	0.3852
O'Fallon Road	0.2881	0.2869	0.2812	0.2677	0.2723	0.2677	0.2628	0.2633	0.2656	0.2719
Prarie Dulong Road	0.3138	0.3098	0.3132	0.3192	0.3152	0.3192	0.3220	0.3311	0.3277	0.3422
St. Clair Road	0.2472	0.2475	0.2230	0.2352	0.2243	0.2352	0.2311	0.2406	0.2455	0.2500
Stokey Road	0.4748	0.4674	0.4496	0.4142	0.4351	0.4142	0.3998	0.3971	0.4038	0.4051
Sugar Loaf Road	0.2915	0.2907	0.2815	0.2648	0.2671	0.2648	0.2662	0.2771	0.2998	0.3120
Smithton Road	0.4004	0.3950	0.3702	0.3204	0.3331	0.3204	0.3040	0.3114	0.3120	0.3987
Shiloh Valley Road	0.2533	0.2430	0.2403	0.2349	0.2372	0.2349	0.2172	0.2196	0.2530	0.2579
Prairie Dupont Levee	0.6461	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Metro-East Sanitary	0.4301	0.4176	0.4023	0.4060	0.4254	0.4060	0.4066	0.3992	0.4008	0.4216
Dupo Mosquito Abatement	0.0352	0.0354	0.0347	0.0315	0.0339	0.0315	0.0335	0.0365	0.0342	0.0352
Belleville SSA #2	1.8051	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	1.2462
Belleville SSA #3	0.0000	1.6631	1.5128	1.3420	1.3998	1.3482	1.3552	1.2795	1.2935	0.0000
Mascoutah SSA #1	0.3750	0.3448	0.3750	0.3750	0.3750	0.3750	0.0000	0.0000	0.0000	0.0000
New Baden SSA	0.1960	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
O'Fallon SSA #1	0.1443	0.1369	0.1329	0.1234	0.1246	0.1234	0.1225	0.1230	0.1289	0.1385
O'Fallon SSA #2	0.1565	0.1605	0.1566	0.1352	0.1403	0.1352	0.1300	0.1340	0.1404	0.1515
O'Fallon SSA #3	0.0501	0.0495	0.0480	0.0436	0.0440	0.0436	0.0431	0.0443	0.0465	0.0499

Source: District's Business Office; County Clerk's Offices

(Continued)

Southwestern Illinois College
Community College District #522

Property Tax Rates (Continued)
Direct and Overlapping
Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, and 2005

Taxing Bodies	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
St. Clair County (Continued)										
O'Fallon SSA #4	0.0981	0.0890	0.0875	0.0752	0.0834	0.0752	0.0726	0.0702	0.0730	0.0781
O'Fallon SSA #5	0.0228	0.0222	0.0215	0.0195	0.0201	0.0195	0.0197	0.0223	0.0252	0.0303
O'Fallon SSA #6	0.0222	0.0218	0.0214	0.0188	0.0190	0.0188	0.0186	0.0191	0.0199	0.0213
O'Fallon SSA #7	0.1061	0.1032	0.1003	0.0951	0.0958	0.0951	0.0936	0.0963	0.1006	0.1043
Sauget SSA #1	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500
Shiloh SSA #1	2.0000	2.0000	2.0000	2.0000	2.0000	2.0000	0.0000	0.0000	0.0000	0.0000
St. Clair Township St. Light	0.0426	0.0427	0.0414	0.0406	0.0413	0.0406	0.0420	0.0454	0.0463	0.0509
Belleville Township	0.1218	0.1212	0.1132	0.0963	0.1028	0.0963	0.0926	0.0908	0.0747	0.0763
Canteen Township	0.5305	0.4965	0.4814	0.4621	0.4596	0.4621	0.4604	0.4631	0.4798	0.4928
Centreville Township	0.5150	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Caseyville Township	0.1215	0.1145	0.1130	0.1065	0.1122	0.1065	0.1031	0.1102	0.1187	0.1271
Engelmann Township	0.4493	0.4238	0.4064	0.3881	0.3959	0.3881	0.3801	0.3249	0.3894	0.3820
E. St. Louis Township	0.5292	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Fayetteville Township	0.2600	0.2521	0.2660	0.2610	0.2543	0.2610	0.2628	0.2729	0.3154	0.3352
Freeburg Township	0.2426	0.2464	0.2390	0.2072	0.2184	0.2072	0.2016	0.2093	0.2254	0.2351
Lebanon Township	0.1700	0.1666	0.1649	0.1609	0.1594	0.1609	0.1560	0.1594	0.1736	0.1916
Lenzburg Township	0.1605	0.1481	0.1459	0.1428	0.1410	0.1428	0.1433	0.1472	0.1524	0.1656
Millstadt Township	0.1081	0.1093	0.1052	0.1028	0.1009	0.1028	0.1034	0.1050	0.1134	0.1198
Marissa Township	0.3409	0.3327	0.3338	0.3162	0.3260	0.3162	0.3028	0.2603	0.2679	0.2832
Mascoutah Township	0.1361	0.1367	0.1376	0.1437	0.1403	0.1437	0.1406	0.1471	0.1572	0.1763
New Athens Township	0.1344	0.1356	0.1441	0.1479	0.1436	0.1479	0.1497	0.1754	0.1809	0.1983
O'Fallon Township	0.0705	0.0693	0.0658	0.0608	0.0618	0.0608	0.0600	0.0624	0.0662	0.0728
Prarie Dulong Township	0.1151	0.1087	0.1112	0.1125	0.1095	0.1125	0.1161	0.1203	0.1191	0.1270
St. Clair Township	0.0513	0.0514	0.0618	0.0420	0.0501	0.0420	0.0395	0.0426	0.0453	0.0478
Stookey Township	0.5275	0.5029	0.4860	0.4200	0.4506	0.4200	0.4022	0.4076	0.4047	0.3557
Sugar Loaf Township	0.3125	0.3030	0.2794	0.2392	0.2447	0.2392	0.2425	0.2702	0.2813	0.2954
Smithton Township	0.1749	0.1708	0.1589	0.1343	0.1406	0.1343	0.1267	0.1286	0.1365	0.1754

Source: District's Business Office; County Clerk's Offices

(Continued)

Southwestern Illinois College
Community College District #522

Property Tax Rates (Continued)
Direct and Overlapping

Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, 2005, and 2004

Taxing Bodies	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
St. Clair County (Continued)											
Stiles Township	0.6534	0.6381	0.6315	0.5568	0.5747	0.5568	0.5535	0.5634	0.5577	0.6285	0.5543
Shiloh Valley Township	0.0595	0.0523	0.0494	0.0425	0.0446	0.0425	0.0332	0.0324	0.0439	0.0464	0.0507
Wesclin Unit #3	4.3945	4.3038	4.3177	4.2794	4.2275	4.2794	4.2496	4.3308	4.3093	4.3263	4.4480
Columbia Unit #4	4.7838	4.7028	4.6620	4.3121	4.3609	4.3121	4.2516	4.2697	4.3498	4.4922	4.3445
Waterloo Unit #5	4.3066	4.2853	4.2056	4.1253	4.1652	4.1253	4.1289	4.0963	4.2290	4.2667	3.6638
Lebanon Unit #9	6.2167	6.1417	5.4765	5.2027	5.2761	5.2027	5.0340	4.9471	5.0782	4.9842	4.6668
Collinsville Unit #10	4.5022	4.4840	4.3310	4.2674	4.2613	4.2674	4.2511	4.3319	4.3329	4.3884	4.4290
Mascoutah Unit #19	4.6597	4.4279	4.3710	4.0719	4.0832	4.0719	3.8816	2.8651	3.2400	3.2400	3.2400
Marissa Unit #40	6.0161	5.8640	5.9077	6.2005	6.1629	6.2005	6.5767	6.2091	6.3653	6.3583	5.9879
New Athens Unit #60	5.1055	4.3004	4.2204	4.1637	4.0676	4.1637	4.1327	4.2479	4.2127	4.2988	4.3727
Red Bud Unit #132	3.3471	3.3182	3.3271	3.2850	3.1432	3.2385	3.1984	3.2256	3.2019	3.2302	3.2414
Cahokia Unit #187	11.0434	11.0436	11.0403	8.2569	9.0731	8.2569	8.1815	7.4224	6.8257	7.1467	6.8342
Lovejoy Unit #188	8.4756	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
E. St. Louis Unit #189	10.8384	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Dupo Unit #196	5.4200	5.3896	5.0757	4.5524	5.1847	4.5524	4.2370	4.6500	4.6562	4.6667	4.6493
Madison County											
Madison County	0.7329	0.7210	0.6974	0.6864	0.7145	0.6781	0.6534	0.6518	0.6758	0.7050	0.7372
Multi-township Assessing District	0.0520	0.0510	0.0515	0.0505	0.0484	0.0487	0.0653	0.0495	0.0586	0.0685	0.0070
Triad #2	4.5946	4.5790	4.5095	4.4791	4.4594	4.2642	4.0995	4.1201	4.0865	3.9419	3.9720
Venice #3	4.6553	4.6145	4.6019	5.2439	5.4162	5.2433	5.9074	5.6298	5.4115	5.2864	5.5887
Highland #5	4.7452	4.7646	4.6669	4.6885	4.6614	4.8080	4.7576	4.7979	4.7648	4.4127	4.2537
Edwardsville #7	4.1497	4.1789	4.1451	4.0509	4.0105	3.9908	3.9594	3.9088	3.9086	3.9702	4.0254
Granite City #9	4.3802	4.3361	4.3133	4.2732	4.2551	4.2565	4.2124	4.2018	4.2029	4.1950	4.1692
Collinsville #10	4.4817	4.4418	4.3042	4.2533	4.2356	4.2472	4.2532	4.3018	4.3059	4.3603	4.3880
Madison #12	6.9122	6.8493	6.7799	6.5348	6.5032	6.3167	6.8699	7.0768	7.2011	7.2989	7.2926

Source: District's Business Office; County Clerk's Offices

(Continued)

Southwestern Illinois College
Community College District #522

Property Tax Rates (Continued)
Direct and Overlapping
Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, and 2005

Taxing Bodies	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Madison County (Continued)										
Ahlambra Fire	0.6865	0.6816	0.6725	0.6594	0.6288	0.5863	0.5751	0.5645	0.6163	0.6573
Collinsville Fire	0.6000	0.6000	0.5943	0.5937	0.5552	0.5579	0.5318	0.5573	0.2918	0.3000
Glen Carbon Fire	0.5805	0.4874	0.4506	0.4023	0.3810	0.3534	0.3390	0.3308	0.3412	0.3696
Hamel Fire	0.4100	0.3924	0.3746	0.3524	0.3250	0.3086	0.3050	0.2938	0.3114	0.3302
Highland-Pierron Fire	0.3539	0.3473	0.3279	0.3183	0.3006	0.2956	0.2878	0.2945	0.3066	0.3198
Long Lake Fire	0.3050	0.3048	0.3016	0.3015	0.3014	0.2813	0.2733	0.2725	0.2749	0.2755
Marine Fire	0.3730	0.3615	0.3477	0.3305	0.3123	0.2974	0.2896	0.2900	0.2982	0.3084
Mitchell Fire	0.4495	0.4487	0.4483	0.4452	0.4398	0.4401	0.4402	0.4246	0.4291	0.4443
New Douglas Fire	0.4819	0.4892	0.4792	0.5212	0.5063	0.4961	0.6636	0.4864	0.4214	0.4526
Olive Fire	0.6546	0.6387	0.6361	0.6358	0.6089	0.5888	0.5078	0.5034	0.5220	0.5604
Slate Park Fire	0.5363	0.5302	0.5250	0.5290	0.5304	0.5345	0.5236	0.5481	0.5428	0.5650
St. Jacob Fire	0.4386	0.4224	0.3969	0.3863	0.3774	0.3642	0.3668	0.3640	0.3829	0.4044
Troy Fire	0.3235	0.3137	0.2957	0.2798	0.2684	0.2590	0.2501	0.2522	0.2614	0.2851
Maryville Fire	0.3000	0.3000	0.3000	0.3000	0.3000	0.3000	0.3000	0.3000	0.2973	0.3000
Grantfork Fire	0.4682	0.4647	0.4401	0.4167	0.3944	0.3794	0.3701	0.3752	0.4094	0.3874
Cloverleaf E-Mad Fire	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Miracle Manor St. Light	0.1682	0.1635	0.1512	0.1509	0.1401	0.1359	0.1361	0.1356	0.1468	0.1474
Slate Park St. Light	0.3750	0.3750	0.3502	0.3750	0.3750	0.3664	0.3634	0.3488	0.3642	0.3525
Mississippi Valley Library District	0.2131	0.2082	0.2059	0.2053	0.2025	0.2006	0.2004	0.2374	0.2569	0.2518
Edwardsville City Library	0.2038	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Six-Mile Reg. Library Dist.	0.3854	0.3680	0.3660	0.3417	0.3169	0.2979	0.2856	0.2822	0.2860	0.2960
Latzer Memorial Library	0.1626	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Madison City Library	0.2227	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Venice City Library	0.2674	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Tri-Twnshp Library Dist.	0.1742	0.1918	0.1903	0.1899	0.1868	0.1820	0.1782	0.1804	0.1785	0.1975
Glen Carbon Centennial Library	0.2017	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Maryville Library Dist.	0.1899	0.1857	0.1650	0.1649	0.1629	0.1601	0.1604	0.1500	0.1035	0.0000
Maryville SP. Srv. Area #1	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.7281	1.0125	1.2050
Maryville SS. Area #3	0.5685	0.5718	0.4930	0.4923	0.4873	0.4906	0.5080	0.7251	0.7525	0.9511
Metro East Sanitary	0.4249	0.4125	0.4028	0.3988	0.4161	0.4040	0.3955	0.4034	0.4020	0.4198
St. Louis Region Airport	0.0800	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Marine Sanitary	0.0121	0.0121	0.0119	0.0117	0.0115	0.0114	0.0113	0.0112	0.0117	0.0124

Source: District's Business Office; County Clerk's Offices
(Continued)

Southwestern Illinois College
Community College District #522

Property Tax Rates (Continued)

Direct and Overlapping

Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, and 2005

Taxing Bodies	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Madison County (Continued)										
Granite City Park	0.5716	0.5729	0.5455	0.5058	0.4643	0.4386	0.4258	0.4192	0.4163	0.4225
Tri Township Park	0.2109	0.2047	0.1955	0.1845	0.1770	0.1719	0.1670	0.1602	0.1581	0.1676
Venice Park Dist.	0.4034	0.3795	0.3722	0.3574	0.3872	0.3323	0.3616	0.3596	0.3483	0.3559
St. Jacob Park	0.1516	0.1427	0.1339	0.1304	0.1276	0.1233	0.1303	0.1295	0.1362	0.1441
Collinsville Area Recr.	0.4974	0.4452	0.4498	0.4511	0.5922	0.6122	0.5303	0.5549	0.5498	0.4224
Helvetia Road & Bridge	0.4304	0.4317	0.4268	0.4262	0.4159	0.4040	0.3948	0.3988	0.4022	0.4080
Saline Road & Bridge	0.3138	0.3161	0.3138	0.3060	0.2989	0.2981	0.2927	0.2960	0.3057	0.3148
Leef Road & Bridge	0.8891	0.8772	0.8773	0.8489	0.8193	0.7969	0.7839	0.7873	0.8971	0.9816
New Douglas Road/Bridge	0.9559	0.9462	0.9248	0.9660	0.9666	0.9707	0.9695	0.9423	0.8939	0.9692
St. Jacob Road & Bridge	0.7514	0.7177	0.6863	0.6731	0.6617	0.6447	0.6484	0.6453	0.6707	0.6994
Marine Road & Bridge	0.6766	0.6328	0.6086	0.5840	0.5623	0.5552	0.5393	0.5282	0.5327	0.5505
Alhambra Road & Bridge	0.8705	0.8742	0.8685	0.8639	0.8300	0.8122	0.8206	0.8102	0.8799	0.9513
Olive Road & Bridge	0.8048	0.7795	0.7495	0.7221	0.6979	0.6713	0.6608	0.6575	0.6720	0.7654
Jarvis Road & Bridge	0.3438	0.3389	0.3429	0.3413	0.3462	0.3395	0.3352	0.3366	0.3432	0.3281
Pin Oak Road & Bridge	0.4619	0.4553	0.4605	0.4508	0.4420	0.4366	0.4299	0.4367	0.4515	0.4718
Hamel Road & Bridge	0.9100	0.9100	0.9100	0.9100	0.9100	0.9070	0.9045	0.6428	0.6688	0.6966
Collinsville Road	0.3808	0.3688	0.3577	0.3502	0.3408	0.3352	0.3263	0.3270	0.3321	0.3402
Nameoki Road & Bridge	0.3560	0.3553	0.3539	0.3724	0.3718	0.3101	0.3083	0.3065	0.3097	0.3097
Chouteau Road & Bridge	0.3507	0.3534	0.3535	0.3406	0.3319	0.3253	0.3205	0.3386	0.3369	0.3372
Venice Road & Bridge	0.2736	0.2723	0.2692	0.2565	0.2529	0.2456	0.2426	0.2403	0.2321	0.2280
Helvetia Township	0.1612	0.1560	0.1516	0.1513	0.1527	0.1442	0.1387	0.1383	0.1113	0.1140
Saline Township	0.1470	0.1493	0.1462	0.1494	0.1664	0.1874	0.1598	0.1641	0.1577	0.1681
Leef Township	0.3459	0.3394	0.3394	0.3399	0.3227	0.3180	0.3260	0.3284	0.3952	0.4454
New Douglas Township	0.7402	0.7281	0.7076	0.7666	0.7659	0.7863	0.7656	0.7395	0.7456	0.8277
St. Jacob Township	0.3695	0.3645	0.3565	0.3474	0.3397	0.3282	0.3308	0.3283	0.3459	0.3656

Source: District's Business Office; County Clerk's Offices
(Continued)

Southwestern Illinois College
Community College District #522

Property Tax Rates (Continued)
Direct and Overlapping
Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, and 2005

Taxing Bodies	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Madison County (Continued)										
Marine Township	0.2923	0.2925	0.2805	0.2652	0.2632	0.2585	0.2477	0.2406	0.2437	0.2529
Alhambra Township	0.3651	0.3653	0.3628	0.3618	0.3509	0.3427	0.3467	0.3459	0.3871	0.4335
Olive Township	0.3829	0.3861	0.3854	0.3781	0.3616	0.3436	0.3366	0.3341	0.3439	0.4092
Jarvis Township	0.1288	0.1252	0.1176	0.1110	0.1120	0.1076	0.1050	0.1058	0.1100	0.1579
Pin Oak Township	0.0677	0.0695	0.0730	0.0742	0.0754	0.0776	0.0795	0.0858	0.0905	0.0970
Hamel Township	0.2392	0.2279	0.2165	0.2034	0.1870	0.1779	0.1759	0.1688	0.1780	0.1878
Collinsville Township	0.2341	0.2209	0.2170	0.2080	0.2034	0.2025	0.1920	0.1931	0.1993	0.2090
Nameoki Township	0.3723	0.3717	0.3670	0.3720	0.3791	0.2807	0.2774	0.2738	0.2798	0.2800
Chouteau Township	0.2207	0.2241	0.2243	0.2084	0.1982	0.1901	0.1842	0.2061	0.2041	0.2046
Venice Township	0.5133	0.5113	0.5066	0.4873	0.4818	0.4706	0.5611	0.5515	0.5470	0.5429
Granite City Township	0.3625	0.3449	0.3170	0.2927	0.2565	0.2636	0.2464	0.2469	0.2625	0.2667
Village of Alhambra	0.8107	0.8085	0.7609	0.7123	0.6831	0.6342	0.6114	0.6353	0.6729	0.6863
City of Collinsville	0.6959	0.6746	0.6676	0.6552	0.6312	0.6300	0.6137	0.6436	0.6595	0.6792
City of Edwardsville	1.3332	1.3310	1.2824	1.4693	1.4416	1.4143	1.3833	1.4544	1.4770	1.5794
Village of Glen Carbon	0.8602	0.8478	0.8809	1.0525	1.0362	1.0107	1.0033	1.0397	0.8993	0.9903
Village of Grant Fork	0.7392	0.7283	0.6987	0.7022	0.6452	0.6061	0.5939	0.6178	0.7832	0.8999
City of Highland	1.8292	1.7868	1.7418	1.8553	1.7982	1.7320	1.6700	1.6875	1.7199	1.7992
City of Madison	3.5558	3.4949	3.4116	3.4192	3.3375	2.6378	2.5196	2.8186	2.7436	2.9343
Village of Hartford	0.6706	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Village of Hamel	0.0000	0.6238	0.5880	0.5780	0.5537	0.5410	0.5664	0.5593	0.5867	0.0000
Village of Marine	0.7471	0.7472	0.7282	0.6850	0.6414	0.6070	0.5732	0.5406	0.5376	0.5433
Village of Maryville	0.9819	0.9681	0.9154	0.9815	0.9887	0.9993	1.0172	1.0281	0.9903	1.0313
Village of New Douglas	0.4582	0.4501	0.4286	0.4129	0.3906	0.4086	0.3845	0.3600	0.3677	0.3875
Village of Pierron	0.1793	0.1897	0.1888	0.2007	0.1984	0.2019	0.1963	0.2117	0.2265	0.2456
Village of St. Jacob	1.0273	0.9837	0.9420	0.9435	0.9490	0.9452	0.9744	0.9663	0.9504	0.8959
City of Troy	0.7889	0.8076	0.7910	0.7883	0.7888	0.7448	0.7129	0.7529	0.6998	0.6148
City of Venice	6.0720	5.7005	5.2519	4.9318	5.2765	4.2820	4.7057	4.8502	0.4272	4.3588
Village of Pontoon Beach	0.8677	0.8299	0.7800	0.7227	0.6798	0.6525	0.6391	0.7177	0.4687	0.5020
City of Granite City	2.4390	2.3162	2.1276	1.9596	1.6121	1.4977	1.4036	1.3434	1.3830	1.3894
Village of Fairmont City	1.5693	1.5200	1.4625	1.3256	1.2215	1.2320	0.2747	0.2822	0.2616	0.2826

Source: District's Business Office; County Clerk's Offices
(Continued)

Southwestern Illinois College
Community College District #522

Property Tax Rates (Continued)

Direct and Overlapping

Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, and 2005

Taxing Bodies	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Monroe County										
Monroe County	0.8632	0.8813	0.9129	0.9119	0.8602	0.8319	0.8539	0.8589	0.9224	0.9108
Valmeyer Comm. Unit School Distr. No. 3	4.6743	4.5161	4.5594	3.8294	3.6259	3.3277	3.4754	3.6337	3.6091	3.5390
Columbia Comm. Unit School Distr. No. 4	4.7356	4.7166	4.6503	4.4715	4.3744	4.2590	4.2514	4.2365	4.2472	4.3549
Waterloo Comm. Unit School Dist. No. 5	4.2348	4.2385	4.2069	4.1481	4.1230	4.0444	4.1288	4.0560	4.1098	4.0552
New Athens Comm. Unit School Distr. No. 60	5.0323	4.2574	4.1819	4.1090	3.7318	3.8359	4.0961	4.2068	4.1730	4.2450
Red Bud Comm. Unit School Distr. No. 132	3.3056	3.4505	3.1437	3.1245	3.1236	3.2156	3.1876	3.2395	3.1848	3.1705
City of Waterloo	0.5399	0.5452	0.5300	0.4884	0.4573	0.4331	0.4481	0.4530	0.4831	0.5118
City of Columbia	0.9407	0.8944	0.8684	0.8065	0.8138	0.7796	0.7633	0.7819	0.8164	0.8582
Village of Valmeyer	0.9534	0.8937	0.8711	0.8151	0.8092	0.7375	0.7428	0.8035	0.8828	0.9511
Village of Hecker	0.6373	0.6155	0.5932	0.5470	0.4976	0.5589	0.5158	0.5075	0.5316	0.5395
Village of Mayestown	0.5081	0.4994	0.4889	0.4526	0.4221	0.3948	0.3863	0.3853	0.3992	0.4269
Village of Fults	0.4706	0.4285	0.4462	0.4175	0.4088	0.4498	0.5010	0.5009	0.5067	0.5038
Monroe County Road Dist. No. 1	0.5672	0.5505	0.5490	0.5116	0.4811	0.4647	0.5028	0.5039	0.5272	0.5029
Monroe County Road Dist. No. 2	0.6010	0.5922	0.5787	0.5287	0.5001	0.4668	0.4822	0.4784	0.5103	0.4915
Monroe County Road Dist. No. 3	0.4858	0.4762	0.4661	0.4353	0.4073	0.3548	0.3495	0.3566	0.3889	0.3817
Monroe County Road Dist. No. 4	0.6251	0.6138	0.6075	0.5635	0.5261	0.5051	0.5033	0.5007	0.5280	0.5042
Monroe County Road Dist. No. 5	0.5719	0.5568	0.5500	0.5130	0.4765	0.4679	0.4771	0.4881	0.4951	0.4775
Monroe County Road Dist. No. 6	0.5497	0.5383	0.5272	0.4846	0.4432	0.4206	0.4370	0.4304	0.4668	0.4596
Monroe County Road Dist. No. 7	0.5441	0.5299	0.5270	0.4853	0.4514	0.4153	0.4081	0.3984	0.4158	0.4060
Monroe County Road Dist. No. 8	0.6210	0.6146	0.6166	0.5910	0.5600	0.5516	0.5636	0.5611	0.5845	0.5604
Monroe County Road Dist. No. 9	0.6257	0.6100	0.6314	0.6166	0.5830	0.5993	0.6653	0.6709	0.6891	0.6845
Monroe County Road Dist. No. 10	0.6743	0.6564	0.6742	0.6590	0.6433	0.6635	0.7403	0.7487	0.7424	0.7288
Waterloo Rural Fire Protection Dist.	0.1933	0.1887	0.1808	0.1391	0.1272	0.1188	0.1190	0.1040	0.1123	0.1153
Columbia Rural Fire Protection Dist.	0.1310	0.1242	0.1194	0.1106	0.1552	0.1508	0.1348	0.1254	0.1254	0.1225
New Athens Fire Protection Dist.	0.5168	0.4801	0.4659	0.4476	0.4424	0.4219	0.4114	0.4528	0.4604	0.4799
Hecker Fire Protection Dist.	0.3345	0.3343	0.3347	0.3340	0.3150	0.2954	0.2906	0.2914	0.1855	0.1872
Valmeyer Fire Protection Dist.	0.3026	0.2884	0.2868	0.2717	0.2552	0.2418	0.2522	0.2613	0.2726	0.2604
Mayestown Fire Protection Dist.	0.4429	0.4434	0.4443	0.4943	0.5007	0.5022	0.2540	0.2570	0.2664	0.2691
Prairie DuPont Levee & Sanitary Dist.	0.6307	0.6098	0.5862	0.5643	0.5372	0.5326	0.5214	0.5267	0.5348	0.5446

Source: District's Business Office; County Clerk's Offices

(Continued)

Southwestern Illinois College
Community College District #522

Property Tax Rates (Continued)

Direct and Overlapping

Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, 2005, and 2004

Taxing Bodies	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Monroe County (Continued)											
Waterloo Park Dist.	0.1319	0.1246	0.1341	0.1317	0.1301	0.1246	0.1289	0.1124	0.1278	0.1272	0.1043
Waterloo Cemetary Maintenance Dist.	0.0044	0.0044	0.0043	0.0040	0.0037	0.0035	0.0036	0.0037	0.0040	0.0042	0.0041
Columbia Levee & Drainage Dist.	2.1813	2.1838	2.4613	2.5524	2.0594	2.1544	2.4925	2.7000	2.7768	1.2616	1.2599
Harrisonville Levee & Drainage Dist.	1.3346	1.3243	1.4387	1.4879	1.4923	1.2934	1.5000	1.5000	1.5000	1.5000	1.5000
Valmeyer Public Library Dist.	0.1241	0.1202	0.1205	0.1187	0.1123	0.1075	0.1122	0.1138	0.1165	0.1112	0.1018
New Athens Public Library Dist.	0.1806	0.1774	0.1709	0.1662	0.1632	0.1555	0.1514	0.1590	0.1533	0.1670	0.1696
Fish lake Levee/Drainage Dist.	0.8236	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Total Overlapping Rate	371.0895	319.8865	311.0045	294.0115	295.3996	287.4312	281.8780	285.1481	279.8887	285.6560	284.9367
Direct Property Tax Rate:											
Southwestern Illinois Community College											
Education Fund	0.1318	0.1320	0.1320	0.1320	0.1320	0.1320	0.1320	0.1320	0.1320	0.1320	0.1320
Education Fund-Equity Tax	0.1054	0.1028	0.0983	0.0915	0.0915	0.0913	0.0916	0.0918	0.0963	0.0915	0.0889
Operations and Maintenance Fund	0.0279	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280
Bond and Interest Fund	0.0661	0.0656	0.0644	0.0648	0.0592	0.0271	0.0265	0.0264	0.0065	0.0071	0.0078
Liability, Protection and Settlement Fund	0.0691	0.0560	0.0488	0.0466	0.0385	0.0420	0.0459	0.0490	0.0535	0.0486	0.0487
Audit Fund	0.0011	0.0009	0.0006	0.0005	0.0002	0.0007	0.0007	0.0003	0.0003	0.0008	0.0008
Protection, Health and Safety Fund	0.0186	0.0186	0.0182	0.0152	0.0155	0.0368	0.0296	0.0395	0.0397	0.0379	0.0386
Total Direct Rate	0.4200	0.4039	0.3903	0.3786	0.3649	0.3579	0.3543	0.3670	0.3563	0.3459	0.3448
Total Rate	371.5095	320.2904	311.3948	294.3901	295.7645	287.7891	282.2323	285.5151	280.2450	286.0019	285.2815

Source: District's Business Office; County Clerk's Offices

Notes:

- (1) The direct tax rates reported for the College are those of St. Clair County, as it comprises approximately more than 50% of the District.
- (2) Tax rates for property within the District are expressed in dollars per hundred dollars of equalized assessed value.
- (3) Overlapping tax rates are reported for St. Clair, Madison and Monroe Counties, as they comprise more than 90% of the District.

Southwestern Illinois College
Community College District #522

Principal Property Tax Payers
Current and Ten Years Ago

Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
St. Clair County		2014			2005	
St. Clair Square Spe LLC	\$ 30,800,083	1	0.4742%	\$ 38,440,230	1	0.7151%
Scott Air Force Base Properties, LLC	12,190,163	2	0.1877%			0.0000%
Green Mount Crossing LLC	10,714,870	3	0.1650%	7,115,007	2	0.1324%
Center Ethanol Company LLC	8,000,000	4	0.1232%			0.0000%
Cole Mt Fairview Heights II LLC	6,960,624	5	0.1072%			0.0000%
Midcoast Aviation Inc	6,078,233	6	0.0936%			0.0000%
SEC Accommodator LLC	5,352,923	7	0.0824%	4,752,095	6	0.0884%
Winchester Place LLC	5,336,155	8	0.0822%	6,085,771	3	0.1132%
Longacre Ponds LLC	4,959,335	9	0.0764%			0.0000%
Green Mount Development LLC	4,715,370	10	0.0726%			0.0000%
Centro Bradley SPE 3 LLC			0.0000%			0.0000%
Magna Data Services Inc.	-		0.0000%	5,617,544	4	0.1045%
Car Auf LLC	-		0.0000%	4,927,453	5	0.0917%
THF Belleville Development LP	-		0.0000%	4,387,048	7	0.0816%
Illinois Properties LLC	-		0.0000%	4,213,470	8	0.0784%
Pace St. Clair Associates	-		0.0000%	4,190,922	9	0.0780%
Central Illinois Public Service Co.	-		0.0000%	4,057,437	10	0.0755%
	<u>\$ 95,107,756</u>		<u>1.4644%</u>	<u>\$ 83,786,977</u>		<u>1.5587%</u>

Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Madison County		2014			2005	
United States Steel Corp/Granite City Steel	\$ 70,142,110	1	1.0800%	\$ 44,087,370	1	0.8202%
Gateway Energy & Coke Co., LLC	27,940,280	2	0.4302%			0.0000%
Gateway Commerce Westway LLC	15,046,920	3	0.2317%			0.0000%
Abengoa Bioenergy	13,181,490	4	0.2030%			0.0000%
WPT Inner Park Drive	9,375,740	5	0.1444%			0.0000%
Granite City Illinois Hospital	8,563,160	6	0.1319%	7,511,740	2	0.1397%
GW Distribution Center I & II LLC	7,807,370	7	0.1202%			0.0000%
CP IPERS Gateway LLC	7,466,560	8	0.1150%			0.0000%
Kraft General Foods Inc.	6,733,320	9	0.1037%	7,079,060	3	0.1317%
Edwardsville Industrial Park	6,551,260	10	0.1009%			0.0000%
United States Steel Corp	-		0.0000%			0.0000%
ASF Keystone, Inc.	-		0.0000%	4,510,260	4	0.0839%
Lanter Company	-		0.0000%	3,597,770	5	0.0669%
Monmouth Real Estate	-		0.0000%	3,048,650	6	0.0567%
Nameoki Crossing	-		0.0000%	2,907,570	7	0.0541%
Lasalle National Bank & Trust	-		0.0000%	2,807,650	8	0.0522%
Chassis Limited Partnership	-		0.0000%	2,719,550	9	0.0506%
H S Processing	-		0.0000%	2,705,320	10	0.0503%
	<u>\$ 172,808,210</u>		<u>2.6608%</u>	<u>\$ 80,974,940</u>		<u>1.5064%</u>

Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Monroe County		2014			2005	
Village of Valmeyer	\$ 6,263,670	1	0.0964%	\$ -		0.0000%
SM Properties Waterloo LLC	3,436,730	2	0.0529%	-		0.0000%
Wal-Mart Property	2,454,170	3	0.0378%	2,540,020	1	0.0473%
Brems Realty LLC	2,361,290	4	0.0364%	-		0.0000%
Harrisonville Telephone Co.	2,083,700	5	0.0321%	1,813,550	4	0.0337%
Luhr Brothers, Inc.	1,888,190	6	0.0291%	1,403,864	7	0.0261%
Maverick Real Estate	1,761,810	7	0.0271%	-		0.0000%
Columbia Lakes Gamma LLLP	1,726,710	8	0.0266%	-		0.0000%
Waterloo Development Group	1,677,750	9	0.0258%			0.0000%
A & M Property Holdings	1,610,320	10	0.0248%	-		0.0000%
St E Columbia LLC			0.0000%	-		0.0000%
Union Pacific Railroad	-		0.0000%	2,514,212	2	0.0468%
Columbia Centre	-		0.0000%	2,124,518	3	0.0395%
Mozel Inc.	-		0.0000%	1,757,170	5	0.0327%
LORD Properties	-		0.0000%	1,444,960	6	0.0269%
American National Bank	-		0.0000%	1,324,380	8	0.0246%
Columbia Care Center	-		0.0000%	1,304,750	9	0.0243%
First National Bank, Waterloo	-		0.0000%	1,086,610	10	0.0202%
	<u>\$ 25,264,340</u>		<u>0.3890%</u>	<u>\$ 17,314,034</u>		<u>0.3221%</u>

Source: County Clerk's Offices

Notes:

- (1) Principal taxpayers are reported for St. Clair, Madison and Monroe Counties, as they comprise more than 90% of the District.
- (2) Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers listed contain multiple parcels and it is possible that some parcels and their valuations have been overlooked. The 2014 assessed valuation is the most current available.
- (3) Every effort was made to seek out and report the largest taxpayers as of nine years ago.

SOUTHWESTERN ILLINOIS COLLEGE
COMMUNITY COLLEGE DISTRICT #522

SCHEDULE OF PROPERTY TAX RATES, EXTENSIONS AND COLLECTIONS
Tax Levy Years Ended December 31, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006, 2005, 2004

Tax Levy Year Fiscal Year	2014 2016	2013 2015	2012 2014	2011 2013	2010 2012	2009 2011	2008 2010	2007 2009	2006 2008	2005 2007	2004 2006
Assessed valuation	6,494,524,838	6,447,133,678	6,573,331,943	6,678,003,601	\$ 6,795,042,355	\$ 6,829,291,666	\$ 6,773,514,662	\$ 6,438,488,467	\$ 5,864,406,608	\$ 5,375,248,995	\$ 4,936,343,220
Tax rates (per \$100 of assessed valuation):											
Education Fund	0.1318	0.1320	0.1320	0.1320	0.1320	0.1320	0.1320	0.1320	0.1320	0.1320	0.1320
Education Fund-Equity Tax	0.1054	0.1028	0.0983	0.0915	0.0915	0.0913	0.0916	0.0918	0.0963	0.0915	0.0889
Operations and Maintenance Fund	0.0279	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280
Bond and Interest Fund	0.0661	0.0656	0.0644	0.0648	0.0592	0.0271	0.0265	0.0264	0.0065	0.0071	0.0078
Liability, Protection and Settlement Fund	0.0691	0.0560	0.0488	0.0466	0.0385	0.0420	0.0459	0.0490	0.0535	0.0486	0.0487
Audit Fund	0.0011	0.0009	0.0006	0.0005	0.0002	0.0007	0.0007	0.0003	0.0003	0.0008	0.0008
Protection, Health and Safety Fund	0.0186	0.0186	0.0182	0.0152	0.0155	0.0368	0.0296	0.0395	0.0397	0.0379	0.0386
	0.4200	0.4039	0.3903	0.3786	0.3649	0.3579	0.3543	0.3670	0.3563	0.3459	0.3448
Tax extensions:											
Education Fund	\$ 8,562,038	\$ 8,510,216	\$ 8,676,798	\$ 8,814,965	\$ 8,969,456	\$ 9,014,665	\$ 8,941,039	\$ 8,498,805	\$ 7,741,017	\$ 7,095,329	\$ 6,515,973
Education Fund-Equity Tax	6,968,068	6,698,041	6,461,585	6,110,373	6,217,464	6,235,143	6,204,539	5,910,532	5,647,424	4,918,353	4,388,409
Operations and Maintenance Fund	1,816,193	1,805,197	1,840,533	1,869,841	1,902,612	1,912,202	1,896,584	1,802,777	1,642,034	1,505,070	1,382,176
Bond and Interest Fund	4,369,706	4,288,527	4,233,226	4,327,346	4,022,665	1,850,738	1,794,981	1,699,761	381,186	381,643	385,035
Liability, Protection and Settlement Fund	4,569,807	3,656,172	3,207,786	3,111,950	2,616,091	2,868,302	3,109,043	3,154,859	3,137,458	2,612,371	2,403,999
Audit Fund	71,228	57,380	39,440	33,390	13,590	47,805	47,415	19,315	17,593	43,002	39,491
Protection, Health and Safety Fund	1,212,128	1,195,434	1,196,346	1,015,057	1,053,232	2,513,179	2,004,960	2,543,203	2,328,169	2,037,219	1,905,428
Total tax extensions	27,569,168	26,210,967	25,655,715	25,282,922	24,795,110	24,442,035	23,998,562	23,629,253	20,894,881	18,592,986	17,020,511
Tax collections:											
Prior to fiscal year (deferred revenue)	(2,424,846)	(2,801,372)	(1,526,985)	(425,665)	(686,085)	-	-	-	(636,199)	(320,740)	(689,209)
Current fiscal year	-	(23,226,942)	(24,044,851)	(24,544,010)	(24,056,538)	(23,732,885)	(24,450,412)	(23,784,550)	(20,341,411)	(18,347,430)	(16,321,233)
Total uncollected	25,144,322	182,653	83,878	313,247	52,487	709,150	(451,850)	(155,297)	(82,729)	(75,184)	10,069
Allowance for uncollectible taxes	-	-	-	-	-	-	100,000	100,000	100,000	150,000	230,000
	\$ 25,144,322	\$ 182,653	\$ 83,878	\$ 313,247	\$ 52,487	\$ 709,150	\$ (551,850)	\$ (255,297)	\$ (182,729)	\$ (225,184)	\$ (219,931)
Tax collections as a percent of total tax extensions	8.80%	99.30%	99.67%	98.76%	99.79%	97.10%	101.88%	100.66%	100.40%	100.40%	99.94%

Source: District's Business Office

Southwestern Illinois College
Community College District #522

Property Tax Levies and Collections

Tax Levy Years Ended December 31, 2014, 2013 2012, 2011, 2010, 2009, 2008, 2007, 2006, 2005, and 2004

Tax Levy Year	Fiscal year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections prior to the Fiscal Year of the Levy	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2014	2016	\$ 27,569,168	\$ -	0.00%	\$ 2,424,846	\$ 2,424,846	8.80%
2013	2015	26,210,968	23,226,942	88.62%	\$ 2,801,372	\$ 26,028,314	99.30%
2012	2014	25,655,386	24,044,851	93.72%	1,526,985	25,571,836	99.67%
2011	2013	25,350,717	24,544,010	96.82%	425,665	24,969,675	98.50%
2010	2012	25,366,700	24,056,538	94.84%	686,085	24,742,623	97.54%
2009	2011	25,106,849	23,732,885	94.53%	-	24,450,412	97.39%
2008	2010	24,758,260	24,450,412	98.76%	-	24,450,412	98.76%
2007	2009	23,529,058	23,784,550	101.09%	-	23,784,550	101.09%
2006	2008	20,941,787	20,341,411	97.13%	636,199	20,977,610	100.17%
2005	2007	18,384,685	18,347,430	99.80%	320,740	18,668,170	101.54%
2004	2006	17,214,362	16,321,233	94.81%	698,209	17,019,442	98.87%

Source: District's Business Office

SOUTHWESTERN ILLINOIS COLLEGE
COMMUNITY COLLEGE DISTRICT #522

Enrollment, Tuition and Fee Rates, Credit Hours, and Tuition and Fee Revenues Generated
Last Ten Fiscal Years

Fiscal Year	Fall Term Enrollment		Tuition and Fee Rates				Tuition and Fee Revenues		
	Headcount	Full-Time Equivalent	In District Tuition and Fees per Credit Hour	Out of District Tuition and Fees per Credit Hour	Out of State Tuition and Fees per Credit Hour	Total Credit Hours Generated	Tuition	Fees	Total
2015	13,050	6,792	\$ 111.00	\$ 349.00	\$ 460.00	198,646.0	\$25,753,184	\$ 3,330,318	\$29,083,502
2014	13,632	7,714	108.00	308.00	447.00	213,388.0	26,479,282	3,376,654	29,855,936
2013	14,612	8,024	104.00	303.00	442.00	225,105.0	26,282,788	3,438,000	29,720,788
2012	15,162	8,813	99.00	218.00	356.00	250,547.0	26,277,312	3,195,425	29,472,737
2011	16,011	8,833	93.00	218.00	356.00	264,802.7	26,552,678	2,904,481	29,457,159
2010	15,813	8,742	85.00	215.00	353.00	266,250.3	25,025,338	2,027,969	27,053,307
2009	15,496	8,364	75.00	183.00	295.00	250,644.5	21,200,682	1,790,147	22,990,829
2008	15,701	8,210	68.00	193.00	293.00	245,434.0	18,585,037	1,695,961	20,280,998
2007	16,393	8,200	63.00	176.00	275.00	243,250.7	16,348,292	1,620,216	17,968,508
2006	16,464	8,243	58.00	174.00	269.00	246,239.8	15,332,316	1,603,423	16,935,739

Source: District's Annual Financial Reports; District's Business Office

Note: Tuition and Fee Revenues may differ from the Statement of Revenues, Expenses, and Changes in Net Position for the years ended 2006 - 2015, as they are shown on this Schedule before adjustment for scholarship allowance.

Southwestern Illinois College
Community College District #522

Computation for Direct and Overlapping Bond Debt
General Obligation Bonds
June 30, 2015

ISSUER (Overlapping)	Bonds Outstanding	Percent	Amount
St. Clair County			
Mascoutah Dist. #19	\$ 53,619,828	100.00%	\$ 53,619,828
Freeburg District #70	855,000	100.00%	855,000
Shiloh District #85	4,090,000	100.00%	4,090,000
O'Fallon District #90	32,566,195	100.00%	32,566,195
Central District #104	2,570,000	100.00%	2,570,000
Pontiac District #105	-	100.00%	-
Grant District #110	545,000	100.00%	545,000
Wolf Branch District #113	5,875,000	100.00%	5,875,000
Whiteside District #115	1,420,000	100.00%	1,420,000
High Mount District #116	1,399,983	100.00%	1,399,983
Belleville District #118	8,118,401	100.00%	8,118,401
Belle-Valley District #119	38,558,426	100.00%	38,558,426
Smithton District #130	835,000	100.00%	835,000
Marissa Unit #40	210,000	92.68%	194,628
Millstadt District #160	6,243,434	100.00%	6,243,434
Harmony-Emge #175	5,647,399	100.00%	5,647,399
Signal Hill District #181	1,994,500	100.00%	1,994,500
Freeburg High School #77	6,820,000	99.99%	6,819,318
Belleville High School #201	50,985,000	100.00%	50,985,000
O'Fallon High School #203	49,420,000	100.00%	49,420,000
Wesclin Unit #3	9,375,000	0.02%	1,875
Columbia Unit #4	23,025,000	7.56%	1,740,690
Waterloo Unit #5	52,145,000	1.28%	667,456
Lebanon Unit #9	10,750,000	100.00%	10,750,000
Collinsville Unit #10	19,625,000	12.62%	2,476,675
New Athens Unit #60	3,039,000	95.89%	2,914,097
Red Bud Unit #132	3,185,000	0.03%	956
Cahokia Unit #187	11,718,680	100.00%	11,718,680
Dupo Unit #196	6,650,000	100.00%	6,650,000
Cahokia Fire	-	100.00%	-
Camp Jackson Fire	178,500	100.00%	178,500
Dupo Fire	-	100.00%	-
French Village Fire	1,930,000	100.00%	1,930,000
Northwest SCC Fire	265,000	100.00%	265,000
O'Fallon-Shiloh Valley-Caseyville Fire	1,435,000	100.00%	1,435,000
Prairie Dupont Fire	150,000	100.00%	150,000
Signal Hill Fire	840,000	100.00%	840,000
Prairie Dupont Levee Dist.	270,000	96.10%	259,470

Source: County Clerk Offices

Southwestern Illinois College
Community College District #522

Computation for Direct and Overlapping Bond Debt (Continued)
General Obligation Bonds
June 30, 2015

ISSUER (Overlapping)	Bonds Outstanding	Percent	Amount
St. Clair County (Continued)			
St. Libory Fire	-	6.55%	\$ -
Collinsville Area Rec	7,696,000	6.55%	504,088
E. St. Louis Park	137,000	100.00%	137,000
City of Belleville	28,690,000	100.00%	28,690,000
Village of Cahokia	1,610,000	100.00%	1,610,000
City of Collinsville	18,225,000	9.80%	1,786,050
City of Columbia	-	0.16%	-
Village of Dupo	-	100.00%	-
City of Fairview Heights	3,995,000	100.00%	3,995,000
Village of Freeburg	480,000	100.00%	480,000
City of Mascoutah	5,735,000	100.00%	5,735,000
Village of Marrisa	-	6.55%	-
Village of New Baden	-	7.63%	-
City of O'Fallon	37,245,000	100.00%	37,245,000
Stookey Township	2,810,000	100.00%	2,810,000
Village of Swansea	1,910,000	100.00%	1,910,000
Village of Shiloh	-	100.00%	-
Total St. Clair County	\$ 524,887,346		\$ 398,637,649
Madison County			
Madison County	\$ 335,000	39.82%	\$ 133,397
Village of Marine	-	100.00%	-
Granite City Park Dist.	2,226,000	99.93%	2,224,442
Highland C.U. #5	23,265,000	99.91%	23,244,062
City of Highland	22,974,367	100.00%	22,974,367
Madison C.U. #12	2,280,000	100.00%	2,280,000
Village of Glen Carbon	9,160,000	0.23%	21,068
Granite City C.U. #9	17,365,000	99.41%	17,262,547
Collinsville Area Recreation Dist.	27,274,000	97.41%	26,567,603
Collinsville C.U. #10	34,415,000	97.88%	33,685,402
City of Collinsville	37,395,000	100.00%	37,395,000
Edwardsville C.U. #7	129,577,022	0.47%	609,012
City of Edwardsville	13,830,000	4.02%	555,966
Triad C.U. #2	55,224,291	100.00%	55,224,291
City of Troy	-	100.00%	-
Venice C.U. #3	-	100.00%	-
Village of Maryville	3,335,000	96.49%	3,217,942
St. Louis Regional Airport	1,340,000	0.44%	5,896
Total Madison County	\$ 379,995,680		\$ 225,400,994

Source: County Clerk's Offices

Southwestern Illinois College
Community College District #522

Computation for Direct and Overlapping Bond Debt (Continued)
General Obligation Bonds
June 30, 2015

ISSUER (Overlapping)	Bonds Outstanding	Percent	Amount
Monroe County			
County of Monroe	\$ 9,841,000	100.00%	\$ 9,841,000
Valmeyer Comm. Unit School District #3	725,000	100.00%	\$ 725,000
Columbia Comm. Unit School District #4	21,770,000	92.44%	\$ 20,124,188
Waterloo Comm. Unit School District #5	51,350,000	98.72%	\$ 50,692,720
New Athens Comm. Unit School District #60	2,350,000	4.60%	\$ 108,100
Red Bud Comm. Unit School District #132	2,945,000	9.80%	\$ 288,610
Prairie DuPont Levee and Drainage District	185,000	3.90%	\$ 7,215
City of Columbia	4,950,000	99.84%	\$ 4,942,080
Waterloo Park District	205,000	100.00%	\$ 205,000
Village of Valmeyer	965,000	100.00%	\$ 965,000
Village of Maestown	135,000	100.00%	\$ 135,000
Total Monroe County	<u>\$ 95,421,000</u>		<u>\$ 88,033,913</u>
Total Overlapping Debt	<u>\$ 1,000,304,026</u>		
 Southwestern Illinois College District #522	 <u>\$ 18,221,671</u>	 100.00%	 <u>\$ 18,221,671</u>
Total Direct Debt	<u>18,221,671</u>		
TOTAL OVERLAPPING AND DIRECT DEBT	<u>\$ 1,018,525,697</u>		<u>\$ 730,157,226</u>

Source: County Clerk's Offices

Note: Overlapping debt is reported for St. Clair, Madison and Monroe Counties, as they comprise more than 90% of the District.

SOUTHWESTERN ILLINOIS COLLEGE
COMMUNITY COLLEGE DISTRICT #522

Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Tax Levy Year	Fiscal Year	Assessed Value	General Obligation Bonds	Term Loan Payable	Capital Leases	Total	Ratio of Outstanding Debt to Assessed Value	Per Capita	Ratio of Outstanding Debt to Personal Income
2013	2015	\$ 6,447,133,678	\$ 17,335,377	\$ -	\$ 886,294	\$ 18,221,671	0.2826%	37.17	466.77
2012	2014	6,573,331,943	20,749,227	-	581,335	21,330,562	0.3245%	43.51	566.35
2011	2013	6,678,003,601	24,027,304	-	568,806	24,596,110	0.3683%	50.18	695.94
2010	2012	6,795,042,355	27,179,229	-	194,785	27,374,014	0.4029%	70.67	811.06
2009	2011	6,829,291,666	29,684,134	-	317,539	30,001,673	0.4393%	77.46	914.77
2008	2010	6,773,514,662	20,820,980	-	434,901	21,255,881	0.3138%	54.88	609.98
2007	2009	6,438,488,467	21,474,520	12,792	547,109	22,034,421	0.3422%	56.89	697.87
2006	2008	5,864,406,608	21,858,972	24,637	-	21,883,609	0.3732%	56.50	745.53
2005	2007	5,375,248,995	22,245,000	35,605	-	22,280,605	0.4145%	57.52	786.99
2004	2006	4,936,343,220	1,780,000	45,760	-	1,825,760	0.0370%	3.72	66.86
2003	2005	4,690,170,804	2,055,000	55,163	2,339	2,112,502	0.0450%	4.31	77.96

Source: District's Business Office

Southwestern Illinois College
Community College District #522

Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Tax Levy Year	Fiscal Year	Estimated Population	Assessed Value	Gross Bonded Debt	Less Debt Service Funds	Net General Bonded Debt	Ratio of Net General Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2013	2015	490,200	\$ 6,447,133,678	\$ 17,335,377	\$ 271,812	\$ 17,063,565	0.26467%	34.81
2012	2014	490,200	6,573,331,943	20,749,227	224,034	20,525,193	0.31225%	41.87
2011	2013	490,200	6,678,003,601	24,027,304	225,176	23,802,128	0.35643%	48.56
2010	2012	490,200	6,795,042,355	27,179,229	47,582	27,131,647	0.39929%	55.35
2009	2011	387,323	6,829,291,666	29,684,134	65,055	29,619,079	0.43371%	76.47
2008	2010	387,323	6,773,514,662	20,820,980	58,614	20,762,366	0.30652%	53.60
2007	2009	387,323	6,438,488,467	21,474,520	96,199	21,378,321	0.33204%	55.20
2006	2008	387,323	5,864,406,608	21,858,972	805,179	21,053,793	0.35901%	54.36
2005	2007	387,323	5,375,248,995	22,245,000	789,356	21,455,644	0.39916%	55.39
2004	2006	387,323	4,936,343,220	1,780,000	11,369	1,768,631	0.03583%	4.57
2003	2005	387,323	4,690,170,804	2,055,000	(9,776)	2,064,776	0.04402%	5.33

Source: District's Business Office

For fiscal years 2005 - 2011 population is based on the 2000 census data.

For fiscal years 2012 - 2015 population is based on 2010 census data.

Southwestern Illinois College
Community College District #522

Legal Debt Margin Information
Last Ten Fiscal Years

Tax Levy Year	Fiscal Year	Assessed Value	Debt Limit Rate	Debt Limit (Assessed Value X Debt Limit Rate)	Net Debt Applicable to Debt Limit (1)	Legal Debt Margin	Net Debt Applicable to Debt Limit as a Percentage of Debt Limit
2013	2015	\$ 6,447,133,678	2.875%	185,355,093	\$ 17,063,565	\$ 168,291,528	9.21%
2012	2014	6,573,331,943	2.875%	188,983,293	20,525,193	168,458,100	10.86%
2011	2013	6,678,003,601	2.875%	191,992,604	23,802,128	168,190,476	12.40%
2010	2012	6,795,042,355	2.875%	195,357,468	27,131,647	168,225,821	13.89%
2009	2011	6,829,291,666	2.875%	196,342,135	29,619,079	166,723,056	15.09%
2008	2010	6,773,514,662	2.875%	194,738,547	20,762,366	173,976,181	10.66%
2007	2009	6,438,488,467	2.875%	185,106,543	21,378,321	163,728,222	11.55%
2006	2008	5,864,406,608	2.875%	168,601,690	21,053,793	147,547,897	12.49%
2005	2007	5,375,248,995	2.875%	154,538,409	21,455,644	133,082,765	13.88%
2004	2006	4,936,343,220	2.875%	141,919,868	1,768,631	140,151,237	1.25%
2003	2005	4,690,170,804	2.875%	134,842,411	2,064,776	132,777,635	1.53%

Source: District's Annual Financial Reports

Notes:

- (1) Balances include current and non-current portions of non-general obligation debt outstanding, less net position restricted for debt service.
- (2) Details of the District's outstanding debt can be found in the notes to the financial statements.

Southwestern Illinois College
Community College District #522

Demographic and Economic Statistics
Last Ten Fiscal Years

Tax Levy	Fiscal				Personal	Unemployment
Year	Year	Population	Assessed Value	Per Capita	Income	Rate
2013	2015	490,200	\$ 6,447,133,678	13,152.05	\$ 39,038	5.50
2012	2014	490,200	6,573,331,943	13,409.49	37,663	7.00
2011	2013	490,200	6,678,003,601	13,623.02	35,343	8.20
2010	2012	490,200	6,795,042,355	13,861.78	33,751	9.65
2009	2011	387,323	6,829,291,666	17,632.03	32,797	10.35
2008	2010	387,323	6,773,514,662	17,488.03	34,847	9.60
2007	2009	387,323	6,438,488,467	16,623.05	31,574	7.20
2006	2008	387,323	5,864,406,608	15,140.87	29,353	5.80
2005	2007	387,323	5,375,248,995	13,877.95	28,311	4.87
2004	2006	387,323	4,936,343,220	12,744.77	27,306	5.33

Source: District's Business Office (population based on 2000 and 2010 Census); Regional Economic Information system, Bureau of Economic Analysis, U.S. Department of Commerce; Illinois Department of Employment Security

Southwestern Illinois College
Community College District #522

Principal Employers
Current and Eight Years Ago

Taxpayer	2015			2007		
	Employees	Rank	Percentage of Applicable Counties to Total	Employees	Rank	Percentage of Applicable Counties to Total
St. Clair County and Madison Counties						
Scott Air Force Base	13,000	1	5.4991%	13,425	1	8.0065%
SIU Edwardsville	2,480	2	1.0491%	-		0.0000%
U.S. Steel, Granite City Works	2,300	3	0.9729%	2,250	3	1.3614%
Walmart/Sam's Club	2,189	4	0.9260%	3,000	2	1.8152%
Memorial Hospital	2,131	5	0.9014%	2,000	4	1.2101%
Schnuck's Supermarkets	1,734	6	0.7335%	1,075	8	0.6504%
Southwestern Illinois College	1,403	7	0.5935%	1,700	5	1.0286%
Amsted rail	1,345	8	0.5689%	-		0.0000%
Shop 'N Save	1,313	9	0.5554%	-		0.0000%
St. Elizabeth's Hospital	1,286	10	0.5440%	1,700	6	1.0286%
ASF-Keystone	-		0.0000%	-		0.0000%
Southern Illinois Healthcare Systems	-		0.0000%	1,400	7	0.8471%
Gateway Regional Medical Center	-		0.0000%	1,000	9	0.6051%
St. Clair County	-		0.0000%	1,000	10	0.6051%
	<u>29,181</u>		<u>12.3438%</u>	<u>28,550</u>		<u>17.1581%</u>
Total number of employees*	<u>236,402</u>			<u>167,676</u>		

Source: Leadership Council Southwestern Illinois

Notes:

- (1) Every effort has been made to seek out and report the principal employers of the District. There are eight counties in the District and St. Clair and Madison represent approximately 80% of the total taxable Estimated Assessed Valuation (EAV) of the District. Therefore, this schedule was limited to these two counties and includes the major taxpayers in those counties in our district.
- (2) The total number of employees represents the total number of employees in the two counties as a whole.
- (3) Every effort was made to seek out and report the principal employers as of seven years ago.

Southwestern Illinois College
Community College District #522

Capital Asset Statistics by Program
Last Five Fiscal Years

	Fiscal Year				
<u>Program</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Instruction	\$ 5,869,136	5,547,459	\$ 5,376,365	\$ 4,088,083	\$ 3,822,823
Academic Support	171,426	171,426	196,566	191,222	306,889
Student Services	295,874	262,534	279,534	266,675	207,286
Public Service	264,261	270,871	535,863	535,863	535,863
Institutional Support	133,948,799	132,486,485	127,939,476	101,513,911	101,426,285
Operations and maintenance of plant	1,740,601	1,589,939	1,322,260	1,236,659	1,210,896
Auxiliary Enterprise	118,921	131,121	130,923	130,923	130,923
Total	\$ <u>142,409,018</u>	<u>140,459,835</u>	\$ <u>135,780,987</u>	\$ <u>107,963,336</u>	\$ <u>107,640,965</u>

Source: Amounts above represent cost of acquisition taken from the District's capital asset records.

Southwestern Illinois College
Community College District #522

School Building Information
Last Ten Fiscal Years

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Belleville Campus										
Square feet	580,653	578,438	577,531	498,630	498,630	491,288	478,011	478,011	426,915	426,915
Capacity (students)	6,892	6,913	6,941	4,411	4,411	4,638	4,638	4,602	4,016	4,044
Enrollment	8,305	8,776	9,308	10,835	12,251	9,811	10,343	10,248	10,351	10,617
Sam Wolf Granite City Campus										
Square feet	200,544	200,544	200,544	200,544	200,544	214,997	214,997	214,997	214,997	214,997
Capacity (students)	2,295	2,123	2,123	2,103	2,103	2,126	2,126	2,163	2,163	2,013
Enrollment	2,347	2,471	2,588	2,744	2,988	2,653	2,947	2,948	2,991	3,018
Red Bud Campus										
Square feet	49,666	49,666	49,666	49,666	49,666	51,023	51,023	51,023	51,023	51,023
Capacity (students)	450	450	450	450	450	575	575	575	575	605
Enrollment	500	553	662	752	772	803	784	1,062	1,100	1,073

Source: District Facilities Office; District's Scheduling Coordinator; District's Office of Planning and Evaluation and Research

Notes:

- (1) Increases in square footage are the result of renovations and additions.
- (2) Enrollment data is shown as of each Fall end-of-term

Southwestern Illinois College
Community College District #522

Operating Information and Employees
Last Ten Fiscal Years

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Enrollment (Fall Unduplicated Headcount)	13,050	13,632	14,612	15,162	8,833	15,813	15,496	15,701	16,393	16,464
Degrees awarded										
Associate in Arts (AA)	469	434	456	434	457	437	385	417	423	557
Associate in Science (AS)	291	282	278	250	262	252	242	245	216	261
Associate in Fine Arts (AFA)	21	15	15	29	19	25	9	13	19	22
Associate in Engineering Studies (AES)	6	5	8	3	1	0	0	0	0	1
Associate in Applied Science (AAS)	636	614	638	623	564	613	504	571	532	576
Associate in General Studies (AGS)	0	4	3	1	1	4	1	0	2	3
Associate in Arts in Teaching (AAT)	0	0	0	0	0	1	0	0	0	0
	1,423	1,354	1,398	1,340	1,304	1,332	1,141	1,246	1,192	1,420
Faculty										
Full-time	157	159	160	163	157	163	160	144	138	127
Part-time	269	325	320	267	245	223	227	220	223	237
	426	484	480	430	402	386	387	364	361	364
Average Faculty Salary	\$ 65,640	\$ 67,178	\$ 69,920	\$ 66,285	\$63,344	\$63,596	\$58,763	\$54,550	\$54,550	\$54,930
Faculty and Staff										
Full-time	470	459	455	460	449	462	463	442	415	412
Part-time	1,520	1,527	1,626	1,994	1,888	1,774	1,714	1,659	1,459	1,463
	1,990	1,986	2,081	2,454	2,337	2,236	2,177	2,101	1,874	1,875
Full-Time Employees by Program										
Instruction	186	192	189	191	189	197	198	183	173	168
Academic Support	11	11	12	13	12	12	16	15	14	14
Student Services	64	60	53	66	65	67	65	56	55	54
Public Service	48	43	44	37	32	33	33	47	45	44
Institutional Support	84	80	84	80	80	80	76	75	68	69
Operations and maintenance of plant	69	67	65	65	63	65	67	60	54	57
Auxiliary Enterprise	8	6	8	8	8	8	8	6	6	6
Total	470	459	455	460	449	462	463	442	415	412
Students/Faculty										
Full-time	83	86	91	93	56	97	97	109	119	130
Part-time	49	42	46	57	36	71	68	71	74	69
Total	31	28	30	35	22	41	40	43	45	45

Source: District's Office of Planning and Evaluation and Research; District's Payroll Office

Southwestern Illinois College
Community College District #522

Operating Statistics
Last Ten Fiscal Years

Fiscal Year	Instructional Expenses	Enrollment	Cost Per Student	Percentage Change	Faculty (Full-Time Equivalent)	Student/Faculty Ratio
2015	\$ 27,297,891	13,050	\$ 2,092	-0.03%	512	25
2014	28,524,527	13,632	2,092	8.41%	484	28
2013	28,203,139	14,612	1,930	4.23%	480	30
2012	28,077,777	15,162	1,852	5.89%	430	35
2011	27,999,750	16,011	1,749	4.24%	402	40
2010	26,528,377	15,813	1,678	3.65%	386	41
2009	25,080,464	15,496	1,619	5.36%	387	40
2008	24,120,016	15,701	1,536	16.45%	364	43
2007	21,625,704	16,393	1,319	5.49%	361	45
2006	20,589,083	16,464	1,251	5.30%	364	45

Source: District's Business Office; District's Annual Financial Reports; District's Payroll Office

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ICCB STATE GRANTS FINANCIAL COMPLIANCE SECTION

Southwestern Illinois College
Community College District #522

Uniform Financial Statement No. 1 - All Funds Summary
Year Ended June 30, 2015

	Education Fund	Operations and Maintenance Fund	Operations and Maintenance Fund-Restricted	Bond and Interest Fund	Auxiliary Enterprises Fund	Restricted Purposes Fund	Working Cash Fund	Audit Fund	Liability, Protection Settlement Fund	Total
Fund balance (deficit),										
Beginning of year, July 1, 2014	\$ 19,591,260	\$ 8,109,845	\$ 1,078,322	\$ 224,033	\$ (401,843)	\$ 3,595,455	\$ 16,639,229	\$ (23,353)	\$ (796,431)	\$ 48,016,517
Change in Accounting Principle	327,910									\$ 327,910
Beginning of year, July 1, 2014, as restated	\$ 19,919,170	\$ 8,109,845	\$ 1,078,322	\$ 224,033	\$ (401,843)	\$ 3,595,455	\$ 16,639,229	\$ (23,353)	\$ (796,431)	\$ 48,344,427
Revenues:										
Local tax revenue	13,748,198	5,221,255	1,188,098	4,276,944	-	-	-	56,810	3,639,640	28,130,945
All other local revenue	-	-	-	-	130,219	2,931,783	-	-	-	3,062,002
ICCB Grants	11,915,578	2,024,105	-	-	-	1,702,446	-	-	-	15,642,129
All other state revenue	-	-	730,797	-	-	2,385,394	-	-	-	3,116,191
Federal revenue	57,323	-	-	-	-	19,571,499	-	-	-	19,628,822
Student tuition and fees	29,083,502	-	-	-	-	-	-	-	-	29,083,502
All other revenue	656,557	52,197	263	-	611,292	275,736	9,177	-	39	1,605,261
Total revenue	55,461,158	7,297,557	1,919,158	4,276,944	741,511	26,866,858	9,177	56,810	3,639,679	100,268,852
Expenditures:										
Instruction	27,878,196	-	-	-	-	3,385,789	-	-	-	31,263,985
Academic support	1,892,193	-	-	-	-	-	-	-	-	1,892,193
Student services	6,498,258	-	-	-	-	978,372	-	-	-	7,476,630
Public service/continuing education	1,227,337	-	-	-	-	4,559,843	-	-	-	5,787,180
Auxiliary services	-	-	-	-	1,583,735	-	-	-	-	1,583,735
Operations and maintenance	-	6,644,030	-	-	-	158,658	-	-	1,917,078	8,719,766
Institutional support	13,162,447	3,084,574	1,547,262	3,700	-	2,756,168	-	45,050	1,419,493	22,018,694
Scholarships, student grants and waivers	2,408,403	-	-	-	33,054	16,568,500	-	-	-	19,009,957
Debt service:										
Principal	-	-	-	3,360,000	-	-	-	-	-	3,360,000
Interest	-	-	-	865,465	-	-	-	-	-	865,465
Total expenditures	53,066,834	9,728,604	1,547,262	4,229,165	1,616,789	28,407,330	-	45,050	3,336,571	101,977,605
Net transfers	(754,702)	645,234	-	-	(10,760)	128,657	(8,429)	-	-	-
Fund balance (deficit):										
Net position - end of year	\$ 21,558,792	\$ 6,324,032	\$ 1,450,218	\$ 271,812	\$ (1,287,881)	\$ 2,183,640	\$ 16,639,977	\$ (11,593)	\$ (493,323)	\$ 46,635,674

Southwestern Illinois College
Community College District #522

Uniform Financial Statement No. 2 - Summary of Investment in Plant Fund and Debt
Year Ended June 30, 2015

	Investment in Plant Fund <u>July 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	Investment in Plant Fund <u>June 30, 2015</u>
Capital assets:				
Land	\$ 6,515,480	\$ -	\$ -	\$ 6,515,480
Site improvements	16,456,163	78,272	-	16,534,435
Buildings	53,767,897	-	-	53,767,897
Building Improvements	46,899,986	-	-	46,899,986
Equipment	16,820,309	2,119,271	(248,360)	18,691,220
Construction in progress	<u>778,906</u>	<u>544,510</u>	<u>(672,579)</u>	<u>650,837</u>
Total capital assets	<u>\$ 141,238,741</u>	<u>\$ 2,742,053</u>	<u>\$ (920,939)</u>	<u>\$ 143,059,855</u>
	<u>July 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2015</u>
Fixed debt:				
Capital lease payable	\$ 581,335	\$ 731,412	\$ (426,453)	\$ 886,294
Bonds payable	20,470,000	-	(3,360,000)	17,110,000
Bond premium	<u>279,227</u>	<u>-</u>	<u>(53,850)</u>	<u>225,377</u>
Total fixed liabilities	<u>\$ 21,330,562</u>	<u>\$ 731,412</u>	<u>\$ (3,840,303)</u>	<u>\$ 18,221,671</u>

Southwestern Illinois College
Community College District #522

Uniform Financial Statement No. 3 - Operating Fund Revenues and
Expenditures
Year Ended June 30, 2015

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
Operating revenue by source:			
Local government:			
Property taxes	\$ 12,800,317	\$ 4,445,716	\$ 17,246,033
Chargeback revenue	-	-	-
CPPRT	947,881	775,539	1,723,420
	<u>13,748,198</u>	<u>5,221,255</u>	<u>18,969,453</u>
State government:			
ICCB credit hour grants	5,999,396	-	5,999,396
ICCB equalization grants	5,257,886	1,752,628	7,010,514
ICCB square footage grant	-	-	-
ICCB East St. Louis Community College Center	-	271,477	271,477
ICCB - Career and Technical Education	658,296	-	658,296
	<u>11,915,578</u>	<u>2,024,105</u>	<u>13,939,683</u>
Federal government	<u>57,323</u>	<u>-</u>	<u>57,323</u>
Student tuition and fees:			
Tuition	25,753,184	-	25,753,184
Fees	3,330,318	-	3,330,318
	<u>29,083,502</u>	<u>-</u>	<u>29,083,502</u>
Other sources:			
Sales and service fees	483,052	-	483,052
Facilities revenue	244	47,937	48,181
Investment revenue	35,347	1,753	37,100
Other	137,914	2,507	140,421
	<u>656,557</u>	<u>52,197</u>	<u>708,754</u>
Total revenues	\$ 55,461,158	\$ 7,297,557	\$ 62,758,715
Less nonoperating item:			
Tuition chargeback revenue	<u>-</u>	<u>-</u>	<u>-</u>
Adjusted revenues	\$ 55,461,158	\$ 7,297,557	\$ 62,758,715

Southwestern Illinois College
Community College District #522

Uniform Financial Statement No. 3 - Operating Fund Revenues and
Expenditures (Continued)
Year Ended June 30, 2015

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
Operating expenditures by program:			
Instruction	\$ 27,910,191	\$ -	\$ 27,910,191
Academic support	1,892,193	-	1,892,193
Student services	6,505,958	-	6,505,958
Public service/continuing education	1,238,038	-	1,238,038
Auxiliary services	-	-	-
Operations and maintenance	-	6,644,030	6,644,030
Institutional support	13,866,758	3,084,574	16,951,332
Scholarships, student grants, and waivers	2,408,403	-	2,408,403
Total expenditures	53,821,541	9,728,604	63,550,145
Less nonoperating items:			
Tuition chargeback *	(1,208,702)	-	(1,208,702)
Instructional service contracts	(238,382)	-	(238,382)
Transfers	(754,702)	645,234	(109,468)
Adjusted expenditures	\$ 51,619,755	\$ 10,373,838	\$ 61,993,593
Operating expenditures by object:			
Salaries	\$ 37,343,591	\$ 3,173,070	\$ 40,516,661
Employee benefits	4,077,312	569,855	4,647,167
Contractual services	1,697,673	1,036,034	2,733,707
General materials and supplies	2,631,651	609,286	3,240,937
Conference and meeting expenses	301,452	2,424	303,876
Fixed charges	681,269	72,050	753,319
Utilities	19,978	1,875,191	1,895,169
Capital outlay	979,727	2,366,582	3,346,309
Other	6,088,888	24,112	6,113,000
Total expenditures	53,821,541	9,728,604	63,550,145
Less nonoperating items:			
Tuition chargeback *	(1,208,702)	-	(1,208,702)
Instructional service contracts	(238,382)	-	(238,382)
Transfers	(754,702)	645,234	(109,468)
Adjusted expenditures	\$ 51,619,755	\$ 10,373,838	\$ 61,993,593

* Intercollege tuition chargeback expenditures are subtracted to allow for statewide comparisons

Southwestern Illinois College
Community College District #522

Uniform Financial Statement No. 4 - Restricted Purposes Fund
Revenues and Expenditures
Year Ended June 30, 2015

Revenue by source:

Total local government	\$ 2,931,783
State government:	
ICCB Workforce Development Grants	-
ICCB Adult Education	1,231,996
ICCB Program Improvement Grant	48,377
ICCB Student Success Grant	-
ICCB Other	422,073
Other	2,385,394
	<u>4,087,840</u>
Federal government:	
Department of Education	17,605,257
Department of Labor	456,965
Department of Health and Human Services	90,079
Other	1,419,198
	<u>19,571,499</u>
Other sources	<u>275,736</u>
Total restricted purposes fund revenues	<u>\$ 26,866,858</u>

Expenditures by program:

Instruction	\$ 3,385,789
Student services	978,372
Public service/continuing education	4,559,843
Operations and maintenance of plant	158,658
Institutional support	2,756,168
Scholarships, student grants, and waivers	<u>16,568,500</u>
Total expenditures by program	<u>\$ 28,407,330</u>

Expenditures by object:

Salaries	\$ 5,149,083
Employee benefits	883,579
Contractual services	3,557,549
Student financial aid	16,568,500
General materials and supplies	959,930
Conference and meeting expenses	439,868
Fixed charges	77,810
Utilities	6,700
Capital outlay	655,825
Other	<u>108,486</u>
Total expenditures by object	<u>\$ 28,407,330</u>

Southwestern Illinois College
Community College District #522

Uniform Financial Statement No. 5 - Expenditures by Activity
Current Funds
Year Ended June 30, 2015

Instruction	<u>\$ 31,261,819</u>
Academic support:	
Library center	704,804
Instructional materials center	278,949
Educational media services	284,210
Academic computing support	101,447
Academic administration and planning	212,564
Other	<u>310,220</u>
Total academic support	<u>1,892,194</u>
Student services:	
Admissions and records	1,257,694
Counseling and career guidance	3,696,999
Financial aid administration	1,124,574
Other	<u>1,397,362</u>
Total student services	<u>7,476,629</u>
Public service/continuing education:	
Community education	36,105
Customized training (instructional)	1,345,116
Professional development	10,000
Community services	4,011,758
Other	<u>384,202</u>
Total public service/continuing education	<u>5,787,181</u>
Auxiliary services	<u>1,616,789</u>
Operations and maintenance of plant:	
Maintenance	930,248
Custodial services	2,802,525
Grounds	382,413
Campus security	2,075,736
Utilities	2,072,741
Administration	<u>456,103</u>
Total operations and maintenance of plant	<u>8,719,766</u>

Southwestern Illinois College
Community College District #522

Uniform Financial Statement No. 5 - Expenditures by Activity
Current Funds (Continued)
Year Ended June 30, 2015

Institutional support:	
Executive management	\$ 695,896
Fiscal operations	1,033,167
Community relations	1,650,860
Administrative support services	720,461
Board of trustees	347,141
General institution	6,812,795
Institutional research	196,184
Administrative data processing	4,079,554
Other	<u>2,998,009</u>
Total institutional support	<u>18,534,067</u>
Scholarships, student grants and waivers	<u>18,979,067</u>
Total current funds expenditures	<u><u>\$ 94,267,513</u></u>

Fiscal Year 2016 Certificate of Chargeback Reimbursement Form

The Fiscal Year 2016 Certificate of Chargeback Reimbursement Form was unable to be completed by the October 15, 2015 audit due date because line 17 of the form (the FY 2016 average grant rate based on FY 2016 ICCB grants) was unavailable since the State of Illinois budget had not yet been approved by the General Assembly and the Governor of the State of Illinois. This page will be issued at a later date as an addendum/replacement page once all information is available to complete the FY 2016 Chargeback Form.

Southwestern Illinois College
Community College District #522

Combining Balance Sheet
All Fund Types
June 30, 2015

	Current Funds		Loan Funds	Plant Funds		Reconciliation	Total
	Unrestricted	Restricted		Operations and Maintenance	Investment in Plant		
ASSETS							
Cash and cash equivalents	\$ 40,811,865	2,502,400	702,890	2,772,024	\$ -	\$ -	\$ 46,789,179
Restricted cash	-	-	-	-	-	1,195,567	1,195,567
Receivables:							
Property taxes	31,048,879		6,167,952	1,712,076	-	-	38,928,907
Government Claims	4,295,010	3,351,868	-	-	-	-	7,646,878
Student tuition and fees	8,898,605	-	-	-	-	-	8,898,605
Other	1,540,016	3,428	-	-	-	-	1,543,444
Total receivables	45,782,510	3,355,296	6,167,952	1,712,076	-	-	57,017,834
Due from other funds	7,204,779	2	-	1,933,921	-	-	9,138,702
Prepaid items	434,318	9,812	-	-	-	-	444,130
Land	-	-	-	-	6,515,480	-	6,515,480
Depreciable capital assets, net of accumulated depreciation	10,416	-	-	-	71,624,689	-	71,635,105
Construction in progress	-	-	-	-	650,837	-	650,837
Total assets	94,243,888	5,867,510	6,870,842	6,418,021	78,791,006	1,195,567	193,386,834
Deferred Outflows of Resources							
Subsequent year's pension expense related to federal, trust, or grant contributions in the current year	327,910						327,910
Total Assets and Deferred Outflows of Resources	\$ 94,571,798	\$ 5,867,510	\$ 6,870,842	\$ 6,418,021	\$ 78,791,006	\$ 1,195,567	\$ 193,714,744
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE							
Accounts payable	\$ 3,082,304	908,403	\$ 300	137,106	\$ -	\$ -	\$ 4,128,113
Accrued expenditures and compensated absences, current	3,463,441	105,244	44,171	-	-	1,184,469	4,797,325
Due to other funds	4,281,984	2,579,146	-	2,277,572	-	-	9,138,702
Unearned revenues							
Student tuition and fees	8,021,858	-	-	-	-	-	8,021,858
Other	9,837	91,077	-	734,932	-	-	835,846
Total unearned revenue	8,031,695	91,077	-	734,932	-	-	8,857,704
Compensated absences	-	-	-	-	-	857,281	857,281
Unamortized bond premium	-	-	-	-	-	225,377	225,377
Bonds contracts and leases payable	-	-	-	-	-	17,996,294	17,996,294
Total liabilities	18,859,424	3,683,870	44,471	3,149,610	-	20,263,421	46,000,796
Deferred inflows of resources							
Subsequent year's property taxes	32,982,370	-	6,554,559	1,818,192	-	-	41,355,121
FUND BALANCES							
Nonspendable	434,318	9,812	-	-	-	-	444,130
Investment in plant, net of related debt	10,416	-	-	-	78,791,006	(13,959,507)	64,841,915
Unassigned	42,285,270	-	-	-	-	(5,108,347)	37,176,923
Restricted	-	2,173,828	271,812	1,450,219	-	-	3,895,859
Total fund balances	42,730,004	2,183,640	271,812	1,450,219	78,791,006	(19,067,854)	106,358,827
Total liabilities deferred inflows of resources, and fund balances	\$ 94,571,798	\$ 5,867,510	\$ 6,870,842	\$ 6,418,021	\$ 78,791,006	\$ 1,195,567	\$ 193,714,744

Southwestern Illinois College
Community College District #522

Combining Schedule of Changes in Fund Balances - All Fund Types
Year Ended June 30, 2015

	Current Funds		Loan	Plant Funds		Reconciliation	Total
	Unrestricted	Restricted		Operations and Maintenance	Investment in Plant		
Revenues:							
Local government sources:							
Property taxes	\$ 20,942,483	\$ -	\$ 4,276,943	\$ 1,188,099	\$ -	\$ -	\$ 26,407,525
Tuition chargebacks	-	-	-	-	-	-	-
Corporate personal property replacement taxes	1,723,420	-	-	-	-	-	1,723,420
Other local sources	130,219	2,931,783	-	-	-	-	3,062,002
State government sources:							
ICCB state grants	13,939,683	1,702,446	-	-	-	-	15,642,129
Other state grants	-	2,385,394	-	730,797	-	-	3,116,191
Federal government	57,323	29,404,827	-	-	-	(9,833,328)	19,628,822
Student tuition and fees	29,083,502	-	-	-	-	(15,872,213)	13,211,289
Investment income	46,276	508	-	263	-	24	47,071
Auxiliary enterprise revenue	272,935	-	-	-	-	-	272,935
Facilities revenue	48,181	-	-	-	-	-	48,181
Other sources	961,870	275,228	-	-	-	-	1,237,098
SURS contribution provided by State	18,807,007	-	-	-	-	-	18,807,007
Expended for capital assets	-	-	-	-	1,986,983	(1,986,983)	-
Total revenues	86,012,899	36,700,186	4,276,943	1,919,159	1,986,983	(27,692,500)	103,203,670
Expenditures:							
Current:							
Instruction	27,297,891	3,241,010	-	-	-	-	30,538,901
Academic support	1,861,438	-	-	-	-	-	1,861,438
Student services	6,480,944	27,144,619	-	-	-	(25,705,541)	7,920,022
Public service	1,227,337	4,534,454	-	-	-	-	5,761,791
Institutional support	17,400,961	2,660,385	3,700	593,974	-	(517,718)	20,141,302
Operations and maintenance of plant	-	-	-	-	-	-	-
	8,220,041	4,617	-	-	-	-	8,224,658
Auxiliary enterprises	1,598,128	-	-	-	-	-	1,598,128
Depreciation	1,459	-	-	-	5,458,819	-	5,460,278
SURS contribution provided by State	18,807,007	-	-	-	-	-	18,807,007
Capital Outlay	3,497,581	655,825	-	953,288	-	(1,963,894)	3,142,800
Debt Service:							
Principal	178,550	-	3,360,000	-	-	(3,786,454)	(247,904)
Interest	29,523	-	865,465	-	-	(28,874)	866,114
Total expenditures	86,600,860	38,240,910	4,229,165	1,547,262	5,458,819	(32,002,481)	104,074,535
Excess (deficiency) of revenues over expenditures	(587,961)	(1,540,724)	47,778	371,897	(3,471,836)	4,309,981	(870,865)
Other financing sources (uses):							
Transfers in	1,215,234	164,796	-	0	-	-	1,380,030
Transfers out	(1,343,890)	(35,890)	-	-	-	-	(1,379,780)
Debt proceeds	-	-	-	-	-	(731,412)	(731,412)
Bond premium amortization	-	-	-	-	-	53,850	53,850
Contributions of fixed assets	-	-	-	-	-	-	-
	(128,656)	128,906	-	-	-	(677,562)	(677,312)
Excess (deficiency) of revenues over expenditures and transfers	(716,617)	(1,411,818)	47,778	371,897	(3,471,836)	3,632,419	(1,548,177)
Fund Balance							
Fund balances (deficit) beginning of year	43,118,711	3,595,458	224,034	1,078,322	82,262,842	(22,700,273)	107,579,094
Change in Accounting Principle	327,910						327,910
Fund balances, beginning of year, as restated	43,446,621	3,595,458	224,034	1,078,322	82,262,842	(22,700,273)	107,907,004
Fund balances (deficit) end of year	\$ 42,730,004	\$ 2,183,640	\$ 271,812	\$ 1,450,219	\$ 78,791,006	\$ (19,067,854)	\$ 106,358,827

Southwestern Illinois College
Community College District #522

Combining Balance Sheet - Current Unrestricted Funds
June 30, 2015

	Education	Operation and Maintenance	Auxiliary Enterprises	Working Cash	Audit	Liability, Protection, and Settlement	Total
ASSETS							
Cash and cash equivalents	\$ 17,581,351	\$ 7,188,634	\$ 70,900	\$ 15,766,793	\$ 3,098	\$ 201,089	\$ 40,811,865
Receivables:							
Property taxes	17,997,212	6,500,870	-	-	100,601	6,450,196	31,048,879
Government Claims	3,139,397	966,863	188,750	-	-	-	4,295,010
Student tuition and fees	8,898,605	-	-	-	-	-	8,898,605
Other	1,535,730	4,286	-	-	-	-	1,540,016
Total Receivables	31,570,944	7,472,019	188,750	-	100,601	6,450,196	45,782,510
Due from other funds	4,856,772	1,322,025	-	873,184	-	152,798	7,204,779
Prepaid items	342,383	84,935	5,000	-	-	2,000	434,318
Depreciable capital assets, net of depreciation	-	-	10,416	-	-	-	10,416
Total assets	54,351,450	16,067,613	275,066	16,639,977	103,699	6,806,083	94,243,888
Deferred Outflows of Resources:							
Subsequent year's pension expense related to federal, trust, or grant contributions in the current year	327,910						327,910
Total Assets and Deferred Outflows of Resources	\$ 54,679,360	\$ 16,067,613	\$ 275,066	\$ 16,639,977	\$ 103,699	\$ 6,806,083	\$ 94,571,798
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE							
LIABILITIES							
Accounts payable	\$ 2,126,388	\$ 673,727	\$ 180,926	\$ -	\$ 8,450	\$ 92,813	\$ 3,082,304
Accrued liabilities	2,821,116	230,747	59,696	-	-	351,882	3,463,441
Due to other funds	1,025,982	1,933,977	1,322,025	-	0	0	4,281,984
Unearned revenues:							
Student tuition and fees	8,021,858	-	-	-	-	-	8,021,858
Other	9,537	-	300	-	-	-	9,837
Total unearned revenue	8,031,395	-	300	-	-	-	8,031,695
Total liabilities	14,004,881	2,838,451	1,562,947	-	8,450	444,695	18,859,424
Deferred inflows of resources:							
Subsequent year's property taxes	19,115,687	6,905,130	-	-	106,842	6,854,711	32,982,370
FUND BALANCE							
Nonspendable	342,383	84,935	5,000	-	-	2,000	434,318
Investment, in plant, net of related debt	-	-	10,416	-	-	-	10,416
Unassigned	21,216,409	6,239,097	(1,303,297)	16,639,977	(11,593)	(495,323)	42,285,270
Total fund balance	21,558,792	6,324,032	(1,287,881)	16,639,977	(11,593)	(493,323)	42,730,004
Total liabilities, Deferred inflows of resources, and fund balance	\$ 54,679,360	\$ 16,067,613	\$ 275,066	\$ 16,639,977	\$ 103,699	\$ 6,806,083	\$ 94,571,798

Southwestern Illinois College
Community College District #522

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Current Unrestricted Funds
Year Ended June 30, 2015

	Education Fund	Operation and Maintenance Fund	Auxiliary Enterprises Fund	Working Cash Fund	Audit Fund	Liability, Protection and Settlement Fund	Total
Revenues:							
Local government sources:							
Property taxes	\$ 12,800,317	\$ 4,445,716	\$ -	\$ -	\$ 56,810	\$ 3,639,640	\$ 20,942,483
Tuition chargebacks	-	-	-	-	-	-	-
Corporate personal property replacement taxes	947,881	775,539	-	-	-	-	1,723,420
Other local government	-	-	130,219	-	-	-	130,219
State government sources:							
ICCB state grants	11,915,578	2,024,105	-	-	-	-	13,939,683
Other state grants	-	-	-	-	-	-	-
Federal government	57,323	-	-	-	-	-	57,323
Student tuition and fees	29,083,502	-	-	-	-	-	29,083,502
Investment income	35,347	1,753	-	9,176	-	-	46,276
Auxiliary enterprise revenue	-	-	272,935	-	-	-	272,935
Facilities revenue	244	47,937	-	-	-	-	48,181
Other sources	620,966	2,507	338,358	-	-	39	961,870
SURS contribution provided by State	18,807,007	-	-	-	-	-	18,807,007
Total revenues	74,268,165	7,297,557	741,512	9,176	56,810	3,639,679	86,012,899
Expenditures:							
Current:							
Instruction	27,297,891	-	-	-	-	-	27,297,891
Academic support	1,861,438	-	-	-	-	-	1,861,438
Student services	6,480,944	-	-	-	-	-	6,480,944
Public service	1,227,337	-	-	-	-	-	1,227,337
Institutional support	15,011,428	924,988	-	-	45,052	1,419,493	17,400,961
Operations and maintenance of plant	-	6,437,036	-	-	-	1,783,005	8,220,041
Auxiliary enterprises	-	-	1,598,128	-	-	-	1,598,128
Depreciation	-	-	1,459	-	-	-	1,459
SURS contribution provided by State	18,807,007	-	-	-	-	-	18,807,007
Capital Outlay	979,726	2,366,580	17,202	-	-	134,073	3,497,581
Debt Service:							
Principal	178,550	-	-	-	-	-	178,550
Interest	29,523	-	-	-	-	-	29,523
Total expenditures	71,873,844	9,728,604	1,616,789	-	45,052	3,336,571	86,600,860
Excess (deficiency) of revenues over expenditures	2,394,321	(2,431,047)	(875,277)	9,176	11,758	303,108	(587,961)
Other financing sources (uses):							
Transfers in	0	645,234	570,000	-	-	-	1,215,234
Transfers out	(754,702)	-	(580,760)	(8,428)	-	-	(1,343,890)
Debt proceeds	-	-	-	-	-	-	-
	(754,702)	645,234	(10,760)	(8,428)	-	-	(128,656)
Excess (deficiency) of revenues over expenditures and other financing uses	1,639,619	(1,785,813)	(886,037)	748	11,758	303,108	(716,617)
Fund Balance							
Fund balances (deficit) beginning of year	19,591,263	8,109,845	(401,844)	16,639,229	(23,351)	(796,431)	43,118,711
Change in Accounting Principle	327,910	-	-	-	-	-	327,910
Fund balance, beginning of year, as restated	19,919,173	8,109,845	(401,844)	16,639,229	(23,351)	(796,431)	43,446,621
Fund balances (deficit) end of year	\$ 21,558,792	\$ 6,324,032	\$ (1,287,881)	\$ 16,639,977	\$ (11,593)	\$ (493,323)	\$ 42,730,004

Southwestern Illinois College
Community College District #522

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget vs. Actual
Operating Funds (Education and Operations and Maintenance Funds)
Year Ended June 30, 2015

	Budget	Education Fund	Operation and Maintenance Fund	Total	Variance Favorable (Unfavorable)
Revenues:					
Local government sources:					
Property taxes	\$ 17,327,465	\$ 12,800,317	\$ 4,445,716	\$17,246,033	\$ (81,432)
Tuition chargebacks	-	-	-	-	-
Corporate personal property replacement taxes	1,100,000	947,881	775,539	1,723,420	623,420
State government sources:					
ICCB state grants	14,117,895	11,915,578	2,024,105	13,939,683	(178,212)
Other State Sources	-	-	-	-	-
Federal government	35,000	57,323	-	57,323	22,323
Student tuition and fees	31,325,104	29,083,502	-	29,083,502	(2,241,602)
Investment income	50,000	35,347	1,753	37,100	(12,900)
Facilities revenue	46,000	244	47,937	48,181	2,181
Other sources	753,000	620,966	2,507	623,473	(129,527)
Total revenues	64,754,464	55,461,158	7,297,557	62,758,715	(1,995,749)
Expenditures:					
Current:					
Instruction	31,937,429	27,878,196	-	27,878,196	4,059,233
Academic support	2,045,826	1,892,193	-	1,892,193	153,633
Student services	7,422,486	6,498,258	-	6,498,258	924,228
Public service	1,302,227	1,227,337	-	1,227,337	74,890
Institutional support	16,729,103	15,570,853	3,084,574	18,655,427	(1,926,324)
Operations and maintenance of plant	7,613,026	-	6,644,030	6,644,030	968,996
Total expenditures	67,050,097	53,066,837	9,728,604	62,795,441	4,254,656
Excess of revenues over expenditures	(2,295,633)	2,394,321	(2,431,047)	(36,726)	2,258,907
Other financing sources (uses):					
Transfers in	450,000	-	645,234	645,234	195,234
Transfers out	(718,000)	(754,702)	-	(754,702)	(36,702)
	(268,000)	(754,702)	645,234	(109,468)	158,532
Excess (deficiency) of revenues over expenditures and other financing uses	(2,563,633)	1,639,619	(1,785,813)	(146,194)	2,417,439
Fund balances beginning of year		19,591,263	8,109,845	27,701,108	
Change in Accounting Principle		327,910	-	327,910	
Fund balance, beginning of year, as restated	26,101,100	19,919,173	8,109,845	28,029,018	1,927,918
Fund balances end of year	\$ 23,537,467	\$ 21,558,792	\$ 6,324,032	\$27,882,824	\$ 4,345,357

Note: SURS contribution provided by State was excluded for purposes of this schedule. It is not a budgeted line item as the amount is determined each year by the State of Illinois.

Southwestern Illinois College
Community College District #522

Schedule of Net Position
Internal Service Fund
June 30, 2015

Assets	
Cash and cash equivalents	<u>\$ 1,195,567</u>
 Total assets	 <u><u>\$ 1,195,567</u></u>
 Liabilities - accrued expenditures	 <u>\$ 1,120,102</u>
 Net Position	 <u>75,465</u>
 Total liabilities and net position	 <u><u>\$ 1,195,567</u></u>

Southwestern Illinois College
Community College District #522

Schedule of Revenues, Expenses, and Changes in Net Position
Internal Service Fund
Year Ended June 30, 2015

Revenues:

Operating revenues

Employer paid premiums	\$ 4,631,571
Employee paid premiums	<u>1,582,448</u>
Total operating revenues	<u>6,214,019</u>

Expenses:

Operating expenses

Health claims	5,253,366
Reinsurance premiums	425,718
Contractual payments	<u>212,616</u>
Total operating expenses	<u>5,891,700</u>

Operating income	<u>322,319</u>
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Non-operating revenues:

Investment income	<u>24</u>
Total non-operating revenues	<u>24</u>

Change in net position	322,343
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Net position - beginning of year	<u>(246,878)</u>
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Net position - end of year	<u><u>\$ 75,465</u></u>
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Notes to Supplemental Information

Basis of Presentation

Supplemental financial statements: In order to ensure observation of limitations and restrictions placed on the use of available resources, the accounts are maintained in accordance with the principles of fund accounting as promulgated by the Illinois Community College Board *Fiscal Management Manual*. Accordingly, supplemental financial information of the District is presented on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, fund balance, revenue, and expenditures. For reporting purposes, funds that have similar characteristics have been combined into fund groups. The various fund groups and their designated purposes are as follows:

Current Funds - The Current Funds are utilized to account for those economic resources that are expendable for the purpose of performing the primary and supporting missions of the District and consist of the following:

Unrestricted Fund - The Unrestricted Fund accounts for the general operations of the District. All property tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this subgroup. From this subgroup are paid the general operating expenses, the fixed charges, and the expenditures for plant assets that are not paid from other funds.

Restricted Funds - The Restricted Fund is used to account for resources that are available for the operation and support of the educational program but which are restricted as to their use by outside agencies.

Loan Fund - This subfund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Plant Funds - The Plant Funds are used to account for the transactions relating to investment in the District properties, and consist of the following self-balancing subfunds:

Operations and Maintenance: - This subfund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Investment in Plant: - This subfund is used to account for the excess of the carrying value of plant assets over the related liabilities.

Internal Service Fund – Is used to account for services provided by one fund for all of the other funds of the District on a cost reimbursement basis.

**INDEPENDENT AUDITORS' REPORT ON CAREER AND TECHNICAL
EDUCATION - PROGRAM IMPROVEMENT GRANTS AND ADULT
EDUCATION AND FAMILY LITERACY GRANTS**

Board of Trustees
Southwestern Illinois College
Community College District #522
Belleville, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the Career and Technical Education - Program Improvement Grants, and Adult Education and Family Literacy Grants of Southwestern Illinois College, Community College District #522 (the District), which comprise the balance sheet as of June 30, 2015, and the related statement of revenues, expenditures, and changes in fund balance for the year then ended, and the related note to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the grant policy guidelines of the Illinois Community College Board's Fiscal Management Manual. Those standards and guidelines require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Career and Technical Education - Program Improvement Grants, and Adult Education and Family Literacy Grants of Southwestern Illinois College, Community College District #522, as of June 30, 2015, and the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in the Note to the financial statements – grant programs, the financial statements of the Career and Technical Education - Program Improvement Grants, and Adult Education and Family Literacy Grants of Southwestern Illinois College, Community College District #522, are intended to present only the financial position and the changes in financial position of grant activity that is attributable to transactions of Southwestern Illinois College, Community College District #522. They do not purport to, and do not, present fairly the financial position of Southwestern Illinois College, Community College District #522 as of June 30, 2015, or the changes in its financial position for the period then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Management has omitted the Management Discussion and Analysis and Schedule of Proportionate Share of the Net Pension Liability and Contributions that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Career and Technical Education - Program Improvement Grants, and Adult Education and Family Literacy Grants of Southwestern Illinois College, Community College District #522 financial statements. The supplementary ICCB compliance schedule for the Adult Education and Family Literacy Grant Program (page 120) is presented for purposes of additional analysis and is not a required part of the financial statements.

The supplementary ICCB compliance schedule for the Adult Education and Family Literacy Grant Program (page 120) is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, to the basic grant program financial statements as a whole.



CliftonLarsonAllen LLP

Belleville, Illinois
December 29, 2015

Southwestern Illinois College
Community College District #522

Adult Education and Family Literacy Grant Program
Balance Sheet
June 30, 2015

	<u>State Basic</u>	<u>Public Assistance</u>	<u>Performance</u>	Total (Memorandum Only)
ASSETS				
Cash	\$ -	\$ -	\$ -	\$ -
Due from the Illinois Community College Board	<u>26,329</u>	<u>32,302</u>	<u>44,035</u>	<u>102,666</u>
TOTAL ASSETS	<u>\$ 26,329</u>	<u>\$ 32,302</u>	<u>\$ 44,035</u>	<u>\$ 102,666</u>
LIABILITIES AND FUND BALANCE				
Due to Other Programs	\$ 21,552	\$ 31,128	\$ 37,615	\$ 90,295
Accounts Payable	2,144	1,174	\$ 595	3,913
Accrued Payroll	<u>2,633</u>	<u>-</u>	<u>\$ 5,825</u>	<u>8,458</u>
TOTAL LIABILITIES	<u>\$ 26,329</u>	<u>\$ 32,302</u>	<u>\$ 44,035</u>	<u>102,666</u>
Fund Balance - Unreserved	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL FUND BALANCE	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
LIABILITIES AND FUND BALANCE	<u>\$ 26,329</u>	<u>\$ 32,302</u>	<u>\$ 44,035</u>	<u>\$ 102,666</u>

See Note to Financial Statements- Grant Programs.

Southwestern Illinois College
Community College District #522

Adult Education and Family Literacy Grant Program
Statement of Revenues, Expenditures, and Changes in Fund Balance
Year Ended June 30, 2015

	<u>State Basic</u>	<u>Public Assistance</u>	<u>Performance</u>	<u>Total (Memorandum Only)</u>
Revenue:				
State sources	\$ 315,949	\$ 387,628	\$ 528,419	\$ 1,231,996
Total revenue	<u>\$ 315,949</u>	<u>\$ 387,628</u>	<u>\$ 528,419</u>	<u>\$ 1,231,996</u>
Expenditures:				
Instruction	\$ 254,334	\$ 338,053	\$ 259,405	\$ 851,792
Social work services	17,005	-	-	17,005
Guidance services	-	-	69,619	69,619
Assessment and testing	284	826	-	1,110
Subtotal instructional and student services	<u>271,623</u>	<u>338,879</u>	<u>329,024</u>	<u>939,526</u>
Improvement of instructional services	9,949	-	712	10,661
General administration	26,452	48,749	37,064	112,265
Workforce coordination	-	-	99,016	99,016
Data and information services	7,925		62,603	70,528
Subtotal program support	<u>44,326</u>	<u>48,749</u>	<u>199,395</u>	<u>292,470</u>
Return of prior period unexpended grant funds	-	-	-	-
Total expenditures	<u>315,949</u>	<u>387,628</u>	<u>528,419</u>	<u>1,231,996</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance:				
Beginning, July 1, 2014				-
Ending, June 30, 2015				<u>\$ -</u>

See Note to Financial Statements - Grant Programs.

Southwestern Illinois College
Community College District #522

Career and Technical Education - Program Improvement
Balance Sheet
June 30, 2015

ASSETS	\$ -
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LIABILITIES AND FUND BALANCE	\$ -
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See Note to Financial Statements- Grant Programs.

Southwestern Illinois College
Community College District #522

Career and Technical Education - Program Improvement Grant Program
Statement of Revenues, Expenditures, and Changes in Fund Balance
Year Ended June 30, 2015

Revenue:	
State sources	\$ 48,377
Interest	<u>4</u>
Total revenue	<u><u>48,381</u></u>
Expenditures:	
Materials and supplies	4,830
Capital Outlay	<u>43,551</u>
Total expenditures	<u><u>48,381</u></u>
Revenues over expenditures	-
Fund balance	
Beginning, July 1, 2014	<u>-</u>
Ending, June 30, 2015	<u><u>\$ -</u></u>

See Note to Financial Statements - Grant Programs.

**SOUTHWESTERN ILLINOIS COLLEGE
COMMUNITY COLLEGE DISTRICT #522**

**NOTE TO FINANCIAL STATEMENTS-GRANT PROGRAMS
FOR THE YEAR ENDED JUNE 30, 2015**

Summary of Significant Accounting Policies

General: The accompanying statements include only those transactions resulting from the ICCB Career and Technical Education-Program Improvement and Adult Education & Family Literacy programs. These transactions have been accounted for in the Restricted Purposes Fund.

Basis of accounting: The statements have been prepared on the modified accrual basis of accounting. Expenditures include all accounts payable representing liabilities for goods and services actually received as of June 30, 2015. Funds obligated for goods prior to June 30 for which the goods are received prior to August 31 are recorded as encumbrances. Unexpended funds are reflected as a reduction to fund balance and a liability due to the ICCB by October 15.

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

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.

Credit Risk: The Board of Trustees has authorized the District to invest funds in accordance with the Illinois Community College Act and the Investment of Public Funds Act. The District's investment policy is to apply the prudent person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to conform with legal requirements, seek reasonable income, preserve capital, maintain liquidity and, in general avoid speculative investments.

Custodial Credit Risk: Custodial credit risk is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District's investment policy allows that funds on deposit in excess of FDIC limits must be secured by some form of collateral, witnessed by a written agreement, and held at an independent, third party institution in the name of the District. The District's collateralization policy is currently set at 105% of uninsured deposits. At June 30, 2015 and 2014, the District's deposits were not fully collateralized.

Concentration of Credit Risk: At June 30, 2015 and 2014, the District had greater than 5% of its overall portfolio invested in Illinois School District Liquid Asset Fund Plus Money Market. This is in accordance with the District's investment policy.

Interest Rate Risk:

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

The State Treasurer maintains the Illinois Funds Money Market at cost and fair value through daily adjustment in the interest earnings. The State Treasurer also maintains the average duration of the pool at less than 25 days. The fair value of the College's investment in the funds is the same as the value of the pool shares. The Pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. The District's investments in the Illinois Funds are not required to be categorized because these are not securities. The relationship between the District and the investment agent is a direct contractual relationship and the investments are not supported by a transferable instrument that evidences ownership or creditorship.

All funds deposited in the pool are classified as investments even though some could be withdrawn on a day's notice. Although not subject to direct regulatory oversight, the fund is administered in accordance with the provision of the Illinois Public Investment Act, 30 ILCS 235.

**SOUTHWESTERN ILLINOIS COLLEGE
COMMUNITY COLLEGE DISTRICT #522**

BACKGROUND INFORMATION ON STATE GRANTS ACTIVITY

UNRESTRICTED GRANTS

Base Operating Grants

General operating funds provided to colleges based upon credit enrollment, with a small portion of the allocation based upon gross square footage of space at the college.

Equalization Grants

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

RESTRICTED GRANTS/SPECIAL INITIATIVES

Career and Technical Education - Program Improvement Grants

Grant funding requires that keeping career and technical education programs current and reflective of the highest quality practices in the workplace is necessary to prepare students to be successful in their chosen careers and to provide employers with the well-trained workforce they require. The grant funds are dedicated to enhancing instruction and academic support activities to strengthen and improve career and technical programs and services.

RESTRICTED ADULT EDUCATION GRANTS/STATE

State Basic

Grant awarded to Adult Education and Family Literacy providers to establish special classes for the instruction of persons of age 21 and over or persons under the age of 21 and not otherwise in attendance in public school for the purpose of providing adults in the community, and other instruction as may be necessary, to increase their qualifications for employment or other means of self-support and their ability to meet their responsibilities as citizens including courses of instruction regularly accepted for graduation from elementary and/or high schools and for Americanization and General Education Development Review classes. Included in this grant are funds for support services, such as student transportation and child care facilities or provision.

Public Assistance

Grant awarded to Adult Education and Family Literacy providers to pay for any fees, books, and materials incurred in the program for students who are identified as recipients of public assistance.

Performance

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

SUPPLEMENTARY ICCB COMPLIANCE SCHEDULE

Southwestern Illinois College
Community College District #522

Adult Education and Family Literacy Grant Program
Supplementary ICCB Compliance Schedule

Expenditure Amounts and Percentages for ICCB Grant Funds Only
Year Ended June 30, 2015

<u>State Basic</u>	<u>Audited Expenditure Amount</u>	<u>Actual Expenditure Percentage</u>
Instruction (45% Minimum Required)	\$ 254,334	80%
General Administration 15% Maximum Allowed)	\$ -	0%

<u>Public Assistance</u>	<u>Audited Expenditure Amount</u>	<u>Actual Expenditure Percentage</u>
Instruction (45% Minimum Required)	\$ 338,053	87%
General Administration (15% Maximum Allowed)	\$ -	0%

INDEPENDENT ACCOUNTANTS' REPORT
ON THE SCHEDULE OF ENROLLMENT DATA
AND OTHER BASES UPON WHICH CLAIMS ARE FILED

Board of Trustees
Southwestern Illinois College
Community College District #522
Belleville, Illinois

We have examined the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed of Southwestern Illinois College, Community College District #522 (District) for the year ended June 30, 2015. The Schedule of Enrollment Data and Other Bases upon Which Claims are Filed is the responsibility of the District's management. Our responsibility is to express an opinion on this schedule based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and the guidelines of the Illinois Community College Board's *Fiscal Management Manual*, and accordingly, included examining, on a test basis, evidence supporting the Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed, and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the District's compliance with specified guidelines.

In our opinion, the accompanying Schedule of Enrollment Data and Other Bases upon Which Claims are Filed is fairly presented in accordance with the provisions of the aforementioned guidelines for the year ended June 30, 2015.

This report is intended solely for information and use of the District's Board of Trustees and its reporting to the Illinois Community College Board and is not intended to be and should not be used by anyone other than these specified parties.



CliftonLarsonAllen LLP

Belleville, Illinois
December 29, 2015

Southwestern Illinois College
Community College District #522

Schedule of Enrollment Data and Other Bases Upon Which Claims
are Filed
Year Ended June 30, 2015

(Notes 1 and 2) Categories:	Total Reimbursable Semester Credit Hours by Term						Total
	Summer		Fall		Spring		
	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	
Baccalaureate	12,821.5	-	51,868.0	9.0	50,969.0	26.0	115,693.5
Business Occupational	1,924.5	97.0	6,754.5	94.0	7,283.5	112.5	16,266.0
Technical Occupational	2,935.5	189.0	14,352.5	305.0	15,973.5	378.5	34,134.0
Health Occupational	1,717.0	105.0	5,109.5	165.0	5,540.0	133.0	12,769.5
Remedial/Development	1,857.0	-	11,336.0	-	7,956.0	-	21,149.0
Adult Basic Education/Adult Secondary Education	248.0	1,794.0	-	4,198.0	-	4,329.9	- 10,569.9
Total credit hours certified	21,503.5	2,185.0	89,420.5	4,771.0	87,722.0	4,979.9	210,581.9

Note 1: Unrestricted credit hours are supported with 50% or more of unrestricted sources of funding
and are reimbursable if they meet all eligibility requirements.

Note 2: Restricted credit hours are supported with more than 50% of restricted sources of funding.

	Attending In-District	Attending Out-of-District on Chargeback or Contractual Agreement	Total
Semester credit hours (all terms)	199,168.2	5,137.0	204,305.2
	Dual Credit	Dual Enrollment	Total
Semester credit hours (all terms)	15,631.0	1,370.0	17,001.0
District 2013 Equalized Assessed Valuation			\$ 6,447,133,678

(Continued)

Southwestern Illinois College
Community College District #522

Schedule of Enrollment Data and Other Bases Upon Which Claims
are Filed

Year Ended June 30, 2015

RECONCILIATION OF TOTAL SEMESTER CREDIT HOURS

	Total Unrestricted Credit Hours	Total Unrestricted Credit Hours Certified to the ICCB	Difference	Total Restricted Credit Hours	Total Restricted Credit Hours Certified to the ICCB	Difference
Categories:						
Baccalaureate	115,658.5	115,658.5	-	35.00	35.00	-
Business Occupational	15,962.5	15,962.5	-	303.50	303.50	-
Technical Occupational	33,261.5	33,261.5	-	872.50	872.50	-
Health Occupational	12,366.5	12,366.5	-	403.00	403.00	-
Remedial/Development	21,149.0	21,149.0	-	-	-	-
Adult Basic Education/Adult Secondary Education	248.0	248.0	-	10,321.9	10,321.9	-
Total credit hours	198,646.0	198,646.0	-	11,935.9	11,935.9	-

RECONCILIATION OF IN-DISTRICT/CHARGEBACK REIMBURSABLE CREDIT HOURS

	Total Attending	Total Attending as Certified to the ICCB	Difference
Reimbursable in-district residents	199,168.2	199,168.2	-
Reimbursable out-of-district on chargeback or contractual agreement	5,137.0	5,137.0	-
Total credit hours	204,305.2	204,305.2	-

	Total Reimbursable	Total Reimbursable as Certified to the ICCB	Difference
Dual Credit	15,631.0	15,631.0	-
Dual Enrollment	1,370.0	1,370.0	-
Total credit hours	17,001.0	17,001.0	-

RESIDENCY VERIFICATION PROCESS

Residency is verified by Admissions and Records personnel or program coordinators of the College. The following items are acceptable forms of documentation:

- Automobile insurance ID card
- Automobile license registration card
- Bank statements
- Driver's license
- Federal, state, or county official documents
- Income tax forms (i.e., W-2)
- Lease agreement
- Military orders
- Occupancy permit
- Pay stub
- Real estate or property tax bill
- Utility bill or receipt
- Voter's registration card

New students and those changing from an out-of-district to an in-district address will be required to provide proof of residency.

Residency for students under age 18 shall be considered to be that of the parent or legal guardian, unless the student is self-supporting.

College personnel will verify residency visually for new students visiting Southwestern in-person and then indicate on the New Student Information Form that they attest to having reviewed documentation supporting residency and understand the impact with respect to state funding.

New students who mail, fax, or submit via our website the New Student Information form are sent a letter requesting that they submit acceptable documentation proving residency within 14 days. If they do not respond within that timeframe, their student record is restricted and they are not allowed to register until they do so.

Employees who verify residency of students after the 14-day grace period photocopy the documentation for appropriate filing in the student's permanent file.

Students are appropriately coded in our student information system for state funding purposes as follows:

A student is considered to be in-district if the student's legal residence is within the boundaries of Community College District #522 and can be established 30 days prior to the beginning date of the student's earliest class of the semester.

A student living outside District #522, who is a resident of the state of Illinois and does not attend Southwestern under the terms of a joint agreement or chargeback agreement, will be designated as an out-of-district student and will be charged the appropriate tuition.

(Continued)

RESIDENCY VERIFICATION PROCESS (Continued)

Any student who is a resident of another state or country will be considered an out-of-state student and will be charged the appropriate tuition. International students who have been issued an I-20 to attend Southwestern may not establish eligibility for in-district tuition rates.

Out-of-district and out-of-state students who receive training from and are employed at least 35 hours per week by an entity located within District #522 may qualify for in-district rates. These students must complete an appropriate Southwestern form from the Admissions and Records Office and have it completed and signed by their employee. This form must be submitted to Southwestern before the midterm date of the affected class(es).

Out-of-district students who have received chargeback tuition authorization from the community college district in which they live, will pay Southwestern in-district tuition. Students must contact the community college district in which they live for chargeback authorization at least 30 days prior to the beginning of any semester. Out-of-district students attending Southwestern without chargeback authorization will pay out-of-district tuition.

Out-of-district students who attend Southwestern Illinois College under the terms of a joint agreement between Southwestern and another community college district will pay Southwestern in-district tuition.

Students attending McKendree College, located in district with Southwestern, may attend Southwestern as an in-district student if they provide a student ID card from McKendree. The Director of Admissions from Southwestern, then verifies current enrollment status with the Registrar at McKendree College. This document becomes part of the student's Southwestern permanent file and must be provided and verified each semester he/she wishes to attend Southwestern.

Federal Financial Compliance Section

**Independent Auditors' 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
Southwestern Illinois College
Community College District #522
Belleville, 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 Southwestern Illinois College, Community College District #522 (the District) and its discretely presented component unit, as of and for the year ended June 30, 2015 and the related notes to the financial statements, which collectively comprise Southwestern Illinois College, Community College District #522's basic financial statements, and have issued our report thereon dated December 29, 2015. The financial statements of the District's component unit, Southern Illinois College Foundation (the Foundation) were not audited in accordance with *Government Auditing Standards*.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit of the financial statements, we considered Southwestern Illinois College, Community College District #522's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Southwestern Illinois College, Community College District #522's internal control. Accordingly, we do not express an opinion on the effectiveness of Southwestern Illinois College, Community College District #522'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 may exist that have not been identified.

Compliance and Other Matters


As part of obtaining reasonable assurance about whether Southwestern Illinois College, Community College District #522'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result 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.

We noted certain matters that we reported to management of the District in a separate letter dated December 29, 2015.

This report is intended for the information and use of the board of trustees, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

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

CliftonLarsonAllen LLP

Belleville, Illinois
December 29, 2015

**Independent Auditors' Report on Compliance With
Requirements That Could Have a Direct and Material Effect
on Each Major Federal Program and on Internal Control Over
Compliance in Accordance With OMB Circular A-133**

Board of Trustees
Southwestern Illinois College
Community College District #522
Belleville, Illinois

Report on Compliance for Each Major Federal Program

We have audited Southwestern Illinois College, Community College District #522's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Southwestern Illinois College, Community College District #522's major federal programs for the year ended June 30, 2015. Southwestern Illinois College, Community College District #522's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Southwestern Illinois College, Community College District #522's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Southwestern Illinois College, Community College District #522's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Southwestern Illinois College, Community College District #522's compliance.

Opinion on Each Major Federal Program

In our opinion, Southwestern Illinois College, Community College District #522's complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as items 2015-001. Our opinion on each major federal program is not modified with respect to these matters.

Southwestern Illinois College, Community College District #522's responses to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. Southwestern Illinois College, Community College District #522's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control Over Compliance

Management of Southwestern Illinois College, Community College District #522 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Southwestern Illinois College, Community College District #522's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Southwestern Illinois College, Community College District #522's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified.

We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a certain deficiency in internal control over compliance as described in the accompanying schedule of findings and questioned costs as item 2015-001 that we consider to be a significant deficiency.

Southwestern Illinois College, Community College District #522's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. Southwestern Illinois College, Community College District #522's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the result of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the business-type activities and the discretely presented component unit of Southwestern Illinois College, Community College District #522 as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Southwestern Illinois College #522's basic financial statements. We issued our report thereon dated December 29, 2015, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

This report is intended for the information and use of management, the board of trustees and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specific parties.



CliftonLarsonAllen LLP

Belleville, Illinois
December 29, 2015

Southwestern Illinois College
Community College District #522

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2015

Federal Grantor/Pass-Through Grantor/Program Title or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Department of Education			
Student Financial Aid (Direct) - Cluster			
Pell Grant	84.063	P063P141336	\$ 15,918,339
Pell Admin Costs	84.063	P063Q141336	26,300
Work Study	84.033	P033A141105	241,046
SEOG	84.007	P007A141105	255,338
Direct Loan Subsidized	84.268	P268K151336	6,828,350
Direct Loan Unsubsidized	84.268	P268K151336	2,458,233
Direct Loan Plus	84.268	P268K151336	48,428
Direct Loan Alternative	84.268		202,629
Total Student Financial Aid Cluster			<u>25,978,664</u>
TRIO- Student Support Services	84.042A	P042A100793-13	40,395
TRIO- Student Support Services	84.042A	P042A100793-14	227,500
Subtotal			<u>267,895</u>
Passed-through ICCB			
Perkins	84.048	15CTE522	548,650
Dual Credit Enhancement	84.048	15 DCE 522	10,000
Career and Technical Education	84.048	CTEICAPS52215	10,000
Federal Adult Basic Education	84.002A	11-0692-01	281,007
EL Civics	84.002A	11-0692-01	36,970
Adult Education and Family Literacy	84.002A	AEL ICAPS 52215	10,000
Subtotal			<u>896,627</u>
Total - Department of Education			27,143,185
Department of Labor			
Trade Adjustment Assistance Community College and Career Training	17.282	TC-22517-11-60-A-17	55,842
Trade Adjustment Assistance Community College and Career Training	17.282	TC-22517-11-60-A-17	147,389
Subtotal			<u>203,231</u>
Dept. Of Labor Trade Adjustment Assistance Community College and Career Training Grant	17.282	TC-22517-11-60-A-17	90,464
Dept. Of Labor Trade Adjustment Assistance Community College and Career Training Grant	17.282	TC-22517-11-60-A-17	57,809
Subtotal			<u>148,273</u>
Passed-Through St Clair County Intergovernmental Grants			
Out of School Youth-Fee for Services	17.259	202-2134-7460-TYSW12	105,462
Total - Department of Labor			456,965

See accompanying Notes to Schedule of Expenditures of Federal Awards

Southwestern Illinois College
Community College District #522

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2015

Federal Grantor/Pass-Through Grantor/Program Title or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Department of Commerce			
Passed-Through Illinois Community College Board			
ICCB-Manufacturing Outreach Services	11.611	14 IMEC 522	\$ 12,458
ICCB-Manufacturing Outreach Services	11.611	15 IMEC 522	23,049
Total Department of Commerce			35,507
Department of Health and Human Services			
Passed-Through Area Agency on Aging of Southwestern Illinois			
Title III-E	93.052	3E Caregiver Counseling	6,329
Title III-E	93.052	3E Caregiver Counseling	19,314
Subtotal			25,643
Passed-Through State of Illinois Dept of Insurance			
Senior Health Insurance Program FY2014-2015	93.779	SHIP	1,935
Subtotal			1,935
Total - Department of Health and Human Services			27,579
Department of Housing & Urban Development			
Passed-Through St Clair County Housing Authority			
Service Coordination Program	14.850		21,812
Service Coordination Program	14.872		40,688
Total - Department of Housing & Urban Development			62,500
Department of Transportation			
Pass-through Illinois Community College Board			
Highway Construction Careers Training Program	20.205	HCCTP522	354,813
Total - Department of Transportation			354,813
Corporation for National and Community Services			
Senior Companion Program	94.016	13SCN1L001	374,438
Foster Grandparent Program	94.011	12SFN1L005	213,527
Subtotal			587,965
Retired and Senior Volunteer Program	94.002	13SRN1L007	74,202
Retired and Senior Volunteer Program	94.002	13SRN1L007	22,780
Subtotal			96,982
Passed-Through Illinois Department of Human Services			
Americorp Program	94.006	FCSSP03342	46,582
Americorp Program	94.006	57380004C	235,379
Subtotal			281,961
Total - Corporation for National and Community Services			966,908
See accompanying Notes to Schedule of Expenditures of Federal Awards			

Southwestern Illinois College
Community College District #522

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2015

Federal Grantor/Pass-Through Grantor/Program Title or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Department of Agriculture			
FY14/15 Child & Adult Care Food Program	10.558	50082522051	\$ 546
FY15/16 Child & Adult Care Food Program	10.558	50082522051	4,265
Total - Department of Agriculture			4,811
National Endowment for the Arts			
NEA Arts Engagement in American Communities	45.024	13-5900-7122	4,763
NEA Arts Engagement in American Communities	45.024	14-5900-7076	10,000
National Endowment for the Arts Grant	45.025	14-6100-2052	1,000
Total - National Endowment for the Arts			15,763
Department of Energy			
Passed-through The Midwest Renewable Energy Association "SunShot initiative: Rooftop Solar Challenge IL"	81.117	DE-EE0006544	41,396
Total - Department of Energy			41,396
Total Expenditures of Federal Awards			\$ 29,109,427

See accompanying Notes to Schedule of Expenditures of Federal Awards.

Southwestern Illinois College
Community College District #522

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2015

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Southwestern Illinois College and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.

NOTE 2 NON-CASH ASSISTANCE

Southwestern Illinois College did not receive any non-cash assistance through federal award programs during the year ended June 30, 2015. In addition, there was no insurance in effect during the year that came through federal sources.

NOTE 3 LOANS OUTSTANDING

The federal award program of Southwestern Illinois College had no outstanding loan balances nor was there any loan guarantees as of June 30, 2015.

NOTE 4 SUB-RECIPIENTS

All of the federal award program funds received by Southwestern Illinois College were retained by the District. There were no amounts passed to sub-recipients.

Schedule of Findings and Questioned Costs
Year Ended June 30, 2015

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unmodified opinion on the financial statements of Southwestern Illinois College.
2. No material weaknesses were identified or disclosed during the audit of the financial statements of Southwestern Illinois College.
3. No significant deficiencies were identified during the audit of the financial statements of Southwestern Illinois College.
4. No instances of material noncompliance were identified during the audit of the financial statements of Southwestern Illinois College.
5. One significant deficiency was disclosed related to the audit of the major federal award programs for Southwestern Illinois College, which was not considered a material weakness.
6. The auditors' report on compliance for the major federal award programs for Southwestern Illinois College expresses an unmodified opinion.
7. Audit findings relative to the major federal award programs for Southwestern Illinois College are reported in Part B of this schedule.
8. The programs tested as major programs include:

<u>Program</u>	<u>CFDA Number</u>
Student Financial Aid Cluster	Various
Highway Construction Careers Training Program	20.205

9. The threshold for distinguishing type A and B programs was \$300,000.
10. Southwestern Illinois College was not determined to be a low risk auditee.

Schedule of Findings and Questioned Costs
Year Ended June 30, 2015

B. FINDINGS – FINANCIAL STATEMENT AUDIT

CURRENT YEAR

None

B. FINDINGS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

CURRENT YEAR

2015-001: NSLDS Reporting

CFDA #84.268

Grant year ended June 30, 2015

Department of Education-

Pass-Through: P268K151336

Condition

The NSLDS "SCHER1" report was reviewed as part of our NSLD special testing. It was noted that errors were not being re-submitted within the 10-day time period.

Criteria

Per the NSLDS Enrollment Reporting Guide (July 2014) section 6.1.1 Reporting Schedules, If the response is provided by a batch response file, NSLDS will process the file and return an Error/Acknowledgement file. Any error must be corrected and submitted within 10 days of receiving the file Clearinghouse submissions finding related to failure to comply with the requirement to have error responses filed and accepted within the 10-day time frame. The Clearinghouse was audited and received a finding for not properly submitting the error reports to NSLDS, thus anyone utilizing the Clearinghouse will have the error report finding.

Possible Asserted Affect

The status of certain students with loans may not be properly updated in the NSLDS system. Per 34 CFR 685.309 (Administrative and fiscal control requirements for participating schools regulations), the school is responsible for providing accurate and timely enrollment data as this data determines whether a student with a loan should enter the grace period and when eventual repayment begins.

Questioned Costs

Not applicable

Auditors' Recommendation

We recommend working with the National Clearinghouse and directly with NSLDS to monitor compliance related to reporting student enrollment data.

Management's Response

Southwestern Illinois College has reviewed the internal controls and process to ensure the timely receipt, processing and tracking of SSCR error files. The National Student Clearinghouse (NSC) has acknowledged that during the 2014 and 2015 years there were three times during the years where they had issues with NSLDS accepting the error response files from them due to a change in the file receipt process. NSC has indicated that they have put into place a robust series of edits on enrollment

Schedule of Findings and Questioned Costs
Year Ended June 30, 2015

files to prevent errors on SSCR responses and have increased the frequency of responding to the SSCR by responding on a monthly and mid-monthly basis to correct submitted changes from schools to comply with the timeframe requirement. Additionally, NSC is working on enhancements to the process to provide more transparency and opportunity to correct SSCR errors. Until NSC has put their planned enhancements into place, Southwestern Illinois College will receive a copy of the SSCR error report on a monthly basis to monitor and ensure resolution within the required timeframe. There are file scheme set-ups that NSLDS kicks out as an error but is rather a warning because the reported data is correct. These errors self-correct with a subsequent submission report and Southwestern Illinois College will keep a documented record of these errors for future audits.

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding

As the NSC has put their planned enhancements into place, Southwestern Illinois College will receive a copy of the SSCR error report on a monthly basis to monitor and ensure resolution within the required timeframe. There are file scheme set-ups that NSLDS kicks out as an error but is rather a warning because the reported data is correct. These errors self-correct with a subsequent submission report and MCC will keep a documented record of these errors for future audits.

C. FINDINGS – FINANCIAL STATEMENT AUDIT

Prior Year

None

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

Prior Year

2014-001: NSLDS Reporting
CFDA #84.032
Grant year ended June 30, 2014
Department of Education-
Pass-Through: P268K131336

Condition

During our testing, we noted one student out of forty tested did not show the correct status per Department of Education Guidelines.

Schedule of Findings and Questioned Costs
Year Ended June 30, 2015

Criteria

Based on Department of Education guidelines, the institution has 60 days from the date you determine a student's change in status to report to NSLDS per regulations 682.610/685.309; the federal regulations indicate that an institution must report when a student has ceased to be enrolled at least half-time. The reporting of a Less Than Half Time status would meet this requirement.

Possible Asserted Affect

Information supplied to Federal Loan Servicers & Guarantors could be incorrect.

Questioned Costs

None

Auditors' Recommendation

The College should implement procedures to ensure that student's statuses are updated timely and all discrepancies should be investigated.

Management's Response

Management will review year end closing procedures to determine necessary adjustments prior to audit date.

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding

The Southwestern Illinois College has taken corrective action and adjusted year end closing procedures to provide oversight to ensure misstatements are prevented or detected and corrected prior to the financial statement audit.