LEWIS & CLARK COMMUNITY COLLEGE
GODFREY, ILLINOIS

ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2024

LEWIS AND CLARK COMMUNITY COLLEGE
JUNE 30, 2024

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FINANCIAL SECTION

SCHEFFEL
BOYLE
Certified Public Accountants

ALTON EDWARDSVILLE BELLEVILLE HIGHLAND
JERSEYVILLE COLUMBIA CARROLLTON

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Lewis & Clark Community College
Godfrey, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities and discretely presented component unit of the Lewis & Clark Community College (the "College"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

In our opinion, based on our report and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and discretely presented component unit of Lewis & Clark Community College as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of Lewis & Clark Community College Foundation, a discretely presented nonprofit component unit of the College, which represents 100% of the assets, net position, and revenues of the discretely presented component unit as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Lewis & Clark Community College Foundation, is based solely on the report of the other auditors.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards,* we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The accompanying supplemental financial information as listed in the table of contents, including the state required report section and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2024, on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

Scheffel Boyle

Alton, Illinois
December 13, 2024

This section of Lewis & Clark Community College's (the "College") Annual Financial Report presents management's discussion and analysis of the College's financial activity during the fiscal year ended June 30, 2024. Since this management's discussion and analysis is designed to focus on current activities, resulting change and currently known facts, please read it in conjunction with the College's basic financial statements. Responsibility for the completeness and fairness of this information rests with the College.

Using This Annual Report

The financial statement format focuses on the College as a whole. The College financial statements are designed to emulate corporate presentation models whereby all College activities are consolidated into one total.

The focus of the Statements of Net Position is designed to be similar to bottom line results for the College. These statements combine and consolidate current financial resources (short-term spendable resources) with capital assets. The Statements of Revenues, Expenses, and Changes in Net Position focus on both the gross costs and the net costs of College activities, which are supported mainly by property taxes, tuition, federal and state revenues. This approach is intended to summarize and simplify the user's analysis of the cost of various College services to students and the public.

The College's financial reports are prepared in accordance with Governmental Accounting Standards Board (GASB) principles, which establish standards for external financial reporting for public colleges and universities. These standards also require that financial statements be presented on a consolidated basis to focus on the College as a whole. The financial statements presented here encompass the College and its discretely presented component unit, the Lewis & Clark Community College Foundation. Information regarding this component unit is summarized in Note 13 to the financial statements. This MD&A focuses on the College exclusive of the Foundation.

Financial Analysis of the College as a Whole

The College's financial position is summarized as follows:

Net Position
As of June 30
(in millions)

	2024	2023	Increase (Decrease) 2024-2023
Current Assets	$ 92.6	$ 93.5	$ (0.9)
Non-Current Assets			
Capital Assets, Net of Depreciation	126.6	128.5	(1.9)
Right of Use Assets - SBITAs, Net of Amortization	2.0	2.7	(0.7)
Other	29.5	24.8	4.7
Total Assets	250.7	249.5	1.2
Total Deferred Outflows of Resources	1.6	1.8	(0.2)
Total Assets and Deferred Outflows of Resources	252.3	251.3	1.0
Current Liabilities	26.3	26.5	(0.2)
Non-Current Liabilities	71.5	83.7	(12.2)
Total Liabilities	97.8	110.2	(12.4)
Total Deferred Inflows of Resources	27.7	30.6	(2.9)
Total Liabilities and Deferred Inflows of Resources	125.5	140.8	(15.3)
Net Position			
Net Investment in Capital Assets	84.7	82.0	2.7
Restricted	44.3	44.9	(0.6)
Unrestricted	(2.2)	(16.4)	14.2
Total Net Position	126.8	110.5	16.3
Total Liabilities, Deferred Inflows of Resources, and Net Position	$ 252.3	$ 251.3	$ 1.0

Fiscal Year 2024 Compared to 2023

Current assets decreased $0.9 million primarily due to a decrease in government claims receivable from the state of Illinois, offset by increases in property tax receivable and short-term investments.

Non-current assets increased $2.1 million due to an increase in long-term investments, offset by an overall decrease in capital assets.

Current liabilities remained consistent with the prior year with a slight decrease of $0.2 million to $26.3 million.

Non-current liabilities decreased $12.2 million due to the paydown of long-term debt. There was no new borrowed debt during fiscal year 2024.

Deferred inflows of resources decreased $2.9 million due to a decrease in other post-employment benefits (OPEB). For more detailed information on OPEB activity, refer to Note 9 – Other Post-Employment Benefits, in the Notes to Financial Statements.

Total net position at June 30, 2024 increased by $16.3 million. The restricted net position of $44.3 million is restricted for capital projects, grants, and debt service payments.

Fiscal Year 2024 Compared to 2023 (Continued)

The College's operating results are summarized as follows:

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

	2024	2023	Increase (Decrease) 2024-2023
Operating Revenue			
Tuition and Fees	$ 6.2	$ 5.9	$ 0.3
Sales and Service Fees	0.5	0.5	-
Facilities Revenue	0.3	0.3	-
Other	0.9	0.8	0.1
Total Operating Revenue	7.9	7.5	0.4
Less Operating Expenses	59.0	58.3	0.7
Operating Income (Loss)	(51.1)	(50.8)	(0.3)
Non-Operating Revenue (Expense)			
Local Taxes	33.5	34.3	(0.8)
State Government	12.2	12.2	-
State On-Behalf - SURS and CIP	9.4	10.1	(0.7)
Federal Government	11.0	11.5	(0.5)
Nongovernmental grants	0.6	0.7	(0.1)
Investment Income	4.2	1.9	2.3
Interest Expense	(3.6)	(3.4)	(0.2)
Loss on Disposal of Assets	-	(0.1)	0.1
Total Net Non-Operating Revenue	67.3	67.2	0.1
Capital Contributions	0.1	0.5	(0.4)
Change in Net Position	16.3	16.9	(0.6)
Net Position, Beginning of Year	110.5	93.6	16.9
Net Position, End of Year	$ 126.8	$ 110.5	$ 16.3

Fiscal Year 2024 Compared to 2023 (Continued)

Total revenues and expenses (Operating and Non-Operating) for the fiscal year 2024 were $78.9 million and $62.6 million, respectively. Fiscal year 2023 were $78.7 million and $61.8 million, respectively.

Operating revenue increased $0.4 million over the prior year. Tuition and fees revenue had a slight increase due to higher enrollment hours, which has been a focus of the College. Net non-operating revenue increased by $0.1 million over the prior year. This is the net result of increases in investment income combined with decreases in local taxes, state on-behalf payments, and federal grant revenues.

Operating expenses increased by $0.7 million over the prior year. The College's operating expenses by program are as follows:

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

Operating Expenses By Program:	2024	2024 Percent	2023	2023 Percent	Increase (Decrease) 2024-2023
Instruction	$ 15.9	26.95%	$ 16.0	27.44%	$ (0.1)
Academic Support	3.4	5.76%	4.0	6.86%	(0.6)
Student Services	3.8	6.44%	3.8	6.52%	-
Public Services	7.0	11.86%	6.9	11.84%	0.1
Auxiliary Services	1.7	2.88%	1.7	2.92%	-
Operation & Maintenance of Plant	8.5	14.41%	7.4	12.69%	1.1
Institutional Support	10.6	17.97%	10.7	18.35%	(0.1)
Scholarships, Grants, Waivers	3.2	5.42%	3.0	5.15%	0.2
Depreciation	4.9	8.31%	4.8	8.23%	0.1
Total	$ 59.0	100.00%	$ 58.3	100.00%	0.7

As in the prior year, the largest portion of the College's operating expenses was dedicated to instruction. Instruction costs were $15.9 million, or 26.95 percent, of the total operating expenses.

Institutional support of $10.6 million is the next largest category of operating expenses making up 17.97 percent of the total operating expenses, followed by operation & maintenance of plant of $8.5 million, or 14.41 percent of total operating expenses.

Fiscal Year 2024 Compared to 2023 (Continued)

The following is an analysis of the College's capital assets:

Capital Assets, Net
June 30,
(in millions)

	2024	2023	Increase (Decrease) 2024-2023
Capital Assets			
Land & Improvements	$ 23.6	$ 22.5	$ 1.1
Buildings & Improvements	184.0	183.8	0.2
Equipment	13.6	12.7	0.9
Sculptures and Art	2.5	2.5	-
Construction in Progress	2.5	1.6	0.9
Subscription Assets	3.3	3.3	-
Total	229.5	226.4	3.1
Less Accumulated Depreciation and Amortization	(100.9)	(95.2)	(5.7)
Net Capital Assets	$ 128.6	$ 131.2	$ (2.6)

As of June 30, 2024, the College had recorded $229.5 million invested in capital assets, $100.9 million in accumulated depreciation and amortization, and $128.6 million in net capital assets. For more detailed information on capital asset activity, refer to Note 4 - Capital Assets, in the Notes to Financial Statements.

The following is an analysis of the College's long-term debt:

Long-Term Debt
June 30,
(in millions)

	2024	2023	Increase (Decrease) 2043-2023
General Obligation Bonds, Net	$ 70.4	$ 80.4	$ (10.0)
Debt Certificates, Net	3.9	6.1	(2.2)
Subscription Liability	1.9	2.6	(0.7)
Compensated Absences	0.9	0.8	0.1
Total	$ 77.1	$ 89.9	$ (12.8)

Fiscal Year 2024 Compared to 2023 (Continued)

During fiscal year 2024, the College retired $11.6 million in principal bond and debt certificate payments and had no new bond and debt certificates issued during the year. For more detailed information on long-term debt activity, refer to Note 5 - Long-Term Debt, in the Notes to Financial Statements.

Contacting the College's Financial Management

This financial report is designed to provide our constituents with a general overview of the College's financial position. Questions concerning this report or requests for additional information should be directed to the College's administrative office, 5800 Godfrey Road, Godfrey, IL 62035.

Basic Financial Statements

LEWIS AND CLARK COMMUNITY COLLEGE
STATEMENT OF NET POSITION
JUNE 30, 2024

ASSETS

		COLLEGE		FOUNDATION
CURRENT ASSETS:				
Cash and Invested Cash	$	1,409,504	$	1,005,333
Investments		52,006,818		14,441,542
Taxes Receivable, Net of Allowance		31,257,876		-
Other Accounts Receivable, Net of Allowance		7,401,562		21,804
Prepaid Expenses & Other		511,103		3,550
Total Current Assets		92,586,863		15,472,229
NON-CURRENT ASSETS:				
Long-Term Investments		29,493,260		12,077
Right of Use Assets - SBITAs, Net of Amortization		2,041,911		-
Nondepreciable Capital Assets		6,384,806		3,117,923
Depreciable Capital Assets		219,822,419		-
Less: Accumulated Depreciation		(99,603,879)		-
Total Non-Current Assets, Net		158,138,517		3,130,000
Total Assets		250,725,380		18,602,229
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Outflows Related to OPEB		288,753		-
Deferred Outflows Related to Pension		457,953		-
Deferred Loss on Refunding Bonds		826,307		-
Total Deferred Outflow of Resources		1,573,013		-
TOTAL ASSETS AND DEFERRED OUTFLOW OF RESOURCES		252,298,393		18,602,229

LIABILITIES AND NET POSITION

		COLLEGE		FOUNDATION
CURRENT LIABILITIES:				
Accounts Payable		2,426,501		7,882
Accrued Expenses & Compensated Absences		3,327,391		-
Unearned Tuition and Fees		4,104,206		-
Unearned Grants and Other Deferred Revenue		3,783,179		-
SBITA Liability, Current		449,844		-
Bonds Payable, Current		9,889,549		-
Debt Certificates, Current		2,297,577		-
Total Current Liabilities		26,278,247		7,882
LONG-TERM LIABILITIES:				
SBITA Liability		1,448,402		-
Bonds Payable		60,489,905		-
Debt Certificates		1,604,943		-
Compensated Absences		291,389		-
OPEB Liability		7,615,865		-
Total Long-Term Liabilities		71,450,504		-
Total Liabilities		97,728,751		7,882
DEFERRED INFLOWS OF RESOURCES				
Unavailable Property Taxes		16,077,393		-
Deferred Inflows of OPEB Resources		11,670,391		-
Total Deferred Inflows of Resources		27,747,784		-
NET POSITION:				
Net Investment in Capital Assets		84,655,785		-
Restricted:				
Capital Projects		29,186,494		-
Grants		7,950,562		-
Debt Service		7,188,300		-
Donor Restricted		-		16,636,472
Unrestricted		(2,159,283)		1,957,875
Total Net Position		126,821,858		18,594,347
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	$	252,298,393	$	18,602,229

See Accompanying Notes to Financial Statements

LEWIS AND CLARK COMMUNITY COLLEGE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JUNE 30, 2024

	COLLEGE	FOUNDATION
OPERATING REVENUES:		
Student Tuition and Fees, Net of Scholarship Allowance	$ 6,229,752	$ -
Sales and Service Fees	500,088	-
Facilities Revenue	302,859	-
Other Revenue	871,314	1,013,482
Total Operating Revenues	7,904,013	1,013,482
OPERATING EXPENSES:		
Instruction	15,868,017	-
Academic Support	3,386,183	-
Student Services	3,844,573	-
Public Services	7,007,643	-
Auxiliary Services	1,673,809	-
Operation and Maintenance of Plant Services	8,546,555	-
Institutional Support	10,602,097	463,875
Scholarships, Student Grants, and Waivers	3,174,383	262,200
Depreciation Expense	4,931,767	-
Total Operating Expenses	59,035,027	726,075
INCOME (LOSS) FROM OPERATIONS	(51,131,014)	287,407
NON-OPERATING REVENUES (EXPENSES):		
Local Taxes	33,537,784	-
State Government	12,241,012	-
State On-Behalf - SURS and CIP	9,428,872	-
Federal Government	10,984,942	-
Nongovernmental Grants	559,589	-
Investment Income	4,174,296	1,247,737
Interest, Service Charges, and Issuance Costs	(3,558,965)	-
Loss on Disposal of Assets	-	(174,800)
Total Non-Operating Revenues (Expenses)	67,367,530	1,072,937
CAPITAL CONTRIBUTIONS	84,470	-
INCREASE (DECREASE) IN NET POSITION	16,320,986	1,360,344
NET POSITION, BEGINNING OF YEAR	110,500,872	17,234,003
NET POSITION, END OF YEAR	$ 126,821,858	$ 18,594,347

See Accompanying Notes to Financial Statements

LEWIS AND CLARK COMMUNITY COLLEGE
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2024

	COLLEGE	FOUNDATION
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and Fees	$ 10,761,427	$ -
Payments to Suppliers	(15,050,138)	(703,818)
Payments to Employees for Salaries & Fringe Benefits	(29,118,252)	-
Payments to Students for Scholarships	(7,709,564)	-
Auxiliary Enterprise Changes	500,088	-
Other	920,199	997,781
Net Cash From Operating Activities	(39,696,240)	293,963
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
Proceeds from Property Taxes	30,445,926	-
Proceeds from Grants	28,758,548	-
Proceeds from Other Taxes	2,200,026	-
Net Cash From Non-Capital Financing Activities	61,404,500	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Purchases of Capital Assets	(2,990,221)	-
Proceds from Sale of Assets	-	4,400
Principal Paid on Bonds Payable and Other Long-Term Obligations	(12,213,842)	-
Interest Paid on Bonds Payable and Other Long-Term Obligations	(3,768,549)	-
Capital Contributions	84,470	-
Net Cash From Capital and Related Financing Activities	(18,888,142)	4,400
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest Received	3,423,565	268,198
Proceeds from Maturities of Investment Securities	52,014,045	3,221,180
Purchases of Investment Securities	(58,274,876)	(3,695,797)
Net Cash From Investing Activities	(2,837,266)	(206,419)
Net Change in Cash and Cash Equivalents	(17,148)	91,944
Cash and Cash Equivalents, Beginning of Year	1,426,652	913,389
Cash and Cash Equivalents, End of Year	$ 1,409,504	$ 1,005,333

See Accompanying Notes to Financial Statements

LEWIS AND CLARK COMMUNITY COLLEGE
STATEMENT OF CASH FLOWS (CONTINUED)
YEAR ENDED JUNE 30, 2024

	COLLEGE	FOUNDATION
Reconciliation of Operating Income (Loss) to Net Cash From Operating Activities:		
Operating Income (Loss)	$ (51,131,014)	$ 287,407
Adjustment to Reconcile Operating Income (Loss) to Net Cash From Operating Activities:		
Depreciation	4,931,767	-
Amortization	700,078	-
State On-Behalf Payments for Fringe Benefits	9,428,872	-
Non-Cash Gift of Stock included in Contributions		(12,063)
Change in Assets and Liabilities:		
Other Accounts Receivable	(416,025)	(3,638)
Prepaid Expenses & Other	591,913	30,506
Deferred Outflows Related to OPEB	(132,939)	-
Accounts Payable	(536,313)	(8,249)
Accrued Expenses & Compensated Absences	56,435	-
Unearned Tuition and Fees	170,020	-
Unearned Grants and Other Deferred Revenue	(11,475)	-
OPEB Liability	138,529	-
Deferred Inflows of OPEB Resources	(3,486,088)	-
	$ (39,696,240)	$ 293,963
Noncash Investing, Capital, and Financial:		
Revenue from State On-Behalf Payments	$ 9,428,872	$ -

See Accompanying Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Lewis & Clark Community College (the "College") is a governmental unit that provides post-secondary school education and vocational training for the local community at its main campus in Godfrey, Illinois as well as other campuses in surrounding communities. The summary of significant accounting policies is presented to assist you in understanding the College's financial statements.

The College is a community college governed by an elected seven-member Board of Trustees. The College's mission is to empower people by raising aspirations and fostering achievement through dynamic, compassionate and responsible learning experiences.

Reporting Entity

The College's financial statements include all entities for which the College has financial accountability. In defining the financial reporting entity, the College has considered whether there are any potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in accordance with accounting principles generally accepted in the United States. The primary criterion for including a potential component unit within the reporting entity is the financial accountability that the elected officials of the primary government have for the component unit. The criteria used in assessing financial accountability consist of (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units or its constituents (2) the primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

Lewis and Clark Community College Foundation (Foundation) is a legally separate, tax-exempt nonprofit component unit of the College. The Foundation was organized and operated exclusively for educational and charitable purposes designed to promote the welfare of the College. Because the resources of the Foundation are to be used substantially for the benefit of the College, the Foundation is considered a component unit of the College and is discretely presented in the College's financial statements. Complete financial statements for the Foundation can be obtained from the administrative offices of the College located at 5800 Godfrey Road, IL 62035 or by calling (618) 468-7000. The Foundation paid the College $262,200 for scholarships and awards during the year ended June 30, 2024.

The College is not aware of any entity whose elected officials are financially accountable for the operations of the College that would result in the College being considered a component unit of such entity.

Note 1: Summary of Significant Accounting Policies (Continued)

Significant Accounting Policies

The financial statements of the College are prepared in accordance with accounting principles generally accepted in the United States of American (GAAP) as applicable to colleges and universities as well as those prescribed by the Illinois Community College Board (ICCB). The College reports are based on all applicable Government Accounting Standards Board (GASB) pronouncements as well as applicable Financial Accounting Standards Board (FASB) Statements and Interpretations, and Accounting Principles Board Opinions.

Measurement Focus and Basis of Accounting

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

Non-exchange transactions, in which the College receives value without directly giving equal value in return, includes property taxes; federal, state, and local grants; state appropriations and other contributions. On an accrual basis, revenue from property taxes is recognized in the period for which the levy is intended to finance. Revenue from grants, state appropriations, and other contributions is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the College must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the College on a reimbursement basis.

Use of Estimates

The preparation of financial statements in accordance 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 expenditures during the reporting period. Actual results could differ from those estimates.

Cash, Invested Cash and Investments

For purposes of the statement of cash flows, the College considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Note 1: Summary of Significant Accounting Policies (Continued)

Cash, Invested Cash and Investments (Continued)

Investments, consisting of money markets and certificates of deposit through financial institutions, are reported at cost which approximates fair value. Investments, consisting of the Illinois Institutional Investors Trust (IIIT), Illinois Funds local government investment pool, and Illinois Trust Term, are reported at amortized cost. Investments, consisting of certificates of deposit through the Illinois Trust CD Program, commercial paper, corporate notes, supra-national agency bond/notes, federal agency bond/notes, and US Treasuries, are reported at fair value, as listed in the leveling table.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the state to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940.

The IIIT is a diversified, open-end, actively managed investment trust designed to address short-term cash investment needs of Illinois public investors managed by a Board of Trustees elected from the participating members. The IIIT offers two investment options: Illinois Portfolio (rated AAAm by Standard and Poor's) and Illinois TERM (rated AAAf by Fitch).

Illinois Funds and the Illinois Portfolio meet the criteria contained in GASB Statement No. 79, Certain Investment Pools and Pool Participants. This allows these investments and those local governments investing in these funds to measure its investment at amortized cost. The criteria contained in GASB Statement No. 79 address (1) how the pool interacts with participants, (2) requirements for portfolio maturity, quality, diversification and liquidity, and (3) calculation and requirements of a shadow price.

Prepaid Expenses

Prepaid expenses represent payments made by the College for which benefits extend beyond June 30, 2024. The costs of prepaid expenses are recorded as expenses when consumed rather than when purchased.

Inventory

Inventory is stated at lower of cost or market. Cost is determined by the retail and first-in, first-out methods of inventory accounting. Inventory is included in Prepaid Expenses & Other in the Statement of Net Position.

Note 1: Summary of Significant Accounting Policies (Continued)

Capital Assets

Purchased or constructed capital assets, including property, plant, equipment, and infrastructure (such as roads and sidewalks) are reported at cost or estimated historical cost at the date of acquisition. Capital assets are defined as assets with an initial unit cost of $5,000 or more and an estimated life in excess of one year. Additions or improvements that increase the value more than $50,000 or significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Donated assets are recorded at their estimated acquisition value at the date of donation. Maintenance and repairs of a routine nature are charged to expenses/expenditures as incurred and are not capitalized.

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

Land Improvements	10 to 20 years
Buildings and Improvements	40 to 60 years
Equipment	3 to 10 years

Capital assets not being depreciated include land, sculptures and art, and construction in progress.

Subscription Assets

Subscription assets are initially recorded at the initial measurement of the subscription liability, plus subscription payments made at or before the commencement of the subscription-based information technology arrangement (SBITA) term, less any SBITA vendor incentives received from the SBITA vendor at or before the commencement of the SBITA term, plus capitalizable initial implementation costs. Subscription assets are amortized on a straight-line basis over the shorter of the SBITA term or the useful life of the underlying IT asset.

Unearned Revenue

Unearned revenue includes amounts received which represents payment for services to be provided in future periods for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met. These amounts consist primarily of: 1) amounts received or accrued for tuition and fees prior to the end of the fiscal year that are related to the subsequent fiscal year, and 2) amounts received from grant and contract sponsors that have not been earned.

Deferred Outflows/Inflows of Resources

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

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

Note 1: Summary of Significant Accounting Policies (Continued)

Compensated Absences

Accrued compensated absences consist of accumulated unused vacation days up to two and a half times the employee's annual accrual amount based upon completed years of service as of the employment anniversary date. The rate of accrued compensated absence is calculated based on the employee's equivalent hourly rate. The current portion of accrued compensated absences is included in Accrued Expenses & Compensated Absences in the Statement of Net Position.

Pensions

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

For the purposes of financial reporting, the State of Illinois (State) and its public universities and community colleges are under a special funding situation. A special funding situation exists when a non-employer entity (the State) is legally responsible for making contributions directly to a pension plan that is used to provide pensions to the employees of another entity or entities (the College) and the non-employer entity (the State) is the only entity with a legal obligation to make contributions directly to a pension plan. The College recognizes its proportionate share of the State's pension expense relative to the College's employees as non-operating revenue and pension expense, with the expense further allocated to the related function by employees.

Other Post-Employment Benefit (OPEB) Obligations

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the plan net position of the College Insurance Plan (CIP) and additions to/deductions from CIP's plan net position has been determined on the same basis as they are reported by CIP. For this purpose, OPEB payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

Note 1: Summary of Significant Accounting Policies (Continued)

Net Position

In the financial statements net position is classified and displayed in three categories:

- *Net investment in capital assets* - consists of capital assets net of accumulated depreciation and related debt, if applicable.
- *Restricted net position* - consists of resources that the College is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties. When both restricted and unrestricted resources are available for use, it is the College's policy to use restricted resources first, and then unrestricted resources when they are needed.
- *Unrestricted net position* - resources derived from student tuition and fees, state appropriations, and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the College and may be used at the discretion of the governing board to meet current expenses for any purpose.

Property Tax Revenue

The College's property taxes are levied each calendar year on all taxable property located in the College's taxing district. Property taxes are recorded on the accrual basis of accounting. Property taxes have been recognized in the current year at fifty percent of the expected tax levy in the year that the taxes are levied and fifty percent in the following year in accordance with GASB.

Personal Property Replacement Taxes

Personal property replacement taxes are recorded on the accrual basis of accounting based on amounts collected and paid by the state. Personal property replacement taxes are recorded in Local Taxes in the Statement of Revenues, Expenses, and Changes in Net Position.

Student Tuition

Summer and Fall tuition is recorded as receivable at the time of registration. The amounts that are prepayments or receivables related to the subsequent fiscal year are reported as deferred revenue in the respective funds to which they apply.

Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship allowances in the Statement of Revenues, Expenses, and Changes in Net Position. Scholarship allowances are the difference between the stated charge for goods and services provided by the College, and the amount that is paid by students and/or third parties making payments on the students' behalf.

Classification of Revenue

Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, and (2) sales and services of auxiliary enterprises. Nonoperating revenue includes activities that have the characteristics of nonexchange transactions, such as (1) local property taxes, (2) state appropriations (3) most federal, state and local grants and contracts, (4) federal appropriations, and (5) gifts and contributions.

Note 1: Summary of Significant Accounting Policies (Continued)

On-Behalf Payments for Fringe Benefits and Salaries

Contributions made by the State of Illinois relating to the State Universities Retirement Systems and College Insurance Plan on behalf of the College's employees are recognized by the College as revenues and expenses. In fiscal year 2024, the State made on-behalf contributions of $9,428,872.

Adoption of New Accounting Pronouncements

Effective July 1, 2023, the College adopted the provisions of GASB Statement No. 100, *Accounting Changes and Error Corrections*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The College had no accounting changes or error corrections for the year ended June 30, 2024.

Note 2: Property Taxes

The College's property tax is levied each year on all taxable real property located in the College's taxing district on or before the last Tuesday in December. The Board passed the 2023 levy on December 12, 2023. Property taxes attach as an enforceable line on property as of January 1 and are payable in installments beginning approximately one to two months after billing by the various counties. The College receives significant distributions of tax receipts beginning in June or July of each year.

The following are the permissible tax rate limits and the actual rates levied per $100 of assessed valuation:

		Tax Levy Years	
	Limit	2023	2022
Education	0.1500	0.1500	0.1500
Operations & Maintenance	0.1000	0.1000	0.1000
Liability/Judgments	No Limit	0.0467	0.0573
Health & Safety	0.0500	0.0490	0.0500
Audit	0.0050	0.0013	0.0012
Bond and Interest	No Limit	0.2242	0.2404
Social Security	No Limit	0.0049	0.0055
Prior Year Adjustment		(0.0037)	(0.0028)
		0.5724	0.6016

Note 3: Cash, Invested Cash and Investments

The College's cash and invested cash throughout the year and at year-end consisted of cash on hand and demand deposit accounts, which included checking and savings accounts. The College classified these accountsas cashand invested cashon the statement of net position according to liquidity and intended use.

Cash and invested cash as of June 30, 2024 consist of the following:

Cash on Hand	$ 1,500
Invested Cash - Deposits with Financial Institutions	1,408,004
Total	$ 1,409,504

The College is allowed to invest in securities as authorized by the Illinois Public Community College Act and the Illinois Investment of Public Funds Act.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The College does not have an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Investments at June 30, 2024 consist of the following at fair value:

Money Market - Financial Institutions	$ 2,213,593
Certificates of Deposit - Financial Institutions	315,695
Certificates of Deposit - Illinois Trust CD Program	8,233,626
Illinois Funds - Local Government Investment Pool	409,914
Illinois Trust Term	12,531,181
Money Market - Illinois Institutional Investors Trust	3,693,149
Commercial Paper	7,053,635
Corporate Notes	5,614,552
Supra-National Agency Bond/Note	419,204
Federal Agency Bond/Note	2,222,535
US Treasuries	38,792,994
Total	$ 81,500,078

Note 3: Cash, Invested Cash and Investments (Continued)

As of June 30, 2024, the College had the following investments with stated maturities:

		Investment Maturities (in Years)			
	Total	Less than 1	1-5	6-10	More than 10
Money Market - Financial Institutions	$ 2,213,593	$ 2,213,593	$ -	$ -	$ -
Certificates of Deposit - Financial Institutions	315,695	315,695	-	-	-
Certificates of Deposit - Illinois Trust CD Program	8,233,626	8,233,626	-	-	-
Illinois Funds - Local Government Investment Pool	409,914	409,914	-	-	-
Illinois Trust Term	12,531,181	12,531,181	-	-	-
Money Market - Illinois Institutional Investors Trust	3,693,149	3,693,149	-	-	-
Commercial Paper	7,053,635	7,053,635	-	-	-
Corporate Notes	5,614,552	1,499,303	4,115,249	-	-
Supra-National Agency Bond/Note	419,204	-	419,204	-	-
Federal Agency Bond/Note	2,222,535	514,276	1,708,259	-	-
US Treasuries	38,792,994	15,542,446	23,250,548	-	-
	$ 81,500,078	$ 52,006,818	$ 29,493,260	$ -	$ -

Credit Risk

Credit risk is the risk that an issuer or other counterparty to a debt investment will not fulfill its obligations. It is the College's policy to limit its investments in debt securities to the three top ratings issued by at least two standard rating services. The College's investment policy also limits the holding of debt securities to no more than ten percent of its outstanding obligations.

The College currently invests in several types of securities with different credit ratings. Certificates of deposits and money market funds held by the College are unrated. Commercial paper securities held have a rating ranging from A-1+ to A-1, corporate notes held range from AA to BBB+, local government investment pool securities are rated at AAAm, and Illinois Trust Term securities are rated at AAAf. INB Illinois Funds are rated at AAAm, Supra-national agency bonds and notes are rated at AAA, and U.S. Treasuries are rated from a range of AAA to A-1+.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of the failure of the counterparty, the College will not recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2024 there are no investments with custodial credit risk.

Custodial Credit Risk - Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the College's deposits may not be returned to it. At year end, the College's carrying amount of deposits was $14,293,664, of which $1,408,004 is cash and invested cash and $12,885,660 is investments, and the bank balance was $14,821,640. Of the bank balance, $587,828 was covered by federal depository insurance and $14,233,812 was collateralized with securities held by the pledging institution's trust department or agent in the College's name.

Note 3: Cash, Invested Cash and Investments (Continued)

Concentration Risk

Concentration risk is the risk associated with having more than 5 percent of investments in any issuer, other than the U.S. Government. The College does not have a concentration risk policy. The College has no investments that represent 5 percent or more of the total investments.

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The College does not have a foreign currency risk policy. The College does not have any investments with foreign currency risk exposure.

Fair Value Measurement

Current accounting standards establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of fair value hierarchy, as described under current accounting standards, are as follows:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets.

Level 2: Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets; or
- inputs other than quotes prices that are observable for the asset or liability.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The following table presents the College's approximate fair value hierarchy for the assets measured at fair value on a recurring basis as of June 30, 2024:

		Fair Value Measurements at Reporting Date Using		
	Total	**(Level 1)**	**(Level 2)**	**(Level 3)**
Assets measured at fair value on a recurring basis:				
Certificates of Deposit - Illinois Trust CD Program	$ 8,233,626	$ -	$ 8,233,626	$ -
Commercial Paper	7,053,635	-	7,053,635	-
Corporate Notes	5,614,552	-	5,614,552	-
Supra-National Agency Bond/Note	419,204	-	419,204	-
Federal Agency Bond/Note	2,222,535	-	2,222,535	-
US Treasuries	38,792,994	-	38,792,994	-
	$ 62,336,546	$ -	$ 62,336,546	$ -

Note 4: Capital Assets

Capital asset balances and activity for the year ended June 30, 2024, were as follows:

	Balance 7/1/2023	Additions	Disposals	Balance 6/30/2024
Capital assets, not being depreciated:				
Land	$ 1,393,634	$ -	$ -	$ 1,393,634
Construction in progress	1,638,175	1,169,426	(351,934)	2,455,667
Sculptures & art	2,535,505	-	-	2,535,505
Total capital assets, not being depreciated	$ 5,567,314	$ 1,169,426	$ (351,934)	$ 6,384,806
Capital Assets, being depreciated:				
Land improvements	$ 21,180,220	$ 1,044,073	$ -	$ 22,224,293
Buildings and improvements	183,783,320	263,246	-	184,046,566
Equipment	12,692,477	865,410	(6,327)	13,551,560
Total capital assets, being depreciated	$ 217,656,017	$ 2,172,729	$ (6,327)	$ 219,822,419
Right-of-Use Assets, being amortized:				
Subscription software	$ 3,346,150	$ -	$ -	$ 3,346,150
Total right-of-use assets, being amortized	$ 3,346,150	$ -	$ -	$ 3,346,150
Accumulated Depreciation and Amortization:				
Land improvements	$ (14,132,256)	$ (750,182)	$ -	$ (14,882,438)
Buildings and improvements	(70,135,022)	(3,715,403)	-	(73,850,425)
Equipment	(10,411,161)	(466,182)	6,327	(10,871,016)
Total accumulated depreciation	$ (94,678,439)	$ (4,931,767)	$ 6,327	$ (99,603,879)
Subscription Software	$ (604,161)	$ (700,078)	$ -	$ (1,304,239)
Total accumulated amortization	$ (604,161)	$ (700,078)	$ -	$ (1,304,239)
Total accumulated depreciation and amortization	$ (95,282,600)	$ (5,631,845)	$ 6,327	$ (100,908,118)
Total capital assets, being depreciated, net	$ 125,719,567	$ (3,459,116)	$ -	$ 122,260,451
Business-type activities capital assets, net	$ 131,286,881	$ (2,289,690)	$ (351,934)	$ 128,645,257

Depreciation expense was $4,931,767 for the year ended June 30, 2024. Amortization expense was $700,078 for the year ended June 30, 2024, and is recorded in Interest, Service Charges, and Issuance Costs in the Statement of Revenues, Expenses, and Changes in Net Position.

Note 5: Long-Term Debt

The following is a summary of the College's long-term debt for the year ended June 30, 2024:

	Balance 7/1/2023	Additions	Accretion	Retirements /Refunding	Balance 6/30/2024	Current Portion	Long-Term Portion
Long-Term Debt:							
General Obligation Bonds	$ 75,888,479	$ -	$ -	$ (9,439,000)	$ 66,449,479	$ 9,109,479	$57,340,000
Accreted Interest on Capital Appreciation Bonds	567,206	-	149,561	-	716,767	53,754	663,013
Bond Premiums	3,990,941	-	-	(777,733)	3,213,208	780,070	2,433,138
Debt Certificates	5,775,000	-	-	(2,115,000)	3,660,000	2,205,000	1,455,000
Debt Certificate Premiums	346,245	-	-	(103,725)	242,520	92,577	149,943
Subscription Liability	2,558,088	-	-	(659,842)	1,898,246	449,844	1,448,402
Compensated Absences	798,671	634,490	-	(522,571)	910,590	619,201	291,389
Totals	$ 89,924,630	$ 634,490	$149,561	$ (13,617,871)	$ 77,090,810	$ 13,309,925	$63,780,885

Details on the debt as of June 30, 2024, along with the applicable required payment schedules, are as follows:

1. On May 5, 2015, the College issued $17,025,000 of General Obligation Refunding Bonds, Series 2015A. The remaining maturities are due in annual payments ranging from $1,195,000 to $3,320,000 at an interest rate of 5.00%. The issue provides for retirement of principal on November 1 of each year, with interest payable May 1 and November 1. The bonds were sold at a premium of $3,156,845, which is being amortized over the life of the bonds. Accumulated amortization as of June 30, 2024, was $2,699,936. These bonds were issued to refund a portion of the Series 2004A General Obligation Funding Bonds, Series 2005A General Obligation Funding Bonds, and Series 2007 General Obligation Bonds.

During the year ending June 30:	Principal	Interest	Total
2025	$ 1,195,000	$ 482,625	$ 1,677,625
2026	3,320,000	369,750	3,689,750
2027	2,795,000	216,875	3,011,875
2028	2,940,000	73,500	3,013,500
Total	$ 10,250,000	$ 1,142,750	$ 11,392,750

2. On May 5, 2015, the College issued $3,990,000 of General Obligation Refunding Bonds, Series 2015B (Alternate Revenue Source). The final maturity was due in an annual principal payment of $75,000 at an interest rate of 3.00%. The issue provided for retirement of principal on November 1 of each year, with interest payable May 1 and November 1. The bonds were sold at a premium of $378,292, which is being amortized over the life of the bonds. Accumulated amortization as of June 30, 2024, was $378,292. These bonds were issued to refund a portion of the Series 2004B General Obligation Bonds and the Series 2005B General Obligation Bonds. This bond was paid off during the fiscal year ended June 30, 2024.

Note 5: Long-Term Debt (Continued)

3. On August 4, 2015, the College issued $4,530,000 of General Obligation Bonds, Series 2015F. The remaining maturities are due in annual principal payments ranging from $105,000 to $920,000 with interest rates ranging from 0.00% to 5.00%. The issue provides for retirement of principal on November 1 of each year, with interest payable May 1 and November 1. The bonds were sold at a premium of $24,079, which is being amortized over the life of the bonds. Accumulated amortization as of June 30, 2024, was $21,850. These bonds were issued to refund the Series 2015D Bonds.

During the year ending June 30:	Principal	Interest	Total
2025	$ -	$ 40,362	$ 40,362
2026	105,000	37,737	142,737
2027	920,000	17,556	937,556
Total	$ 1,025,000	$ 95,655	$ 1,120,655

4. On June 1, 2016, the College issued $8,000,000 of Taxable General Obligation Bonds, Series 2016. The remaining maturities are due in annual principal payments ranging from $860,000 to $930,000 at an interest rate of 4.00%. The issue provides for retirement of principal on November 1 of each year, with interest payable May 1 and November 1. The bonds were sold at a premium of $395,873, which is being amortized over the life of the bonds. Accumulated amortization as of June 30, 2024, was $358,487. These bonds were issued for working cash purposes.

During the year ending June 30:	Principal	Interest	Total
2025	$ 860,000	$ 90,400	$ 950,400
2026	900,000	55,200	955,200
2027	930,000	18,600	948,600
Total	$ 2,690,000	$ 164,200	$ 2,854,200

5. On July 26, 2017, the College issued $14,200,000 of General Obligation Refunding Bonds, Series 2017A. The Series 2017A Bonds were issued to defease the remaining outstanding portion of the General Obligation Bonds Series 2007A Bonds. The maturities are due in annual payments ranging from $2,500,000 to $8,200,000 at an interest rate of 5.00%. The issue provides for retirement of principal on November 1 of each year, with interest payable May 1 and November 1. The bonds were sold at a premium of $2,177,870, which is being amortized over the life of the bonds. Accumulated amortization as of June 30, 2024, was $956,151.

During the year ending June 30:	Principal	Interest	Total
2025	$ -	$ 710,000	$ 710,000
2026	-	710,000	710,000
2027	-	710,000	710,000
2028	-	710,000	710,000
2029	-	710,000	710,000
2030-2034	14,200,000	2,435,000	16,635,000
Total	$ 14,200,000	$ 5,985,000	$ 20,185,000

Note 5: Long-Term Debt (Continued)

6. On July 26, 2017, the College issued $14,994,479 of Taxable General Obligation Bonds, Series 2017B. The Series 2017B Bonds were issued to redeem the Taxable General Obligation Series 2017 Bonds. The remaining maturities are due in annual payments ranging from $250,000 to $3,900,000 with interest rates ranging from 3.35% to 3.80%. The issue provides for retirement of principal on November 1 of each year, with interest payable May 1 and November 1. The bonds were sold at a premium of $485,291, which is being amortized over the life of the bonds. Accumulated amortization as of June 30, 2024, was $259,058.

   A portion of the Series 2017B Bonds are capital appreciation bonds. The bonds have a principal value of $504,479 and a remaining maturity of $1,275,000. The interest on these bonds will be paid upon maturity on November 1, 2024. The accreted value of these bonds at June 30, 2024, was $716,767. The accretion expense recognized in the current fiscal year was $149,561, which is reflected in interest expense and long-term bonds payable.

During the year ending June 30:	**Principal**	**Interest**	**Accretion**	**Total**
2025	$ 1,579,479	$ 1,043,565	$ 53,754	$ 2,676,798
2026	450,000	249,113	-	699,113
2027	575,000	231,800	-	806,800
2028	250,000	217,525	-	467,525
2029	850,000	197,725	-	1,047,725
2030-2034	4,825,000	239,413	-	5,064,413
Total	$ 8,529,479	$ 2,179,141	$ 53,754	$ 10,762,374

7. On February 18, 2020, the College issued $31,560,000 of General Obligation Refunding Bonds, Series 2020. The remaining maturities are due in annual payments ranging from $1,445,000 to $5,145,000 at an interest rate of 4.00%. The issue provides for retirement of principal on November 1 of each year, with interest payable May 1 and November 1. The bonds were sold at a premium of $3,178,328, which is being amortized over the life of the bonds. Accumulated amortization as of June 30, 2024, was $1,909,596. These bonds were issued to refund a portion of the Series 2010B General Obligation Bonds, the Series 2010C General Obligation Bonds and the Series 2012 General Obligation Bonds.

During the year ending June 30:	**Principal**	**Interest**	**Total**
2025	$ 3,205,000	$ 710,600	$ 3,915,600
2026	1,445,000	582,400	2,027,400
2027	1,480,000	524,600	2,004,600
2028	1,685,000	465,400	2,150,400
2029	4,805,000	398,000	5,203,000
2030-2034	5,145,000	205,800	5,350,800
Total	$ 17,765,000	$ 2,886,800	$ 20,651,800

Note 5: Long-Term Debt (Continued)

8. On February 26, 2021, the College issued $2,810,000 of General Obligation Refunding Bonds, Series 2021. The final maturity was due in an annual principal payment of $649,000 at an interest rate of 1.09%. The issue provided for retirement of principal on November 1 of each year, with interest payable May 1 and November 1. These bonds were issued to refund a portion of the Series 2013 General Obligation Bonds. This bond was paid off during the fiscal year ended June 30, 2024.

9. On February 9, 2022, the College issued $7,650,000 of General Obligation Debt Certificates Series 2022A. The remaining maturities are due in annual payments ranging from $1,455,000 to $2,205,000 at an interest rate of 4.00%. The issue provides for retirement of principal on November 1 of each year, with interest payable May 1 and November 1. The certificates were sold at a premium of $479,385, which is being amortized over the life of the bonds. Accumulated amortization as of June 30, 2024, was $236,865.

During the year ending June 30:	**Principal**	**Interest**	**Total**
2025	$ 2,205,000	$ 102,300	$ 2,307,300
2026	1,455,000	29,100	1,484,100
Total	$ 3,660,000	$ 131,400	$ 3,791,400

10. On February 9, 2022, the College issued $13,900,000 of General Obligation Refunding Bonds Series 2022B. The remaining maturities are due in annual payments ranging from $2,250,000 to $4,620,000 with interest rates ranging from 1.45% to 2.20%. The issue provides for retirement of principal on November 1 of each year, with interest payable May 1 and November 1. These bonds were issued to refund the Series 2015E General Obligation Bonds.

During the year ending June 30:	**Principal**	**Interest**	**Total**
2025	$ 2,270,000	$ 214,397	$ 2,484,397
2026	2,850,000	172,290	3,022,290
2027	2,250,000	124,140	2,374,140
2028	4,620,000	50,820	4,670,820
Total	$ 11,990,000	$ 561,647	$ 12,551,647

Note 5: Long-Term Debt (Continued)

The annual requirements to amortize all debt outstanding as of June 30, 2024, including interest, are as follows:

During the year ending June 30:	General Obligation Bond	Debt Certificates	Total Principal	Interest and Accretion	Total Principal, Accretion, and Interest
2025	$ 9,109,479	$ 2,205,000	$ 11,314,479	$ 3,448,003	$ 14,762,482
2026	9,070,000	1,455,000	10,525,000	2,205,590	12,730,590
2027	8,950,000	-	8,950,000	1,843,571	10,793,571
2028	9,495,000	-	9,495,000	1,517,245	11,012,245
2029	5,655,000	-	5,655,000	1,305,725	6,960,725
2030-2034	24,170,000	-	24,170,000	2,880,213	27,050,213
Total	$ 66,449,479	$ 3,660,000	$ 70,109,479	$ 13,200,347	$ 83,309,826

Note 6: Subscription Liabilities

The College has various subscription-based information technology arrangements (SBITAs) for accounting software and academic operations and learning platforms, the terms of which expire in various years through 2028.

The following is a schedule by year of principal and interest required under the SBITAs as of June 30, 2024:

Year Ending June 30	Principal	Interest	Total
2025	$ 449,844	$ 77,337	$ 527,181
2026	486,196	59,010	545,206
2027	524,681	39,202	563,883
2028	437,525	17,825	455,350
	$ 1,898,246	$ 193,374	$ 2,091,620

Note 7: Defined Benefit Pension Plan

General Information about the Pension Plan

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

Benefits Provided. A traditional benefit plan was established in 1941. Public Act 90-0448 (effective January 1, 1998) established an alternative defined benefit program known as the portable benefit package. Tier 1 of the traditional and portable plan 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 reciprocal system service. The revised plan is referred to as Tier 2. New employees are allowed six months after their date of hire to make an irrevocable election whether to participate in either the traditional or portable benefit plans. A summary of the benefit provisions as of June 30, 2023, can be found in the Financial Section of SURS ACFR.

Contributions. The State is primarily responsible for funding the SURS on behalf of the individual employers at an actuarially determined amount. Public Act 88-0593 provides a statutory funding plan consisting of two parts: (i) a ramp-up period from 1996 to 2010 and (ii) a period of contributions equal to a level percentage of the payroll of active members within SURS to reach 90% of the total Actuarial Accrued Liability by the end of Fiscal Year 2045. Employer contributions from "trust, federal, and other funds" are provided under Section 15-155(b) of the Illinois Pension Code and require employers to pay contributions which are sufficient to cover the accruing normal costs on behalf of applicable employees. The employer normal cost for fiscal year 2023 and fiscal year 2024, respectively, was 12.83% and 12.53% 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, except for police officers and fire fighters who contribute 9.5% of their earnings. The contribution requirements of plan members and employers are established and may be amended by the State's General Assembly.

Note 7: Defined Benefit Pension Plan (Continued)

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), and Section 15-155(j-5) (relating to contributions payable due to earnings exceeding the salary set for the Governor).

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

Net Pension Liability

The net pension liability (NPL) was measured as of June 30, 2023. At June 30, 2023, SURS defined benefit plan reported a NPL of $29,444,538,098.

Employer Proportionate Share of Net Pension Liability

The amount of the proportionate share of the NPL to be recognized for the College is $0. The proportionate share of the State's NPL associated with the College is $139,323,310 or 0.4732%. The College's proportionate share changed by (0.0361%) from 0.5092% since the last measurement date on June 30, 2022. This amount is not recognized in the College's financial statements. The NPL and total pension liability as of June 30, 2023, was determined based on the June 30, 2022, actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable contributions made to SURS defined benefit plan during fiscal year 2022.

Defined Benefit Pension Expense

For the year ending June 30, 2023, SURS defined benefit plan reported a collective net pension expense of $1,884,388,521.

Employer Proportionate Share of Defined Benefit Pension Expense

The employer proportionate share of collective defined benefit pension expense is recognized as nonoperating revenue with matching operating expense (compensation and benefits) in the financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable contributions made to SURS defined benefit plan during fiscal year 2022. As a result, the College recognized on-behalf revenue and defined benefit pension expense of $8,916,399 from this special funding situation during the year ended June 30, 2024.

Note 7: Defined Benefit Pension Plan (Continued)

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

Deferred outflows of resources are the consumption of net position by SURS that is applicable to future reporting periods. Conversely, deferred inflows of resources are the acquisition of net position by SURS 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	$ 62,591,844	$ 12,277,871
Changes in assumptions	70,957,694	420,880,693
Net difference between projected and actual earnings on pension plan investments	187,992,691	-
Total	$ 321,542,229	$ 433,158,564

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

Year Ending June 30	Net Deferred Outflows (Inflows) of Resources
2024	$ (428,264,966)
2025	(171,164,633)
2026	465,174,033
2027	22,639,231
2028	-
Thereafter	-
Total	$ (111,616,335)

College's Deferral of Fiscal Year 2024 Contributions

The College paid $457,953 in federal, trust or grant contributions to SURS defined benefit pension plan during the year ended June 30, 2024. These contributions were made subsequent to the pension liability measurement date of June 30, 2023, and are recognized as deferred outflows of resources as of June 30, 2024.

Note 7: Defined Benefit Pension Plan (Continued)

Assumptions and Other Inputs

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

Inflation	2.25 percent
Salary Increases	3.00 to 12.75 percent, including inflation
Investment rate of return	6.50 percent

Mortality rates were based on the Pub-2010 employee and retiree gender distinct tables with projected generational mortality and a separate mortality assumption for disabled participants.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return were adopted by the plan's trustees after considering input from the plan's investment consultants and actuary. For each major asset class that is included in the pension plan's target asset allocation as of June 30, 2023, these best estimates are summarized in the following table:

Note 7: Defined Benefit Pension Plan (Continued)

Defined Benefit Plan	Strategic Policy Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Traditional Growth		
Global Public Equity	36.0%	7.97%
Stabilized Growth		
Core Real Assets	8.0%	4.68%
Public Credit Fixed Income	6.5%	4.52%
Private Credit	2.5%	7.36%
Non-Traditional Growth		
Private Equity	11.0%	11.32%
Non-Core Real Assets	4.0%	8.67%
Inflation Sensitive		
U.S. TIPS	5.0%	2.09%
Principal Protection		
Core Fixed Income	10.0%	1.13%
Crisis Risk Offset		
Systematic Trend Following	10.0%	3.18%
Alternative Risk Premia	3.0%	3.27%
Long Duration	2.0%	3.02%
Long Volatility/Tail Risk	2.0%	-1.14%
Total	100.00%	5.98%
Inflation		2.60%
Expected Arithmetic Return		**8.58%**

Note 7: Defined Benefit Pension Plan (Continued)

Discount Rate. A single discount rate of 6.37% was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 6.50% and a municipal bond rate of 3.86% (based on the Fidelity 20-Year Municipal GO AA Index as of June 30, 2023). The projection of cash flows used to determine this single discount rate were the amounts of contributions attributable to current plan members and assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the statutory contribution rates under SURS funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2074. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2074, and the municipal bond rate was applied to all benefit payments after that date.

Sensitivity of SURS Net Pension Liability to Changes in the Discount Rate. Regarding the sensitivity of the NPL to changes in the single discount rate, the following presents the State's NPL, calculated using a single discount rate of 6.37%, as well as what the State's NPL would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher:

1% Decrease 5.37%	Current Single Discount Rate Assumption 6.37%	1% Increase 7.37%
$ 35,695,434,682	$ 29,444,538,098	$ 24,236,489,318

Additional information regarding SURS basic financial statements, including the plan's net position can be found in SURS Annual Comprehensive Financial Report by accessing the website at www.surs.org.

Note 8: Defined Contribution Pension Plan

General Information about the Pension Plan

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

Note 8: Defined Contribution Pension Plan (Continued)

Benefits Provided. A defined contribution pension plan, originally called the Self-Managed Plan, was added to SURS benefit offerings as a result of Public Act 90-0448 effective January 1, 1998. The plan was renamed the RSP effective September 1, 2020, after an extensive plan redesign. New employees are allowed six months after their date of hire to make an irrevocable election whether to participate in either the traditional or portable defined benefit pension plans or the RSP. A summary of the benefit provisions as of June 30, 2023, can be found in SURS Annual Comprehensive Financial Report - Notes to the Financial Statements.

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

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

Pension Expense Related to Defined Contribution Pensions

Defined Contribution Pension Expense

For the year ended June 30, 2023, the State's contributions to the RSP on behalf of individual employers totaled $90,330,044. Of this amount, $81,991,471 was funded via an appropriation from the State and $8,338,573 was funded from previously forfeited contributions.

Note 8: Defined Contribution Pension Plan (Continued)

Employer Proportionate Share of Defined Contribution Pension Expense

The employer proportionate share of collective defined contribution pension expense is recognized as nonoperating revenue with matching operating expense (compensation and benefits) in the financial statements. The basis of allocation used in the proportionate share of collective defined contribution pension expense is the actual reported pensionable contributions made to the RSP during fiscal year 2023. The College's share of pensionable contributions was 0.3851%. As a result, the College recognized revenue and defined contribution pension expense of $347,838 from this special funding situation during the year ended June 30, 2024, of which $32,110 constituted forfeitures.

Note 9: Other Post-Employment Benefits

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

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

Benefit Provisions - A summary of post-employment benefit provisions, changes in benefit provisions, employee eligibility requirements including eligibility for vesting, and the authority under which benefit provisions are established are included as an integral part of the financial statements of the Department of Central Management Services. A copy of the financial statements of the Department may be obtained by accessing the website at www.auditor.illinois.gov/Audit-Reports/CMS-CCHISF.asp.

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

Note 9: Other Post-Employment Benefits (Continued)

Contributions - The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.10) requires every active contributor of the State Universities Retirement System (SURS), who is a full-time employee of a community college district or an association of community college boards, to make contributions to the plan at the rate of 0.75% of the salary. The same section of statute requires every community college district or association of community college boards that is an employer under the SURS, to contribute to the plan an amount equal to 0.75% of the salary paid to its full-time employees who participate in the plan. The State Pension Funds Continuing Appropriate Act (40 ILCS 15/1.4) requires the State to make an annual appropriation to the fund in an amount certified by the SURS Board of Trustees. The State Employees Group Insurance Act of 1071 (5 ILCS 375/6.9) requires the Director of the Department to determine the rates and premiums for annuitants and dependent beneficiaries and establish the cost-sharing parameter, as well as funding. At the option of the board of trustees, the college districts may pay all or part of the balance of the cost of coverage for retirees from their district. Administrative costs are paid by the CCHISF.

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

Net OPEB Liability

The net OPEB liability was measured as of June 30, 2023. CIP reported a net OPEB liability on June 30, 2023 of $706,333,410.

Employer Proportionate Share of Net OPEB Liability

The amount of the proportionate share of the net OPEB liability to be recognized for the College in fiscal year 2024 is $7,615,865 or 1.0782%. This amount is recognized in the financial statements. The change in the College's proportionate net OPEB liability was a decrease of 0.0141%. The proportionate share of the State's net OPEB liability associated with the College at June 30, 2023, was $7,615,865. The total proportionate share of the net OPEB liability associated with the College on June 30, 2023, was $15,231,730. The net OPEB liability and total OPEB liability as of June 30, 2023, was determined based on the June 30, 2022, actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net OPEB liability is the actual reported OPEB contributions made to CIP during fiscal year 2023.

OPEB Expense

On June 30, 2023, CIP reported a collective net OPEB expense (income) of ($258,363,775).

Note 9: Other Post-Employment Benefits (Continued)

Employer Proportionate Share of OPEB Expense

The employer proportionate share of collective OPEB 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 OPEB expense is the actual reported OPEB contributions made to CIP during fiscal year 2023. As a result, the College recognized on-behalf revenue and expense of $164,635 for the fiscal year ended June 30, 2024. Additionally, the College recognized OPEB income of $3,449,327 for the fiscal year ended June 30, 2024.

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

Deferred outflows of resources are the consumption of net position by the system that is applicable to future reporting periods, and thus will not be recognized as an outflow (expense) until the future periods.

Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

The College's Deferred Outflows and Deferred Inflows of Resources by Sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 114,605	$ 2,292,808
Changes in assumption	-	7,445,187
Net difference between projected and actual investment earnings on OPEB plan investments	-	1,628
Changes in proportion and differences between employer contributions and share of contributions	9,513	1,930,768
Total deferred amounts to be recognized in pension expense in future periods	124,118	11,670,391
OPEB contributions made subsequent to the measurement date	164,635	-
Total	$ 288,753	$ 11,670,391

Note 9: Other Post-Employment Benefits (Continued)

The College reported $164,635 as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2025. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense in future periods as follows:

Year Ending June 30	Net Deferred Outflows (Inflows) of Resources
2025	$ (2,309,255)
2026	(2,309,255)
2027	(2,309,255)
2029	(2,309,255)
2030	(2,309,253)
Total	$ (11,546,273)

Assumptions and Other Inputs

Actuarial assumptions. The total OPEB liability was determined by an actuarial valuation as of June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

Inflation	2.25%
Salary Increases	Depends on age and service and ranges from 12.75% at less than 1 year of service to 3.50% at 34 or more years of service for employees under 50 and ranges from 12.00% at less than 1 year of service to 3.00% at 34 or more years of service for employees over 50. Salary increase includes a 3.00% wage inflation assumption.
Investment rate of return	0%, net of OPEB plan investment expense, including inflation, for all plan years.
Healthcare cost trend rates	Trend rates for plan year 2024 are based on actual premium increases. For non-medicare costs, trend rates start at 8.00% for plan year 2025 and decrease gradually to an ultimate rate of 4.25% in 2040. For MAPD costs, trends rates are 0% in 2024 to 2028, 19.42% in 2029 to 2033 and 6.08% in 2034, declining gradually to an ultimate rate of 4.25% in 2040.

Note 9: Other Post-Employment Benefits (Continued)

Mortality rates for retirement and beneficiary annuitants were based on the Pub-2010 Healthy Retiree Mortality Table. For disabled annuitants, mortality rates were based on the Pub-2010 Disabled Retiree Mortality Table. Mortality rates for pre-retirement were based on the Pub-2010 Employee Mortality Table. Tables were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2020.

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period June 30, 2017 to June 30, 2020.

Discount Rate. Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since CIP is financed on a pay-as-you-go basis, a discount rate consistent with fixed income municipal bonds with the 20 years to maturity that include only federally tax-exempt municipal bonds reported in Fidelity's index's "20-year Municipal GO AA Index" has been selected. The discount rates are 3.86% as of June 30, 2023, and 3.69% as of June 30, 2022. The increase in the single discount rate from 3.69% to 3.86% caused the total OPEB liability to decrease by approximately $10.2 million from 2022 to 2023.

The actuarial valuation was based on the Entry Age Normal cost method. Under this method, the normal cost and actuarial accrued liability are directly proportional to the employee's salary. The normal cost rate equals the present value of future benefits at entry age divided by the present value of future salary at entry age. The normal cost at the member's attained age equals the normal cost rate at entry age multiplied by the salary at attained age. The actuarial accrued liability equals the present value of benefits at attained age less present value of future salaries at attained age multiplied by normal cost rate at entry age.

Note 9: Other Post-Employment Benefits (Continued)

Sensitivity of Net OPEB Liability to Changes in the Single Discount Rate

The following presents the plan's net OPEB liability, calculated using a Single Discount Rate of 3.86%, as well as what the plan's net OPEB liability would be if it were calculated using a Single Discount rate that is one percentage point higher (4.86%) or lower (2.86%) than the current rate:

Sensitivity of Net OPEB Liability as of June 30, 2023 to the Single Discount Rate Assumption

	1% Decrease (2.86%)	Current Single Discount Rate Assumption (3.86%)	1% Increase (4.86%)
Net OPEB liability	$ 8,308,983	$ 7,615,865	$ 7,019,024

Sensitivity of Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the plan's net OPEB liability, calculated using the healthcare cost trend rates as well as what the plan's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower.

Sensitivity of Net OPEB Liability as of June 30, 2023 to the Healthcare Cost Trend Rate Assumption

	1% Decrease (b)	Healthcare Cost Trend Rates Assumption (a)	1% Increase (c)
Net OPEB liability	$ 6,840,879	$ 7,615,865	$ 8,550,391

(a) Current healthcare trend rates – Pre-Medicare per capita costs: 9.14% in 2024, 8.00% in 2025, decreasing by 0.25% per year to an ultimate rate of 4.25% in 2040. Post-Medicare per capita costs: 0.00% from 2024 to 2028, 19.42% from 2029 to 2033, 6.08% in 2034 decreasing ratably to an ultimate trend rate of 4.25% in 2040.

(b) One percentage point decrease in current healthcare trend rates – Pre-Medicare per capita costs: 8.14% in 2024, 7.00% in 2025, decreasing by 0.25% per year to an ultimate rate of 3.25% in 2040. Post-Medicare per capita costs: 0.00% from 2024 to 2028, 18.42% from 2029 to 2033, 5.08% in 2034 decreasing ratably to an ultimate rate of 3.25% in 2040.

(c) One percentage point increase in current healthcare trend rates – Pre-Medicare per capita costs: 10.14% in 2024, 9.00% in 2025, decreasing by 0.25% per year to an ultimate rate of 5.25% in 2040. Post-Medicare per capita costs: 0.00% from 2024 to 2028, 20.42% from 2029 to 2033, 7.08% in 2034 decreasing ratably to an ultimate rate of 5.25% in 2040.

Note 10: Risk Management

The College is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; natural disasters; and workers' compensation for which the College carries commercial insurance. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

Note 11: Impact of Pending Accounting Principles

GASB Statement No. 101, Compensated Absences, better meets the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023. The College has not determined the effect of this Statement.

Note 12: Subsequent Events

The College has evaluated subsequent events through December 13, 2024, which is the date the financial statements were available to be issued.

Note 13: Component Unit

ORGANIZATION

Lewis and Clark Community College Foundation (the Foundation) is an Illinois 501(c)(3) corporation that was organized for the purpose of promoting the welfare of Lewis & Clark Community College (College). The Foundation's program services in support of the College include academic and institutional support, student support and scholarships, cultural support, and capital project support to further the educational purposes of the College.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financially Interrelated Organizations - U.S. generally accepted accounting principles (GAAP) presume that combined financial statements for financially integrated organizations are more meaningful than separate statements and are usually necessary for fair presentation. The College and the Foundation are financially interrelated organizations as defined by GAAP.

These financial statements are intended to present only the financial position and results of operations of the Foundation, and do not include the financial position or results of operations of the College. The financial statements of the College are reported separately to comply with the State of Illinois' reporting requirements. The College reports the transactions of the Foundation as a discretely presented component unit in accordance with Governmental Accounting Standards Board (GASB) Statement No.14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units.*

Basis of Accounting - The financial statements of the Foundation have been prepared on the accrual basis of accounting and accordingly reflect the significant receivables, other assets, and payables.

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

The Foundation follows the provisions of FASB Accounting Standards Codification Topic 958 "Not-for- Profit Entities" ("ASC 958"). This requires the Foundation to distinguish between contributions that increase net assets with donor restrictions and net assets without donor restrictions. It is also requiring recognition of contributed services meeting certain criteria at fair value.

The Foundation utilizes net assets with donor restrictions and net assets without donor restrictions groupings to account for its resources. ASC 958 requires a statement of financial position, a statement of activities and a statement of cash flows for not-for- profit organizations.

Note 13: Component Unit (Continued)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The assets, liabilities and net assets of the Foundation are reported in self-balancing fund groups as follows:

Net Assets Without Donor Restrictions - Net assets that are not subject to donor- imposed stipulations.

Net Assets With Donor Restrictions - Net assets subject to donor stipulations that can be fulfilled by actions of the Foundation pursuant to those stipulations or that expire by passage of time and donor-imposed stipulations that must be maintained permanently by the Foundation.

Functional Allocation of Expenses - The costs of providing the various programs and supporting services have been summarized on a functional basis in the Statement of Activities. Expenses which are associated with a specific program are charged directly to that program.

Use of Estimates - The preparation of the 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. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Contributions - Contributions, including unconditional promises to give, are recognized as revenues in the period the contribution or unconditional promise is received. Conditional promises to give are not recognized until they become unconditional; that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value at the time of the gift. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risks involved. Amortization of discounts is recorded as additional contribution revenue in accordance with any donor-imposed restrictions on the contributions.

Cash and Cash Equivalents - The Foundation considers all highly liquid investments purchased with original maturity of three months or less to be cash equivalents.

Investments - The Foundation's portfolio is managed by outside investment managers who operate within the guidelines established by the Investment Committee of the Board of Directors. The investment strategy for the portfolio is growth and income. This is consistent with a goal of long-term appreciation and modest current income. The Foundation has adopted an asset allocation range which will allow portfolio managers to take a long-term approach to the asset allocation decision rather than a short-term market timing strategy. Portfolio assets are invested in a combination of cash equivalents, common stocks, fixed income securities and mutual funds.

Note 13: Component Unit (Continued)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments in marketable securities with readily determinable fair value and all investments in debt securities are reported at their fair values in the statement of financial position. Investment income (interest and dividends) is included in the change in net assets from operations unless the income or loss is restricted by the donor or law.

Management is not aware of any significant derivative financial positions entered into by its investment managers. Accordingly, management has estimated that the risk, if any, associated with derivatives is not material to the Foundation as of June 30, 2024.

Pledges Receivable – The fair value of unconditional promises to give to be received in more than one year is estimated based on future cash flows discounted 3% at June 30, 2024. Unconditional promises to give to be received in less than one-year approximate fair value because of short maturity. The Foundation monitors the collectability of promises to give and estimates the allowance for uncollectable amounts. There was no allowance for pledges receivable as of June 30, 2024.

Fair Value of Financial Instruments – The carrying value of financial instruments such as accounts receivable and accounts payable approximate the fair value due to their short-term nature.

Administrative Fee – The Foundation charges an annual administrative fee of 1% of the market value of its investment fund. The fee is charged monthly and reduces the investment income earned on the permanently and temporarily restricted net assets. Total fees assessed were $124,727 for fiscal year ended June 30, 2024.

Income Taxes – The Foundation is a not-for-profit organization exempt from income taxes, except on "unrelated business income", under Section 501(c)(3) of the Internal Revenue Code. There was no unrelated business income during the fiscal year ended June 30, 2024, therefore, no provision has been made for income taxes in the accompanying financial statements.

The Foundation files informational returns in the U.S. federal jurisdiction, and the State of Illinois. With few exceptions, the Foundation is no longer subject to U.S. federal and state examinations for years ending prior to June 30, 2021.

The Foundation has adopted the provisions of FASB ASC 740-10-25 (formerly FASB Interpretation No. 48, *Accounting for Uncertainty in Income Taxes – an Interpretation of FASB No. 109*), requiring disclosure of uncertain tax positions. There has been no interest, nor penalties, recognized in the Statement of Activities nor in the Statement of Financial Position related to uncertain tax positions. The Foundation evaluates the potential existence of uncertain tax positions on a continual basis through review of its policies and procedures, and discussions with outside experts. The adoption of FASB ASC 740-10-25 has had no effect on the financial statements.

Note 13: Component Unit (Continued)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Reclassifications - Certain reclassifications of the prior year's comparative balances have been made to conform to the current year presentation.

INVESTMENTS

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statements of financial position. The Foundation records purchased securities at quoted market value and contributed securities at their fair value on the date of receipt. Unrealized gains and losses are reflected in changes in net assets in the statements of activities for the corresponding asset classes.

The Foundation pools the investments of its various funds. The income from such investments and the realized and unrealized gains and losses on the investments are allocated to the participating funds based on the adjusted market value of the fund groups.

Investment income for the year ended June 30, 2024, was as follows:

	Without Donor Restrictions	With Donor Restrictions	June 30, 2024
Investment Income	$ 70,062	$ 398,982	$ 469,044
Net Realized Gain in Investments	48,897	258,647	307,544
Net Unrealized Gain on Investments	109,939	578,591	688,530
Administrative and Investment Fee	(22,677)	(194,704)	(217,381)
Net Investment Income	$ 206,221	$ 1,041,516	$ 1,247,737

Realized losses result from the sale of investments below historical cost. Unrealized losses result from decline in market value of investments held from period to period. Total investment fees as charged by the Foundation's investment managers were $92,653 for fiscal year ended June 30, 2024.

Investments cost and fair values are comprised of the following at June 30, 2024:

	Cost	Value	Gains	Losses
U.S.Government Securities	$ 1,133,382	$ 1,065,829	$ 1,024	$ (68,577)
U.S. Government Agencies	34,917	33,346	-	(1,571)
Corporate Bonds	1,362,623	1,309,733	6,421	(59,311)
Common Stock	3,261,206	4,260,351	1,111,866	(112,721)
Mutual Funds	6,086,227	6,472,611	545,993	(159,609)
Alternative Investments	1,150,254	1,299,672	149,418	-
	$ 13,028,609	$ 14,441,542	$ 1,814,722	$ (401,789)

Note 13: Component Unit (Continued)

FAIR VALUE OF FINANCIAL INSTRUMENTS

The Foundation has adopted FASB ASC 820 (formerly SFAS No. 157, *Fair Value Measurements*) which defines fair value under U.S. generally accepted accounting principles, establishes framework for measuring fair value and enhances disclosures about fair value measurements. This standard defines fair value 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. FASB ASC 820 establishes a fair value hierarchy, which requires an entity to maximize the use of observable inputs when measuring fair value.

The following provides a description of the three levels of inputs that may be used to measure fair value under the standard, the types of plan investments that fall under each category, and the valuation methodologies used to measure these investments at fair value.

> Level 1: Quoted prices in active markets for identical assets or liabilities. Level I assets include mutual funds that are valued at the net asset value of shares held by the Foundation at year end. Level 1 assets also include common stock, corporate bonds, U.S. government securities, and U.S. government agencies which are valued at quoted closing prices.
>
> 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 include certificates of deposit which are valued from a market-driven pricing model. The inputs include daily quoted prices for assets in active markets obtained from third party pricing agents, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability and inputs that are corroborated by observable market data.
>
> Level 3: Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the asset or liabilities. Level 3 assets and liabilities include assets and liabilities for which the determination of fair value requires significant management judgment or estimation. Level 3 assets include Limited Liability Companies for which no formal trading market exists and are valued at the estimate of the value of the certificate. The value is based on the book value of the program's net assets and capital accounts which is determined by the management of the program.

An asset or liability's classification within the fair value hierarchy is based on the lowest level of significant input to its valuation.

Note 13: Component Unit (Continued)

FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

The preceding described methods may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Foundation's management believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine fair value of certain financial instruments could result in different fair value measurement at the reporting date.

The following table represents the Foundation's fair value hierarchy for those assets measured at fair value as of June 30, 2024:

	Fair Value	(Level 1)	(Level 2)	(Level 3)
U.S.Government Securities	$ 1,065,829	$ 1,065,829	$ -	$ -
U.S. Government Agencies	33,346	33,346	-	-
Corporate Bonds	1,309,733	1,309,733	-	-
Common Stock	4,260,351	4,260,351	-	-
Mutual Funds	6,472,611	6,472,611	-	-
Alternative Investments	1,299,672	-	-	1,299,672
	$ 14,441,542	$ 13,141,870	$ -	$ 1,299,672

The fair value of the Foundation's other financial instruments classified as current assets or liabilities, including other assets, accounts receivable, and accounts payable approximates carrying value due to the short-term nature of these accounts. FASB ASC 820 is also effective for nonfinancial instruments of the Foundation. There were no triggering events that required fair value measurements of the Foundation's nonfinancial assets and liabilities at June 30, 2024.

LAND

During the year ended June 30, 2009, the Foundation received a gift of 430 acres of land known as the Palisades Preserve from the Great Rivers Land Trust. The land has been designated as an Illinois Nature Preserve by the Illinois Nature Preserve Commission and by accepting title to the property, the Foundation agrees to preserve and protect in perpetuity the scenic values and natural character of this gift. As the Foundation entered into an agreement with the Great Rivers Land Trust that prohibits the transfer of the property to any other party, the land has been classified as a permanently restricted net asset. The land was valued at $2,888,423 which was the cost of the property when it was acquired by the Great Rivers Land Trust in 2007. The property is being maintained by and utilized as part of the National Great Rivers Research and Education Center {NGRREC) which is a program of the College designed to study the great rivers of the U.S. and to provide outreach aid educational programs on the great rivers and river ecology.

Note 13: Component Unit (Continued)

LAND (CONTINUED)

During the year ended June 30, 2013, the Foundation received a gift of 170 acres of land known as Coon Island from John D. Simmons. The land has been valued at $229,500, based upon a real estate appraisal, and is included in unrestricted net assets in the accompanying statement of activities. Coon Island is located in Calhoun County within the confines of the Mississippi River, and is also being maintained by and utilized as part of the College's NGRREC program.

During the year ended June 30, 2020, the Foundation received a gift of 11.65 acres of land known as Lockhaven Land from Byron and Janice Farrell. The land has been valued at $224,000, based upon a real estate appraisal, and is included in unrestricted net assets in the accompanying statement of activities. The Foundation has listed the lot for sale, and the proceeds will be credited to the Byron and Janice Farrell Fund. During the year ended June 30, 2022, the Foundation sold 2.5 acres of the land for $33,573 for a net loss of $11,227. During the year ended June 30, 2024 the Foundation sold the remaining acres of land for $4,400 for a net loss of $174,800.

CASH VALUE OF LIFE INSURANCE

The Foundation has received gifts through whole-life life insurance policies which name the Foundation as both owner and beneficiary. Contributions of donated life insurance are recorded at the cash surrender values of the policies and adjusted annually. The annual change in the cash surrender values of the policies is reported as support in the statement of activities.

Upon the insured's death during the year ended June 30, 2024, the Foundation received a payout of $100,846, representing the full death benefit of the policy which is included in contributions without donor restrictions on the statement of activities.

The cash surrender values of the life insurance policies as of June 30, 2024, amounted to $12,077. The total decrease in the values of the policies during fiscal year 2024 was $337.

CONCENTRATION OF CREDIT RISK ARISING FROM CASH DEPOSITS

The Foundation manages deposit concentration risk by placing cash and money market accounts with financial institutions believed by us to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. To date, the Foundation has not experienced losses in any of these accounts.

Deposits - Custodial credit risk is the risk that in the event of a bank failure, the Foundation's deposits may not be returned to it. The Foundation occasionally has a need to maintain cash balances in excess of $250,000, the amount insured by the Federal Deposit Insurance Corporation (FDIC).

Note 13: Component Unit (Continued)

CONCENTRATION OF CREDIT RISK ARISING FROM CASH DEPOSITS

Investments - Investments with brokers are insured by the Securities Investor Protection Corporation (SIPC) up to $500,000 of which $250,000 may be cash. Insurance protects assets in the case of broker-dealer insolvency and not against declines in market valuation. As of June 30, 2024, the Foundation had investments in excess of the SIPC insurance amounts. The Foundation followed established policies in directing and monitoring the investment management of the Foundation's investments during the year.

NET ASSETS RELEASED FROM RESTRICTIONS

Net assets are released from donor restrictions either by the passage of time or by incurring expenses satisfying the purpose specified by the donors. The net assets released from donor restrictions in fiscal year 2024 are summarized as follows:

Scholarships	$	126,948
Program Support		26,786
Academic		71,730
Student Support		26,657
Landscaping		4,942
Other		1,629
Athletic		897
	$	259,589

ENDOWMENT

The Foundation's endowment consists of various endowments for scholarships and educational program purposes. Its endowment includes both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Note 13: Component Unit (Continued)

ENDOWMENT (CONTINUED)

Interpretation of Relevant Law - The Board of Directors of the Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) 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 the 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 the 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 UPMIFA.

In accordance with the UPMIFA, the organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of the organization and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation of investments
6. Other resources of the organization
7. The investment policies of the organization

Return Objective and Spending Policy - The Foundation has adopted investment and spending policies for endowment assets 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 consist of the assets of donor-restricted funds that the Foundation must hold for either a specific period of time or until the donor-specified purpose has been satisfied, as well as board-designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce investment returns and incur investment risk consistent with a universe of peers with the same investment style or discipline.

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 (both realized and unrealized) and current yield (interest and dividends). The Foundation targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Note 13: Component Unit (Continued)

ENDOWMENT (CONTINUED)

Under the Foundation's spending policy, the Board has approved a three percent annual distribution based on a three year-rolling average fair market value as of the calendar year-end preceding the fiscal year in which the distribution is planned. The annual distribution shall not exceed total return for each endowment absent Board approval. The policy provides for two percent of annual cost for external investment management and internal administration fees. The Foundation expects the current spending policy to allow its endowment to grow at an average of three percent annually. 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.

The composition of endowment net assets by fund type for the year ended June 30, 2024, is as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	$ -	$ 13,044,619	$ 13,044,619
Board-designated endowment funds	776,508	-	776,508
	$ 776,508	$ 13,044,619	$ 13,821,127

The endowment net assets and activity for the year ended June 30, 2024, consisted of the following:

	Net Assets		
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	$ 718,293	$ 11,737,675	$ 12,455,968
Investment return:			
Investment income	23,224	398,156	421,380
Net realized and unrealized appreciation	52,029	835,387	887,416
Total investment return	75,253	1,233,543	1,308,796
Contributions and grants	-	337,217	337,217
Other income	5	-	5
Fund transfer	-	-	-
Appropriation of endowment funds for expenditure	(17,043)	(263,816)	(280,859)
Endowment net assets, end of year	$ 776,508	$ 13,044,619	$ 13,821,127

Note 13: Component Unit (Continued)

ENDOWMENT (CONTINUED)

As a result of realized investment losses, the fair value of certain endowment funds have fallen below the donor's original gift. As of June 30, 2024, the sum of the deficiencies in the individual donor-restricted endowment funds was $57,570.

LIQUIDITY AND AVAILABILITY OF RESOURCES

The Foundation's financial assets available within one year of the date of the statement of financial position for general expenditures as of June 30, 2024:

Cash and cash equivalents	$ 1,005,333
Investments	14,441,542
Interest receivable	18,166
Total financial assets available within one year	15,465,041
Less:	
Amounts unavailable for general expenditures within one year, due to:	
Restricted by donors with purpose restrictions	13,748,049
Amounts unavailable to management without Board's approval:	
Board designated for endowment	776,508
Total financial assets available to management for expenditures within one year	$ 940,484

The Foundation maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities and other obligations come due.

TITLE III ENDOWMENT CHALLENGE GRANT

Title III will match up to $220,722 deposited into the Title III endowment. The endowment grant period will last from September 30, 2016, until September 30, 2036. During this period, income from the corpus can be used for costs necessary to operate the institution, costs to administer and manage the endowment fund, and costs associated with buying and selling securities. At the end of the grant period of twenty years, the Institution may use the grant endowment fund corpus for any education purpose.

Required Supplementary Information

Lewis & Clark Community College
Schedule of Share of Net Pension Liability
Last Ten Fiscal Years
(schedule to be built prospectively from 2014)

Measurement Date June 30,	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Proportion percentage of the collective net pension liability	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Proportion amount of the collective net pension liability	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Portion of nonemployer contributing entities' total proportion of collective net pension liability associated with the College	$ 139,323,310	$ 148,076,791	$ 153,745,383	$ 165,014,939	$ 158,391,193	$ 150,175,269	$ 141,445,619	$ 145,139,292	$ 132,382,465	$ 119,528,461
Employer covered payroll	$ 18,770,669	$ 18,097,459	$ 19,037,527	$ 20,093,933	$ 20,001,937	$ 19,582,481	$ 19,663,007	$ 20,252,966	$ 20,230,643	$ 19,893,278
Proportion of collective net pension liability associated with the College as a percentage of covered payroll	7.42%	8.18%	8.08%	8.21%	7.92%	7.67%	7.19%	7.17%	6.54%	6.01%
SURS plan net position as a percentage of total pension liability	44.06%	43.65%	45.45%	39.05%	40.71%	41.27%	42.04%	39.57%	42.37%	44.39%

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

See accompanying Notes to Required Supplementary Information.

Lewis & Clark Community College
Schedule of Share of Pension Contributions
Last Ten Fiscal Years
(schedule to be built prospectively from 2014)

Measurement Date June 30,	**2024**	**2023**	**2022**	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**
Federal, trust, grant and other contribution	$ 457,953	$ 426,782	$ 310,383	$ 314,241	$ 313,493	$ 295,512	$ 237,228	$ 291,172	$ 250,765	$ 211,043
Contribution in relation to required contribution	457,953	426,782	310,383	314,241	313,493	295,512	237,228	291,172	250,765	211,043
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Employer covered payroll	$ 19,262,538	$ 18,770,669	$ 18,097,459	$ 19,037,527	$ 20,093,933	$ 20,001,937	$ 19,582,481	$ 19,663,007	$ 20,252,966	$ 20,230,643
Contribution as a percentage of covered payroll	2.38%	2.27%	1.72%	1.65%	1.56%	1.48%	1.21%	1.48%	1.24%	1.04%

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

See accompanying Notes to Required Supplementary Information.

Lewis & Clark Community College
Schedule of Share of Net OPEB Liability
Last Ten Fiscal Years
(schedule to be built prospectively from 2014)

Measurement Date June 30,	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Proportion percentage of the collective net OPEB liability	1.08%	1.09%	1.16%	1.20%	1.21%	1.22%				
Proportion amount of the collective net OPEB liability	$ 7,615,865	$ 7,477,336	$ 20,130,047	$ 21,885,197	$ 22,816,742	$ 22,910,966				
Portion of nonemployer contributing entities' total proportion of collective net OPEB liability associated with the College	$ 7,615,865	$ 7,477,336	$ 20,130,047	$ 21,885,197	$ 22,816,742	$ 22,910,966				
Total collective net OPEB liability associated with the College	$ 15,231,730	$ 14,954,672	$ 40,260,094	$ 43,770,394	$ 45,633,484	$ 45,821,932				
District's covered payroll	$ 18,770,669	$ 18,097,459	$ 19,037,527	$ 20,093,933	$ 20,001,937	$ 19,582,481				
Proportion of collective net OPEB liability associated with the College as a percentage of covered payroll	81.15%	82.63%	211.48%	217.83%	228.15%	233.99%				
College insurance plan net position as a percentage of total OPEB liability	(17.87%)	(22.03%)	(6.38%)	(5.07%)	(4.13%)	(3.54%)				

Note: The system implemented GASB No. 75 in fiscal year 2018. The information is presented for as many years as is available. The schedule is intended to show information for 10 years.

See accompanying Notes to Required Supplementary Information.

Lewis & Clark Community College
Schedule of Share of OPEB Contributions
Last Ten Fiscal Years
(schedule to be built prospectively from 2014)

Measurement Date June 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily required contribution	$ 164,635	$ 106,644	$ 103,007	$ 107,844	$ 110,421	$ 108,451	$ 106,126	$ 105,183	$ 106,824	$ 104,022
Contribution in relation to required statutorily	164,635	106,644	103,007	107,844	110,421	108,451	106,126	105,183	106,824	104,022
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 19,262,538	$ 18,770,669	$ 18,097,459	$ 19,037,527	$ 20,093,933	$ 20,001,937	$ 19,582,481	$ 19,663,007	$ 20,252,966	$ 20,230,643
Contribution as a percentage of covered payroll	0.85%	0.57%	0.57%	0.57%	0.55%	0.54%	0.54%	0.53%	0.53%	0.51%

Note: The system implemented GASB No. 75 in fiscal year 2018. The information is presented for as many years as is available. The schedule is intended to show information for 10 years.

See accompanying Notes to Required Supplementary Information.

Lewis & Clark Community College

Notes to Required Supplementary Information

Note 1: Changes of Benefit Terms

Public Act 103-0080, effective June 9, 2023, created a disability benefit for police officers injured in the line of duty on or after January 1, 2022. This benefit was first reflected in the Total Pension Liability as of June 30, 2023.

Note 2: Changes of Assumptions

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

- Salary increase. The overall assumed rates of salary increase range from 3.00 percent to 12.75 percent based on years of service, with an underlying wage inflation of 2.25 percent.
- Investment return. The investment return is assumed to be 6.50 percent. This reflects an assumed real rate of return to be 4.25 percent and assumed price inflation of 2.25 percent.
- Effective rate of interest. The long-term assumption for the effective rate of interest for crediting the money purchase accounts is 6.50 percent.
- Normal retirement rates. Separate rates are assumed for members in academic positions and non-academic positions to reflect that retirement rates for academic positions are lower than for non-academic positions.
- Early retirement rates. Separate rates are assumed for members in academic positions and non-academic positions to reflect that retirement rates for academic positions are lower than for non-academic positions.
- Turnover rates. Assumed rates maintain the pattern of decreasing termination rates as years of service increase.
- Mortality rates. Use of Pub-2010 mortality tables reflects its high applicability to public pensions. The projection scale utilized is the MP-2020 scale.
- Disability rates. Separate rates are assumed for members in academic positions and non-academic positions, as well as for males and females. New for the June 30, 2023, valuation, 50% of police officer disability incidence is assumed to be line-of-duty related.
- Plan election. For non-academic members, assumed plan election rates are 75 percent for Tier 2 and 25 percent for Retirement Savings Plan (RSP). For academic members, assumed plan election rates are 55 percent for Tier 2 and 45 percent for Retirement Savings Plan (RSP).

Note 3: Changes of OPEB Benefit Terms

There were no benefit changes recognized in the Total OPEB Liability as of June 30, 2023.

Note 4: Changes of OPEB Assumptions

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Sponsor's Fiscal Year End	June 30, 2024

Methods and assumptions used to determine Actuarial Liability and Contributions:

Actuarial Cost Method	Entry Age Normal, used to measure the Total OPEB Liability
Contribution Policy	Benefits are financed on a pay-as-you go basis. Contribution rates are defined by statute. For fiscal year end June 30, 2023, contribution rates are 0.50% of pay for active members, 0.50% of pay for community colleges and 0.50% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.
Asset Valuation Method	Market Value
Investment Rate of Return	0%, net of OPEB plan investment expense, including inflation, for all plan years.
Inflation	2.25%
Salary Increases	Depends on age and service and ranges from 12.75% at less than 1 year of service to 3.50% at 34 or more years of service for employees under 50 and ranges from 12.00% at less than 1 year of service to 3.00% at 34 or more years of service for employees over 50. Salary increase includes a 3.00% wage inflation assumption.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2021 actuarial valuation of SURS.
Mortality	Retirement and Beneficiary Annuitants: Pub-2010 Healthy Retiree Mortality Table and PubT-2010 Healthy Retiree Mortality Table. Disabled Annuitants: Pub-2010 Disabled Retiree Mortality Table. Pre-Retirement: Pub-2010 Employee Mortality Table and PubT-2010 Employee Mortality Table. Tables are adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2020.
Healthcare Cost Trend Rates	Trend used plan year end 2024 and are based on actual premium increases. For non-medicare costs, trend rates start at 8.00% for plan year 2025 and decrease gradually to an ultimate rate of 4.25% in 2040. For MAPD costs, trend rates are 0% in 2024 to 2028, 19.42% in 2029 to 2033, and 6.08% in 2034, declining gradually to an ultimate rate of 4.25% in 2040.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death"
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

SPECIAL REPORTS SECTION

Supplemental Financial Information

LEWIS & CLARK COMMUNITY COLLEGE
SUPPLEMENT FINANCIAL INFORMATION SECTION

Uniform Financial Statements

The Uniform Financial Statements are required by the Illinois Community College Board for the purpose of providing consistent audited data for every community college district. Regardless of the basis of accounting used for a College's Statement of Net Position and Statement of Revenues, Expenses, and Changes in Net Position, the Uniform Financial Statements are completed using the modified accrual basis of accounting and a current financial resource measurement focus.

The Uniform Financial Statements include the following:

No. 1 - All Funds Summary
No. 2 - Summary of Capital Assets and Long-Term Debt
No. 3 - Operating Funds Revenues and Expenditures
No. 4 - Restricted Purposes Fund Revenues and Expenditures
No. 5 - Current Fund Expenditures by Activity

Certificate of Chargeback Reimbursement

No. 6 - Certificate of Chargeback Reimbursement

See Independent Auditor's Report on Supplementary Information

LEWIS AND CLARK COMMUNITY COLLEGE
UNIFORM FINANCIAL STATEMENT #1 - ALL FUNDS SUMMARY

Year Ended June 30, 2024	EDUCATION FUND	OPERATIONS AND MAINTENANCE FUND	OPERATIONS AND MAINTENANCE RESTRICTED FUND	BOND AND INTEREST FUND	AUXILIARY FUND
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	$ 17,976,814	$ 11,927,742	$ 31,208,488	$ 4,930,056	$ 830,798
REVENUES:					
Local Tax Revenue	9,223,542	6,149,299	2,645,159	12,399,243	-
ICCB State Grants	5,878,163	237,500	-	-	-
All Other State Revenue	-	-	84,470	-	-
Federal Revenue	-	-	-	-	-
Student Tuition and Fees	8,712,453	352,299	-	-	975,802
On-Behalf CIP	-		-		-
On-Behalf SURS	-	-	-	-	-
Other Revenue	701,634	477,720	1,326,747	-	378,056
Total Revenues	24,515,792	7,216,818	4,056,376	12,399,243	1,353,858
EXPENDITURES:					
Instruction	12,068,888	-	-	-	-
Academic Support	2,589,650	-	-	-	-
Student Services	2,816,236	-	-	-	-
Public Services	-	-	-	-	-
Auxiliary Services	-	-	-	-	1,109,723
Operation and Maintenance of Plant Services	-	6,836,613	-	-	-
Institutional Support	5,048,600	100,166	1,561,470	3,551	-
Scholarships, Student Grants, and Waivers	430,461	-	-	-	838,319
Depreciation Expense	-	-	-	-	-
Debt Service:					
Principal Retirement	346,106	-	-	11,554,000	-
Interest, Service Charges, and Issurance Costs	122,716	-	-	3,176,473	-
Total Expenditures	23,422,657	6,936,779	1,561,470	14,734,024	1,948,042
OTHER FINANCING SOURCES (USES):					
Transfers In	1,078,719	114	76,125	4,593,025	760,594
Transfers Out	(844,488)	(101,125)	(4,593,025)	-	(172,202)
Total other financing sources (uses)	234,231	(101,011)	(4,516,900)	4,593,025	588,392
NET CHANGE IN FUND BALANCE	1,327,366	179,028	(2,021,994)	2,258,244	(5,792)
FUND BALANCE (DEFICIT), END OF YEAR	$ 19,304,180	$ 12,106,770	$ 29,186,494	$ 7,188,300	$ 825,006

See Independent Auditor's Report on Supplementary Information

LEWIS AND CLARK COMMUNITY COLLEGE
UNIFORM FINANCIAL STATEMENT #1 - ALL FUNDS SUMMARY (CONTINUED)

Year Ended June 30, 2024	RESTRICTED PURPOSE FUND	WORKING CASH FUND	AUDIT FUND	LIABILITY PROTECTION SETTLEMENT FUND	TOTAL
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	$ 8,787,660	$ 13,621,300	$ 8,255	$ 785,292	$ 90,076,405
REVENUES:					
Local Tax Revenue	-	-	67,168	3,053,373	33,537,784
ICCB State Grants	806,370	-	-	-	6,922,033
All Other State Revenue	5,318,979	-	-	-	5,403,449
Federal Revenue	10,984,942	-	-	-	10,984,942
Student Tuition and Fees	724,379	-	-	-	10,764,933
On-Behalf CIP	164,635	-	-	-	164,635
On-Behalf SURS	9,264,237	-	-	-	9,264,237
Other Revenue	1,563,751	1,954,963	-	5,275	6,408,146
Total Revenues	28,827,293	1,954,963	67,168	3,058,648	83,450,159
EXPENDITURES:					
Instruction	5,462,010	-	-	-	17,530,898
Academic Support	1,028,869	-	-	-	3,618,519
Student Services	1,390,761	-	-	-	4,206,997
Public Services	7,780,190	-	-	-	7,780,190
Auxiliary Services	657,931	-	-	-	1,767,654
Operation and Maintenance of Plant Services	553,556	-	-	1,589,994	8,980,163
Institutional Support	5,203,179	-	67,163	1,419,127	13,403,256
Scholarships, Student Grants, and Waivers	6,440,784	-	-	-	7,709,564
Depreciation Expense	-	-	-	-	-
Debt Service:				-	
Principal Retirement	313,735	-	-	-	12,213,841
Interest, Service Charges, and Issurance Costs	35,639	-	-	-	3,334,828
Total Expenditures	28,866,654	-	67,163	3,009,121	80,545,910
OTHER FINANCING SOURCES (USES):					
Transfers In	1,348,051	-	-	-	7,856,628
Transfers Out	(2,145,788)	-	-	-	(7,856,628)
Total other financing sources (uses)	(797,737)	-	-	-	-
NET CHANGE IN FUND BALANCE	(837,098)	1,954,963	5	49,527	2,904,249
FUND BALANCE (DEFICIT), END OF YEAR	$ 7,950,562	$ 15,576,263	$ 8,260	$ 834,819	$ 92,980,654

See Independent Auditor's Report on Supplementary Information

LEWIS AND CLARK COMMUNITY COLLEGE
UNIFORM FINANCIAL STATEMENT #2
SUMMARY OF CAPITAL ASSETS AND LONG-TERM DEBT

Year Ended June 30, 2024	BALANCE JUNE 30, 2023	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2024
Capital Assets:				
Site and Improvements	$ 22,573,854	$ 1,044,073	$ -	$ 23,617,927
Buildings, Additions, and Improvements	183,783,320	263,246	-	184,046,566
Equipment	12,692,477	865,410	6,327	13,551,560
Sculptures and Art	2,535,505	-	-	2,535,505
Construction in Progress	1,638,175	1,169,426	351,934	2,455,667
Subscription Software	3,346,150	-	-	3,346,150
Total Capital Assets	226,569,481	3,342,155	358,261	229,553,375
Accumulated Depreciation and Amortization	95,282,600	5,631,845	6,327	100,908,118
Total Net Capital Assets	131,286,881	(2,289,690)	351,934	128,645,257
Long-Term Debt:				
Bonds Payable	76,455,685	149,561	9,439,000	67,166,246
Bond Premium	3,990,941	-	777,733	3,213,208
Subscription Liability	2,558,088	-	659,842	1,898,246
OPEB Liability	7,477,336	138,529	-	7,615,865
Accrued Compensated Absences	798,671	634,490	522,571	910,590
Debt Certificates	5,775,000	-	2,115,000	3,660,000
Debt Certificates Premium	346,245	-	103,725	242,520
Total Long-term Debt	$ 97,401,966	$ 922,580	$ 13,617,871	$ 84,706,675

See Auditor's Report on Supplementary Information

LEWIS AND CLARK COMMUNITY COLLEGE
UNIFORM FINANCIAL STATEMENT #3
OPERATING FUNDS REVENUES AND EXPENDITURES

Year Ended June 30, 2024	EDUCATION FUND	OPERATIONS AND MAINTENANCE FUND	TOTAL
Operating Revenues by Source			
Local Government:			
Local Taxes	$ 8,015,094	$ 5,343,667	$ 13,358,761
Corporate Personal Property Replacement Taxes	1,208,448	805,632	2,014,080
Tuition Chargeback Revenue	-	-	-
Total Local Government	9,223,542	6,149,299	15,372,841
State Government:			
ICCB Base Operating Grant	3,254,405	237,500	3,491,905
ICCB Equalization Grant	2,307,170	-	2,307,170
ICCB Career & Technical Education	316,588	-	316,588
Total State Government	5,878,163	237,500	6,115,663
Student Tuition and Fees:			
Tuition	7,078,351	237,500	7,315,851
Student Fees	1,634,102	114,799	1,748,901
Total Student Tuition and Fees	8,712,453	352,299	9,064,752
Other Sources:			
Sales and Service Fees	85,321	-	85,321
Facilities Revenue	-	178,485	178,485
Investment Income	443,407	294,748	738,155
Nongovernmental Grants	20,000	-	20,000
Other Revenues	152,906	4,487	157,393
Total Other Sources	701,634	477,720	1,179,354
Total Revenue	24,515,792	7,216,818	31,732,610
Less nonoperating items:			
Tuition Chargeback	-	-	-
Adjusted Revenue	$ 24,515,792	$ 7,216,818	$ 31,732,610

See Auditor's Report on Supplementary Information

LEWIS AND CLARK COMMUNITY COLLEGE
UNIFORM FINANCIAL STATEMENT #3
OPERATING FUNDS REVENUES AND EXPENDITURES (CONTINUED)

Year Ended June 30, 2024	EDUCATION FUND	OPERATIONS AND MAINTENANCE FUND	TOTAL
Operating Expenditures			
By Program:			
Instruction	$ 12,068,888	$ -	$ 12,068,888
Academic Support	2,824,061	-	2,824,061
Student Services	2,816,236	-	2,816,236
Operation and Maintenance of Plant Services	-	6,836,613	6,836,613
Institutional Support	5,283,011	100,166	5,383,177
Scholarships, Student Grants, and Waivers	430,461	-	430,461
Total Expenditures	23,422,657	6,936,779	30,359,436
Less nonoperating items:			
Tuition Chargeback	-	-	-
Adjusted Expenditures	23,422,657	6,936,779	30,359,436
By Object:			
Salaries	17,495,841	1,260,763	18,756,604
Employee Benefits	1,979,932	219,807	2,199,739
Contractual Services	546,762	2,689,134	3,235,896
General Materials and Supplies	1,802,951	735,749	2,538,700
Travel, Conference, and Meeting Expense	242,353	12,956	255,309
Fixed Charges	21,726	74,376	96,102
Utilities	-	1,691,277	1,691,277
Capital Outlay	206,393	244,967	451,360
Debt Service	468,822	-	468,822
Other	657,877	7,750	665,627
Total Expenditures	23,422,657	6,936,779	30,359,436
Less nonoperating items:			
Tuition Chargeback	-	-	-
Adjusted Expenditures	$ 23,422,657	$ 6,936,779	$ 30,359,436

See Auditor's Report on Supplementary Information

LEWIS AND CLARK COMMUNITY COLLEGE
UNIFORM FINANCIAL STATEMENT #4
RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES

Year Ended June 30, 2024

Revenue by Source:	
Local Government:	
Property Taxes	$ -
State Government:	
ICCB:	
Adult Education	316,230
Other	490,140
Illinois School Board of Education	441,710
On-Behalf CIP	164,635
On-Behalf SURS	9,264,237
Other State Government	4,877,269
Total State Government	15,554,221
Federal Government:	
Department of Education:	
Adult Education	274,704
FSEOG	96,927
Federal Work Study	102,592
Pell Grant	4,255,830
Federal Direct Student Loans	1,801,996
TRIO - Talent Search	353,279
TRIO - Upward Bound	351,388
Career & Technical Education	383,018
HEERF Institutional	351,082
Department of Labor:	
YouthBuild	395,116
WIOA - Youth Employment Enhancement	66,190
Other Federal Government Sources:	
Americorps	143,003
ICCB - Early Childhood Access Consortium	510,320
Illinois Department of Natural Resources	720,808
Natural Resources Conservation Service	985,104
Other	193,585
Total Federal Government	$ 10,984,942

See Auditor's Report on Supplementary Information

LEWIS AND CLARK COMMUNITY COLLEGE
UNIFORM FINANCIAL STATEMENT #4
RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES (CONTINUED)

Year Ended June 30, 2024

Revenue by Source (Continued):	
Other Sources:	
Student Tuition and Fees	$ 724,379
Sales and Service Fees	185,726
Facilities Revenue	5,800
Investment Income	254,431
Nongovernmental Grants	537,699
Miscellaneous Revenue	580,095
Total Other Sources	2,288,130
Total Restricted Purposes Fund Revenues	28,827,293
Expenditures by Program:	
Instruction	5,462,010
Academic Support	1,378,243
Student Services	1,390,761
Public Services	7,780,190
Auxiliary Services	657,931
Operating and Maintenance of Plant Services	553,556
Institutional Support	5,203,179
Scholarships, Student Grants, and Waivers	6,440,784
Total Restricted Purposes Fund Expenditures by Program	28,866,654
Expenditures by Object:	
Salaries	5,382,567
Employee Benefits	10,809,385
Contractual Services	2,338,070
General Materials and Supplies	1,149,369
Travel, Conference, and Meeting Expense	549,095
Fixed Charges	23,355
Utilities	121,985
Capital Outlay	977,390
Debt Service	349,374
Other	7,166,064
Total Restricted Purposes Fund Expenditures by Object	$ 28,866,654

See Auditor's Report on Supplementary Information

LEWIS AND CLARK COMMUNITY COLLEGE
UNIFORM FINANCIAL STATEMENT #5
CURRENT FUNDS* - EXPENDITURES BY ACTIVITY

Year Ended June 30, 2024

Instruction:	
Instructional Programs	$ 13,266,397
Other	4,264,501
Total Instruction	17,530,898
Academic Support:	
Library Center	439,833
Instructional Materials Center	140,785
Academic Computing Support	1,246,119
Debt Service	583,785
Academic Administration and Planning	776,136
Other Academic Support	1,015,646
Total Academic Support	4,202,304
Student Services:	
Admissions and Records	968,195
Counseling & Career Guidance	1,228,575
Health Services	15,450
Financial Aid Administration	506,360
Social and Cultural Development	179,713
Other Student Services	1,308,704
Total Student Services	4,206,997
Public Service/Continuing Education:	
Community Education	560,346
Customized Training	1,114,753
Community Services	35,350
Other Public Services	6,069,741
Total Public Service/Continuing Education	7,780,190
Auxiliary	1,767,654
Operations and Maintenance of Plant:	
Maintenance	2,429,286
Custodial Services	1,364,313
Grounds	413,299
Campus Security	1,962,436
Transportation	90,968
Plant Utilities	1,751,719
Administration	93,323
Other Operations and Maintenance	874,819
Total Operations and Maintenance of Plant	$ 8,980,163

See Auditor's Report on Supplementary Information

LEWIS AND CLARK COMMUNITY COLLEGE
UNIFORM FINANCIAL STATEMENT #5
CURRENT FUNDS* - EXPENDITURES BY ACTIVITY (CONTINUED)

Year Ended June 30, 2024

Institutional Support:	
Executive Management	$ 1,080,571
Fiscal Operations	913,040
Community Relations	399,730
Administrative Support Services	740,337
Board of Trustees	33,535
General Institution	3,668,865
Institutional Research	182,120
Administrative Data Processing	1,305,900
Other Institutional Support	3,748,548
Total Institutional Support	12,072,646
Scholarships, Grants, Waivers	7,709,564
Total Current Funds Expenditures	$ 64,250,416

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

See Auditor's Report on Supplementary Information

LEWIS AND CLARK COMMUNITY COLLEGE
CERTIFICATE OF CHARGEBACK REIMBURSEMENT
FOR FISCAL YEAR 2025

All fiscal year 2024 noncapital audited operating expenditures from the following funds:

1.	Education Fund	$ 22,747,443	
2.	Operations and Maintenance Fund	6,691,812	
3.	Bond and Interest Fund	8,706,794	
5.	Public Building Commision Rental Fund	-	
6.	Restricted Purposes Fund	18,111,018	
7.	Audit Fund	67,163	
8.	Liability, Protection, and Settlement Fund	3,009,121	
9.	Auxiliary Enterprises Fund (subsidy only)	-	
10.	Total noncapital expenditures (sum of lines 1-9)		59,333,351
11.	Depreciation on capital outlay expenditures (equipment, buildings, and fixed equipment paid) from sources other than state and federal funds	3,135,054	
12.	Total costs included (line 10 plus line 11)		62,468,405
13.	Total certified semester credit hours for FY 2024	69,032	
14.	Per capital cost (line 12 divided by line 13)		904.93
15.	All FY 2024 state and federal operating grants for noncapital expenditures, except ICCB grants	15,961,096	
16.	FY 2024 state and federal grants per semester credit hour (line 15 divided by line 13)		231.21
17.	District's average ICCB grant rate (excluding equalization grants) for FY 2025		51.78
18.	District's student tuition and fee rate per semester credit hour for FY 2024		155.00
19.	Chargeback reimbursement per semester credit hour (line 14 less lines 16, 17, and 18)		$ 466.93

Approved: Ken Trzaska 12/13/24
President Date

Mary Schulte 12/13/24
Vice President Date

See Independent Auditor's Report on Supplementary Information

Other Financial Information

LEWIS AND CLARK COMMUNITY COLLEGE
COMBINING BALANCE SHEET - ALL FUND TYPES

	EDUCATION FUND	OPERATIONS AND MAINTENANCE FUND	OPERATIONS AND MAINTENANCE RESTRICTED FUND	BOND AND INTEREST FUND
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Cash and Cash Equivalents	$ 356,088	$ -	$ 1,005,994	$ -
Investments	9,651,086	6,435,366	25,449,155	-
Receivables, net:				
Taxes Receivable	8,129,098	5,420,553	2,658,418	12,162,125
Government Claims Receivable	204,670	136,447	-	-
Student Tuition Receivable (net)	3,722,626	-	-	-
Accrued Interest	124,651	85,783	266,608	-
Other Receivables	48,785	15,531	-	-
Prepaid Expenses & Other	167,470	83,376	-	-
Interfund Receivables	6,902,061	3,546,444	1,759,985	1,981,505
Right of Use Assets - SBITAs, Net of Amortization	-	-	-	-
Capital Assets, Net of Accumulated Depreciation	-	-	-	-
Total Assets	29,306,535	15,723,500	31,140,160	14,143,630
Deferred Outflows of Resources:				
Deferred Outflows Related to OPEB	-	-	-	-
Deferred Outflows Related to Pension	-	-	-	-
Deferred Loss on Refunding Bonds	-	-	-	-
Total Deferred Outflow of Resources	-	-	-	-
Total Assets and Deferred Outflow of Resources	29,306,535	15,723,500	31,140,160	14,143,630
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES				
Accounts Payable	324,727	726,932	586,273	318
Accrued Expenses & Compensated Absences	1,995,901	-	-	699,260
Unearned Tuition and Fees	3,500,931	44,694	-	-
Unearned Grants and Other Deferred Revenue	-	56,970	-	-
SBITA Liability	-	-	-	-
Bonds Payable	-	-	-	-
Debt Certificates	-	-	-	-
OPEB Liability	-	-	-	-
Total Liabilities	5,821,559	828,596	586,273	699,578
Deferred Inflows of Resources:				
Unavailable Property Taxes	4,180,796	2,788,134	1,367,393	6,255,752
Deferred Inflows of OPEB Resources	-	-	-	-
Total Deferred Inflows of Resources	4,180,796	2,788,134	1,367,393	6,255,752
Total Liabilites and Deferred Inflows of Resources	10,002,355	3,616,730	1,953,666	6,955,330
FUND BALANCE (DEFICIT)				
Net Investment in Capital Assets	-	-	-	-
Restricted Fund Balance	-	-	29,186,494	7,188,300
Unrestricted	19,304,180	12,106,770	-	-
Total Fund Balance	19,304,180	12,106,770	29,186,494	7,188,300
Total Liabilities, Deferred Inflows or Resources and Fund Balances	$ 29,306,535	$ 15,723,500	$ 31,140,160	$ 14,143,630

LEWIS AND CLARK COMMUNITY COLLEGE
COMBINING BALANCE SHEET - ALL FUND TYPES (CONTINUED)

	AUXILIARY FUND	RESTRICTED PURPOSE FUND	WORKING CASH FUND	AUDIT FUND
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Cash and Cash Equivalents	$ -	$ 47,422	$ -	$ -
Investments	-	4,812,256	35,152,215	-
Receivables, net:				
Taxes Receivable	-	-	-	70,963
Government Claims Receivable	-	2,381,970	-	-
Student Tuition Receivable (net)	-	-	-	-
Accrued Interest	-	46,480	251,663	-
Other Receivables	110,058	-	-	-
Prepaid Expenses & Other	-	176,461	-	-
Interfund Receivables	1,121,206	4,953,074	(19,825,773)	(26,202)
Right of Use Assets - SBITAs, Net of Amortization	-	-	-	-
Capital Assets, Net of Accumulated Depreciation	-	-	-	-
Total Assets	1,231,264	12,417,663	15,578,105	44,761
Deferred Outflows of Resources:				
Deferred Outflows Related to OPEB	-	-	-	-
Deferred Outflows Related to Pension	-	-	-	-
Deferred Loss on Refunding Bonds	-	-	-	-
Total Deferred Outflow of Resources	-	-	-	-
Total Assets and Deferred Outflow of Resources	1,231,264	12,417,663	15,578,105	44,761
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES				
Accounts Payable	13,242	562,298	1,842	-
Accrued Expenses & Compensated Absences	3,117	9,912	-	-
Unearned Tuition and Fees	379,889	178,692	-	-
Unearned Grants and Other Deferred Revenue	10,010	3,716,199	-	-
SBITA Liability	-	-	-	-
Bonds Payable	-	-	-	-
Debt Certificates	-	-	-	-
OPEB Liability	-	-	-	-
Total Liabilities	406,258	4,467,101	1,842	-
Deferred Inflows of Resources:				
Unavailable Property Taxes	-	-	-	36,501
Deferred Inflows of OPEB Resources	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	36,501
Total Liabilites and Deferred Inflows of Resources	406,258	4,467,101	1,842	36,501
FUND BALANCE (DEFICIT)				
Net Investment in Capital Assets	-	-	-	-
Restricted Fund Balance	-	7,950,562	-	-
Unrestricted	825,006	-	15,576,263	8,260
Total Fund Balance	825,006	7,950,562	15,576,263	8,260
Total Liabilities, Deferred Inflows or Resources and Fund Balances	$ 1,231,264	$ 12,417,663	$ 15,578,105	$ 44,761

LEWIS AND CLARK COMMUNITY COLLEGE
COMBINING BALANCE SHEET - ALL FUND TYPES (CONTINUED)

	LIABILITY PROTECTION SETTLEMENT FUND	FUND TOTALS BEFORE GASB ADJUSTMENTS
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
Cash and Cash Equivalents	$ -	$ 1,409,504
Investments	-	81,500,078
Receivables, net:		
Taxes Receivable	2,816,719	31,257,876
Government Claims Receivable	-	2,723,087
Student Tuition Receivable (net)	-	3,722,626
Accrued Interest	-	775,185
Other Receivables	6,290	180,664
Prepaid Expenses & Other	83,796	511,103
Interfund Receivables	(412,300)	-
Right of Use Assets - SBITAs, Net of Amortization	-	-
Capital Assets, Net of Accumulated Depreciation	-	-
Total Assets	2,494,505	122,080,123
Deferred Outflows of Resources:		
Deferred Outflows Related to OPEB	-	-
Deferred Outflows Related to Pension	-	-
Deferred Loss on Refunding Bonds	-	-
Total Deferred Outflow of Resources	-	-
Total Assets and Deferred Outflow of Resources	2,494,505	122,080,123
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES		
Accounts Payable	210,869	2,426,501
Accrued Expenses & Compensated Absences	-	2,708,190
Unearned Tuition and Fees	-	4,104,206
Unearned Grants and Other Deferred Revenue	-	3,783,179
SBITA Liability	-	-
Bonds Payable	-	-
Debt Certificates	-	-
OPEB Liability	-	-
Total Liabilities	210,869	13,022,076
Deferred Inflows of Resources:		
Unavailable Property Taxes	1,448,817	16,077,393
Deferred Inflows of OPEB Resources	-	-
Total Deferred Inflows of Resources	1,448,817	16,077,393
Total Liabilites and Deferred Inflows of Resources	1,659,686	29,099,469
FUND BALANCE (DEFICIT)		
Net Investment in Capital Assets	-	-
Restricted Fund Balance	-	44,325,356
Unrestricted	834,819	48,655,298
Total Fund Balance	834,819	92,980,654
Total Liabilities, Deferred Inflows or Resources and Fund Balances	$ 2,494,505	$ 122,080,123

LEWIS AND CLARK COMMUNITY COLLEGE
COMBINING BALANCE SHEET - ALL FUND TYPES (CONTINUED)

	GASB ADJUSTMENTS			
	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	GASB 35 ENTRIES	ADJUSTED FUND TOTALS
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Cash and Cash Equivalents	$ -	$ -	$ -	$ 1,409,504
Investments	-	-	-	81,500,078
Receivables, net:				
Taxes Receivable	-	-	-	31,257,876
Government Claims Receivable	-	-	-	2,723,087
Student Tuition Receivable (net)	-	-	-	3,722,626
Accrued Interest	-	-	-	775,185
Other Receivables	-	-	-	180,664
Prepaid Expenses & Other	-	-	-	511,103
Interfund Receivables	-	-	-	0
Right of Use Assets - SBITAs, Net of Amortization		2,041,911	-	2,041,911
Capital Assets, Net of Accumulated Depreciation	126,603,346	-	-	126,603,346
Total Assets	126,603,346	2,041,911	-	250,725,380
Deferred Outflows of Resources:				
Deferred Outflows Related to OPEB	-	288,753	-	288,753
Deferred Outflows Related to Pension	-	-	457,953	457,953
Deferred Loss on Refunding Bonds	-	826,307	-	826,307
Total Deferred Outflow of Resources	-	1,115,060	457,953	1,573,013
Total Assets and Deferred Outflow of Resources	126,603,346	3,156,971	457,953	252,298,393
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES				
Accounts Payable	-	-	-	2,426,501
Accrued Expenses & Compensated Absences	-	-	910,590	3,618,780
Unearned Tuition and Fees	-	-	-	4,104,206
Unearned Grants and Other Deferred Revenue	-	-	-	3,783,179
SBITA Liability	-	1,898,246	-	1,898,246
Bonds Payable	-	70,379,454	-	70,379,454
Debt Certificates	-	3,902,520	-	3,902,520
OPEB Liability	-	7,615,865	-	7,615,865
Total Liabilities	-	83,796,085	910,590	97,728,751
Deferred Inflows of Resources:				
Unavailable Property Taxes	-	-	-	16,077,393
Deferred Inflows of OPEB Resources	-	11,670,391	-	11,670,391
Total Deferred Inflows of Resources	-	11,670,391	-	27,747,784
Total Liabilites and Deferred Inflows of Resources	-	95,466,476	910,590	125,476,535
FUND BALANCE (DEFICIT)				
Net Investment in Capital Assets	126,603,346	(41,947,561)	-	84,655,785
Restricted Fund Balance	-	-	-	44,325,356
Unrestricted	-	(50,361,944)	(452,637)	(2,159,283)
Total Fund Balance	126,603,346	(92,309,505)	(452,637)	126,821,858
Total Liabilities, Deferred Inflows or Resources and Fund Balances	$ 126,603,346	$ 3,156,971	$ 457,953	$ 252,298,393

LEWIS AND CLARK COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (DEFICIT) - ALL FUND TYPES

	EDUCATION FUND	OPERATIONS AND MAINTENANCE FUND	OPERATIONS AND MAINTENANCE RESTRICTED FUND	BOND AND INTEREST FUND
REVENUES:				
Local Government	$ 9,223,542	$ 6,149,299	$ 2,645,159	$ 12,399,243
State Government	5,878,163	237,500	84,470	-
State On-Behalf - SURS and CIP	-	-	-	-
Federal Government	-	-	-	-
Student Tuition and Fees	8,712,453	352,299	-	-
Sales and Service Fees	85,321	-	-	-
Facilities Revenue	-	178,485	-	-
Investment Income	443,407	294,748	1,226,747	-
Nongovernmental Grants	20,000	-	-	-
Other Revenue	152,906	4,487	100,000	-
Total Revenues	24,515,792	7,216,818	4,056,376	12,399,243
EXPENDITURES:				
Current:				
Instruction	12,068,888	-	-	-
Academic Support	2,589,650	-	-	-
Student Services	2,816,236	-	-	-
Public Services	-	-	-	-
Auxiliary Services	-	-	-	-
Operation and Maintenance of Plant Services	-	6,836,613	-	-
Institutional Support	5,048,600	100,166	1,561,470	3,551
Scholarships, Student Grants, and Waivers	430,461	-	-	-
Depreciation Expense	-	-	-	-
Debt Service:				
Principal Retirement	346,106	-	-	11,554,000
Interest, Service Charges, and Issuance Costs	122,716	-	-	3,176,473
Total Expenditures	23,422,657	6,936,779	1,561,470	14,734,024
Excess (Deficiency) of Revenues Over Expenditures	1,093,135	280,039	2,494,906	(2,334,781)
OTHER FINANCING SOURCES (USES):				
Transfers In	1,078,719	114	76,125	4,593,025
Transfers Out	(844,488)	(101,125)	(4,593,025)	-
Total Other Financing Sources (Uses)	234,231	(101,011)	(4,516,900)	4,593,025
NET CHANGE IN FUND BALANCE	1,327,366	179,028	(2,021,994)	2,258,244
FUND BALANCE, BEGINNING OF YEAR,	17,976,814	11,927,742	31,208,488	4,930,056
FUND BALANCE, END OF YEAR	$ 19,304,180	$ 12,106,770	$ 29,186,494	$ 7,188,300

LEWIS AND CLARK COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE (DEFICIT) - ALL FUND TYPES (CONTINUED)

	AUXILIARY FUND	RESTRICTED PURPOSE FUND	WORKING CASH FUND	AUDIT FUND
REVENUES:				
Local Government	$ -	$ -	$ -	$ 67,168
State Government	-	6,125,349	-	-
State On-Behalf - SURS and CIP	-	9,428,872	-	-
Federal Government	-	10,984,942	-	-
Student Tuition and Fees	975,802	724,379	-	-
Sales and Service Fees	229,041	185,726	-	-
Facilities Revenue	118,574	5,800	-	-
Investment Income	-	254,431	1,954,963	-
Nongovernmental Grants	1,890	537,699	-	-
Other Revenue	28,551	580,095	-	-
Total Revenues	1,353,858	28,827,293	1,954,963	67,168
EXPENDITURES:				
Current:				
Instruction	-	5,462,010	-	-
Academic Support	-	1,028,869	-	-
Student Services	-	1,390,761	-	-
Public Services	-	7,780,190	-	-
Auxiliary Services	1,109,723	657,931	-	-
Operation and Maintenance of Plant Services	-	553,556	-	-
Institutional Support	-	5,203,179	-	67,163
Scholarships, Student Grants, and Waivers	838,319	6,440,784	-	-
Depreciation Expense	-	-	-	-
Debt Service:				
Principal Retirement	-	313,735	-	-
Interest, Service Charges, and Issuance Costs	-	35,639	-	-
Total Expenditures	1,948,042	28,866,654	-	67,163
Excess (Deficiency) of Revenues Over Expenditures	(594,184)	(39,361)	1,954,963	5
OTHER FINANCING SOURCES (USES):				
Transfers In	760,594	1,348,051	-	-
Transfers Out	(172,202)	(2,145,788)	-	-
Total Other Financing Sources (Uses)	588,392	(797,737)	-	-
NET CHANGE IN FUND BALANCE	(5,792)	(837,098)	1,954,963	5
FUND BALANCE, BEGINNING OF YEAR,	830,798	8,787,660	13,621,300	8,255
FUND BALANCE, END OF YEAR	$ 825,006	$ 7,950,562	$ 15,576,263	$ 8,260

LEWIS AND CLARK COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE (DEFICIT) - ALL FUND TYPES (CONTINUED)

	LIABILITY PROTECTION SETTLEMENT FUND	FUND TOTALS BEFORE GASB ADJUSTMENTS
REVENUES:		
Local Government	$ 3,053,373	$ 33,537,784
State Government	-	12,325,482
State On-Behalf - SURS and CIP	-	9,428,872
Federal Government	-	10,984,942
Student Tuition and Fees	-	10,764,933
Sales and Service Fees	-	500,088
Facilities Revenue	-	302,859
Investment Income	-	4,174,296
Nongovernmental Grants	-	559,589
Other Revenue	5,275	871,314
Total Revenues	3,058,648	83,450,159
EXPENDITURES:		
Current:		
Instruction	-	17,530,898
Academic Support	-	3,618,519
Student Services	-	4,206,997
Public Services	-	7,780,190
Auxiliary Services	-	1,767,654
Operation and Maintenance of Plant Services	1,589,994	8,980,163
Institutional Support	1,419,127	13,403,256
Scholarships, Student Grants, and Waivers	-	7,709,564
Depreciation Expense	-	-
Debt Service:		
Principal Retirement	-	12,213,841
Interest, Service Charges, and Issuance Costs	-	3,334,828
Total Expenditures	3,009,121	80,545,910
Excess (Deficiency) of Revenues Over Expenditures	49,527	2,904,249
OTHER FINANCING SOURCES (USES):		
Transfers In	-	7,856,628
Transfers Out	-	(7,856,628)
Total Other Financing Sources (Uses)	-	-
NET CHANGE IN FUND BALANCE	49,527	2,904,249
FUND BALANCE, BEGINNING OF YEAR,	785,292	90,076,405
FUND BALANCE, END OF YEAR	$ 834,819	$ 92,980,654

LEWIS AND CLARK COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE (DEFICIT) - ALL FUND TYPES (CONTINUED)

	GASB ADJUSTMENTS			
	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	GASB 35 ENTRIES	ADJUSTED TOTALS
REVENUES:				
Local Government	$ -	$ -	$ -	$ 33,537,784
State Government	-	-	-	12,325,482
State On-Behalf - SURS and CIP	-	-	-	9,428,872
Federal Government	-	-	-	10,984,942
Student Tuition and Fees	-	-	(4,535,181)	6,229,752
Sales and Service Fees	-	-	-	500,088
Facilities Revenue	-	-	-	302,859
Investment Income	-	-	-	4,174,296
Nongovernmental Grants	-	-	-	559,589
Other Revenue	-	-	-	871,314
Total Revenues	-	-	(4,535,181)	78,914,978
EXPENDITURES:				
Current:				
Instruction	(131,491)	(1,508,988)	(22,402)	15,868,017
Academic Support	-	(261,330)	28,994	3,386,183
Student Services	(38,557)	(331,806)	7,939	3,844,573
Public Services	(330,633)	(449,358)	7,444	7,007,643
Auxiliary Services	-	(98,003)	4,158	1,673,809
Operation and Maintenance of Plant Services	(244,967)	(202,505)	13,864	8,546,555
Institutional Support	(2,244,573)	(597,337)	40,751	10,602,097
Scholarships, Student Grants, and Waivers	-	-	(4,535,181)	3,174,383
Depreciation Expense	4,931,767	-	-	4,931,767
Debt Service:				
Principal Retirement	-	(12,213,841)	-	-
Interest, Service Charges, and Issuance Costs	-	224,137	-	3,558,965
Total Expenditures	1,941,546	(15,439,031)	(4,454,433)	62,593,992
Excess (Deficiency) of Revenues Over Expenditures	$ (1,941,546)	$ 15,439,031	$ (80,748)	$ 16,320,986
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	-	7,856,628
Transfers Out	-	-	-	(7,856,628)
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	(1,941,546)	15,439,031	(80,748)	16,320,986
FUND BALANCE, BEGINNING OF YEAR,	128,544,892	(107,748,536)	(371,889)	110,500,872
FUND BALANCE, END OF YEAR	$ 126,603,346	$ (92,309,505)	$ (452,637)	$ 126,821,858

LEWIS AND CLARK COMMUNITY COLLEGE

ASSESSED VALUATIONS, TAX RATES, TAX EXTENSIONS AND TAX COLLECTIONS

Levy Years	2023	2022
Assessed Valuations:		
Madison	$ 4,167,542,768	$ 3,788,830,715
Macoupin	617,181,002	571,005,860
Jersey	498,030,983	460,966,199
Greene	286,351,721	264,651,153
Calhoun	103,061,854	90,988,703
Morgan	71,850	69,770
Scott	59,573	56,644
Total Assessed Valuations	5,672,299,751	5,176,569,044
Tax Rates (per $100 Assessed Valuation):		
Education	0.1500	0.1500
Operations and Maintenance	0.1000	0.1000
Bond and Interest	0.2242	0.2404
Liability/Judgements	0.0467	0.0573
Social Security/Medicare	0.0049	0.0055
Health & Safety	0.0490	0.0500
Audit	0.0013	0.0012
Total Tax Rate	0.5761	0.6044
Taxes Extended:		
Education	8,446,054	7,764,868
Operations and Maintenance	5,632,594	5,176,579
Bond and Interest	12,637,884	12,444,497
Liability/Judgements	2,648,964	2,966,181
Social Security/Medicare	277,943	284,712
Protection Health Safety	2,762,410	2,588,289
Audit	73,740	62,119
Total Taxes Extended	32,479,589	31,287,245
Tax Collections to June 30:		
Education	233,576	7,676,827
Operations and Maintenance	155,770	5,117,885
Bond and Interest	349,501	12,303,395
Liability/Judgements	72,943	2,932,547
Social Security/Medicare	7,687	281,484
Protection Health Safety	76,395	2,558,942
Audit	2,039	61,415
Total Tax Collections	$ 897,911	$ 30,932,495
Percent of Extensions Collected	2.76%	98.87%

LEWIS AND CLARK COMMUNITY COLLEGE

SCHEDULE OF LEGAL DEBT MARGIN

Year Ended June 30, 2024

Estimated total equalized assessed valuation - 2023 Levy	$ 5,672,299,751
Debt limit, 2.875% of assessed valuation	163,078,618
Outstanding general obligation indebtedness	
Bonds	67,166,246
Debt Certificates	3,660,000
Legal Debt Margin	$ 92,252,372

ICCB State Grants Section

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH STATE REQUIREMENTS FOR ADULT EDUCATION AND FAMILY LITERACY GRANTS

Board of Trustees
Lewis & Clark Community College
Godfrey, Illinois

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of the State Adult Education and Family Literacy Grants of Lewis & Clark Community College (the "College"), as of and for the year ended June 30, 2024, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the State Adult Education and Family Literacy Grants of Lewis & Clark Community College as of June 30, 2024, and the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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 (ICCB) *Fiscal Management Manual*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the State Adult Education and Family Literacy Grants of Lewis & Clark Community College, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

As discussed in Notes to ICCB Grant Programs Financial Statements, the financial statements present only the State Adult Education and Family Literacy Grants and do not purport to, and do not present fairly the financial position of Lewis & Clark Community College as of June 30, 2024, the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements and Compliance

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the State Adult Education and Family Literacy Grants financial statements. The ICCB Compliance Statement is presented for purposes of additional analysis 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 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Report on Compliance

In connection with our audit, nothing came to our attention that caused us to believe that the College failed to comply with terms, covenants, provisions, or conditions of the Adult Education and Family Literacy grants as presented in the policy guidelines of the ICCB's *Fiscal Management Manual*, insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the College's noncompliance.

Scheffel Boyle

Alton, Illinois
December 13, 2024

LEWIS AND CLARK COMMUNITY COLLEGE
STATE ADULT EDUCATION AND FAMILY LITERACY GRANTS
BALANCE SHEET

June 30, 2024	State Basic	State Performance	Total
Assets			
Cash & Cash Equivalents	$ -	$ -	$ -
Government Receivable	-	-	-
Total Assets	-	-	-
Liabilities and Fund Balance			
Total Liabilities & Fund Balances	$ -	$ -	$ -

See Notes to ICCB Grant Programs Financial Statements.

LEWIS AND CLARK COMMUNITY COLLEGE
STATE ADULT EDUCATION AND FAMILY LITERACY GRANTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

Year Ended June 30, 2024	State Basic	State Performance	Total
Revenues:			
Grant Revenue	$ 242,350	$ 73,880	$ 316,230
Total Revenue	242,350	73,880	316,230
Expenditures			
Instruction	137,652	-	137,652
Contractual Services	-	11,240	11,240
Social Work Services	53,122	27,458	80,580
Guidance Services	-	-	-
Student Transportation Services	960	-	960
Literacy Services	-	-	-
Subtotal Instructional and Student Services	191,734	38,698	230,432
Improvement	1,743	3,483	5,226
General Administration	-	13,604	13,604
Data and Information Services	26,928	11,379	38,307
Subtotal Program Support	28,671	28,466	57,137
Indirect Costs	21,945	6,716	28,661
Total Expenditures	242,350	73,880	316,230
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	-	-	-
Fund Balance, End of Year	$ -	$ -	$ -

See Notes to ICCB Grant Programs Financial Statements.

LEWIS AND CLARK COMMUNITY COLLEGE
ICCB COMPLIANCE STATEMENT FOR THE
STATE ADULT EDUCATION AND FAMILY LITERACY GRANT
EXPENDITURE AMOUNTS AND PERCENTAGES FOR ICCB GRANT FUNDS ONLY

Year Ended June 30, 2024	Audited Budget Amount	Budget Expenditure Percentage	Audited Expenditure Amount	Actual Expenditure Percentage
State Basic				
Instruction (45% budget minimum required)	$ 114,351	45.83%	$ 137,652	56.80%

Note 1: Summary of Significant Accounting Policies

General

The accompanying statements include only those transactions resulting from the State Adult Education & Family Literacy grant programs. These transactions have been accounted for in the College's Restricted Purpose Fund.

Basis of Accounting

The statements have been prepared on the modified accrual basis. Expenditures include all accounts payable representing liabilities for goods and services actually received as of June 30, 2024. Funds obligated for goods prior to June 30 for which the goods are received prior to August 31, 2024, 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. However, for the Statement of Net Position for the College as a whole, capital assets are capitalized.

Note 2: Payment 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.

Lewis & Clark Community College

Background Information on State Grant Activity

Unrestricted Grants

Base Operating Grants - General operating funds provided to colleges are based upon credit enrollment.

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

Statewide Initiatives

Special Incentive Grants - A new request to provide flexible funding for unique initiatives needed in the community college system. The grants will be awarded on a Request for Proposal basis and will focus on higher education priorities such as accessibility, affordability, productivity, partnerships, quality, and responsiveness. In addition, a significant proportion of the dollars available will focus on improving the availability of qualified information technology employees in the State of Illinois.

Other Grants - These other grants are additional contractual grants provided for special or specific system related initiatives. These grants are supported by signed contracts between the college and the State of Illinois. A brief description of each grant should be included in this section. A description of the grants supported by grant agreements may be found in the appendix of the grant agreement governing these grants.

Restricted 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 or high schools and for Americanization and General Education Development Review classes. Included in this grant are funds for support services, such as student transportation and childcare facilities or provision.

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

SCHEFFEL
BOYLE
Certified Public Accountants

ALTON EDWARDSVILLE BELLEVILLE HIGHLAND
JERSEYVILLE COLUMBIA CARROLLTON

INDEPENDENT ACCOUNTANT'S REPORT ON ENROLLMENT DATA AND OTHER BASES UPON WHICH CLAIMS ARE FILED

Board of Trustees
Lewis & Clark Community College
Godfrey, Illinois

We have examined management of Lewis & Clark Community College's (the "College") assertion that the College complied with the guidelines of the Illinois Community College Board's *Fiscal Management Manual* included in the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed of Lewis & Clark Community College during the period July 1, 2023, through June 30, 2024. The College's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion about the College's compliance with the specified requirement based on our examination.

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

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

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

In our opinion, management's assertion that the College complied with the guidelines of the Illinois Community College Board's *Fiscal Management Manual* included in the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed of Lewis & Clark Community College is fairly stated, in all material respects.

Scheffel Boyle

Alton, Illinois
December 13, 2024

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www.scheffelboyle.com

LEWIS AND CLARK COMMUNITY COLLEGE
SCHEDULE OF ENROLLMENT DATA AND OTHER BASES UPON WHICH CLAIMS ARE FILED
YEAR ENDED JUNE 30, 2024

	Total Reimbursable Semester Credit Hours by Term							
	Summer Term		Fall Term		Spring Term		Total All Terms	
Credit Hour Categories	Unrestricted Hours	Restricted Hours	Unrestricted Hours	Restricted Hours	Unrestricted Hours	Restricted Hours	Unrestricted Hours	Restricted Hours
Baccalaureate	2,716.0	0.0	19,605.0	105.0	21,992.0	26.0	44,313.0	131.0
Business Occupational	364.0	0.0	1,941.0	0.0	1,900.0	0.0	4,205.0	0.0
Technical Occupational	182.0	0.0	3,656.0	96.0	3,644.0	99.0	7,482.0	195.0
Health Occupational	442.0	0.0	3,088.0	0.0	2,855.0	0.0	6,385.0	0.0
Remedial/Developmental	114.0	0.0	1,099.0	27.0	714.0	0.0	1,927.0	27.0
Adult Education	0.0	640.0	0.0	1,919.5	277.5	1,529.5	277.5	4,089.0
	3,818.0	640.0	29,389.0	2,147.5	31,382.5	1,654.5	64,589.5	4,442.0

	In-District (All Terms)		Dual Credit (All Terms)		Dual Enrollment (All Terms)	
	Unrestricted Hours	Restricted Hours	Unrestricted Hours	Restricted Hours	Unrestricted Hours	Restricted Hours
Reimbursable Credit Hours:	60,662.0	4,134.5	15,030.0	0.0	2,082.0	0.0

Credit Hours on Chargeback or Contractual Agreement: 2,622.0

District Equalized Assessed Valuation $5,672,299,751

	Correctional Semester Credit Hours by Term			
	Summer	Fall	Spring	Total
Credit Hour Categories	Correctional Hours	Correctional Hours	Correctional Hours	Correctional Hours
Baccalaureate	0.0	0.0	0.0	0.0
Business Occupational	0.0	0.0	0.0	0.0
Technical Occupational	0.0	0.0	0.0	0.0
Health Occupational	0.0	0.0	0.0	0.0
Remedial/Developmental	0.0	0.0	0.0	0.0
Adult Education	0.0	0.0	0.0	0.0
	0.0	0.0	0.0	0.0

Signature: ______________________
President

Signature: Mary Schulte
Vice President of Finance

LEWIS AND CLARK COMMUNITY COLLEGE
SCHEDULE OF ENROLLMENT DATA AND OTHER BASES UPON WHICH CLAIMS ARE FILED (CONTINUED)
YEAR ENDED JUNE 30, 2024

Total Reimbursable Semester Credit Hours

Credit Hour Categories	Total Reported in Audit Unrestricted Hours	Total Certified to ICCB Unrestricted Hours	Difference	Total Reported in Audit Restricted Hours	Total Certified to ICCB Restricted Hours	Difference
Baccalaureate	44,313.0	44,313.0	0.0	131.0	131.0	0.0
Business Occupational	4,205.0	4,205.0	0.0	0.0	0.0	0.0
Technical Occupational	7,482.0	7,482.0	0.0	195.0	195.0	0.0
Health Occupational	6,385.0	6,385.0	0.0	0.0	0.0	0.0
Remedial/Developmental	1,927.0	1,927.0	0.0	27.0	27.0	0.0
Adult Education	277.5	277.5	0.0	4,089.0	4,089.0	0.0
Total:	64,589.5	64,589.5	0.0	4,442.0	4,442.0	0.0

	Total Reported in Audit Unrestricted Hours	Total Certified to ICCB Unrestricted Hours	Difference	Total Reported in Audit Restricted Hours	Total Certified to ICCB Restricted Hours	Difference
In-District Credit Hours:	60,662.0	60,662.0	0.0	4,134.5	4,134.5	0.0
Dual Credit Hours:	15,030.0	15,030.0	0.0	0.0	0.0	0.0
Dual Enrollment Hours:	2,082.0	2,082.0	0.0	0.0	0.0	0.0

Total Correctional Semester Credit Hours

Credit Hour Categories	Total Reported in Audit Unrestricted Hours	Total Certified to ICCB Restricted Hours	Difference	Total Reported in Audit Restricted Hours	Total Certified to ICCB Restricted Hours	Difference
Baccalaureate	0.0	0.0	0.0	0.0	0.0	0.0
Business Occupational	0.0	0.0	0.0	0.0	0.0	0.0
Technical Occupational	0.0	0.0	0.0	0.0	0.0	0.0
Health Occupational	0.0	0.0	0.0	0.0	0.0	0.0
Remedial/Developmental	0.0	0.0	0.0	0.0	0.0	0.0
Adult Education	0.0	0.0	0.0	0.0	0.0	0.0
Total:	0.0	0.0	0.0	0.0	0.0	0.0

Note 1 Residency Verification Process

The College adheres to the rules and policies of the Illinois Community College Board in documenting student residency.

The College procedures is as follows:

Upon initial contact with students, the College receives admission forms and other documents indicating residency. To be coded "in-district", each student must have lived at the in-district address supplied on forms for at least 30 days prior to the official beginning date of the semester and show proof of his/her residency at this address by providing one of the following documents:

- An Illinois driver's license
- An Illinois auto license registration
- An Illinois voter's registration card
- An Illinois property tax statement
- A document showing the student's past or existing status as an in-district student, e.g., a high school transcript
- Other non-self-serving documentation.

After the College staff member has witnessed the above documentation verifying residency, a code is entered on the student's computer record indication verification of residency. The student is automatically coded as the appropriate status within the Ellucian Colleague system.

Students who live out-of-district and work at least 35 hours per week in-district are eligible to receive the in- district tuition rate. The College requires documentation from the student's employer to be eligible. While the College serves very few students who meet the following criteria, these students also qualify for in-district status if the appropriate documentation is provided: Federal Job corps worker stationed in Illinois; members of the armed forces stationed in Illinois; and inmates of state correctional/rehabilitation institutions located in Illinois.

The College periodically updates staff training to properly administer the residency policies and procedures.

ANNUAL FEDERAL FINANCIAL COMPLIANCE SECTION

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

Board of Trustees
Lewis & Clark Community College
Godfrey, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the business-type activities and discretely presented component unit of Lewis & Clark Community College (the " College"), as of and for the year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated December 13, 2024. Our report includes a reference to other auditors who audited the financial statements of Lewis & Clark Community College Foundation, as described in our report on the College's financial statements.

The financial statements of Lewis & Clark Community College Foundation (a nonprofit organization, discretely presented component unit of the College) were not audited in accordance with *Government Auditing Standards,* and accordingly this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with Lewis & Clark Community College Foundation or that are reported on separately by those auditors who audited the financial statements of Lewis & Clark Community College Foundation.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College'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 College's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Scheffel Boyle

Alton, Illinois
December 13, 2024

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Trustees
Lewis & Clark Community College
Godfrey, Illinois

Report on Compliance for the Major Federal Program

Opinion on Each Major Federal Program

We have audited Lewis & Clark Community College's (the "College") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on its major federal programs for the year ended June 30, 2024. The College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Lewis & Clark Community College 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, 2024.

Basis for Opinion on Each Major Federal Program

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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the College and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of the College's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the College's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the College's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards,* and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the College's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards* and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the College's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the College's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as items 2024-001, 2024-002, 2024-003, and 2024-004. Our opinion on each major federal program is not modified with respect to this matter.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance 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, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

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 a 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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2024-001, 2024-002, 2024-003, and 2024-004 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over- compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the College's response to the noncompliance and internal control over compliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The College's response was not subjected to the other 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 results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Scheffel Boyle

Alton, Illinois
December 13, 2024

Lewis & Clark Community College
Schedule of Expenditures of Federal Awards By Grant
For the Year Ended June 30, 2024

Federal Grantor/Program or Cluster Title	*Federal ALN Number*	*Subreceipients*	*Pass-through Grantor*	*Contract/Project Number*	*Federal Expenditures*
Student Financial Assistance Cluster-Cluster					
Department of Education					
Federal Supplemental Educational Opportunity Grants					
Federal Supplemental Educational Opportunity Grants	84.007			P007A231200	$ 119,500
Total Federal Supplemental Educational Opportunity Grants					$ 119,500
Federal Work-Study Program					
Federal Work-Study Program	84.033			P033A231200	$ 90,066
Total Federal Work-Study Program					$ 90,066
Federal Pell Grant Program					
Federal Pell Grant Program	84.063			Pell Admin--P063Q223282	$ 5,280
Federal Pell Grant Program	84.063			PELL--P063P223282	4,250,550
Total Federal Pell Grant Program					$ 4,255,830
Federal Direct Student Loans					
Federal Direct Student Loans	84.268			P268K243282	$ 1,801,996
Total Federal Direct Student Loans					$ 1,801,996
Total Department of Education					$ 6,267,392
Total Student Financial Assistance Cluster-Cluster					$ 6,267,392
CCDF Cluster-Cluster					
Department of Health and Human Services					
Child Care and Development Block Grant					
Child Care and Development Block Grant	93.575		ICCB	ECE-53601-22	$ 510,570
Total Child Care and Development Block Grant					$ 510,570
Total Department of Health and Human Services					$ 510,570
Total CCDF Cluster-Cluster					$ 510,570
CSBG Cluster-Cluster					
Department of Health and Human Services					
Community Services Block Grant					
Community Services Block Grant	93.569		Madison County Community Development	CSBG-Voca Training & Adult Ed-2023-CSBG-003	$ 9,561
Community Services Block Grant	93.569		Madison County Community Development	CSBG-Vocational Training-2024-CSBG-003	12,791
Total Community Services Block Grant					$ 22,352
Total Department of Health and Human Services					$ 22,352
Total CSBG Cluster-Cluster					$ 22,352
Fish and Wildlife Cluster-Cluster					
Department of the Interior					
Wildlife Restoration and Basic Hunter Education					
Wildlife Restoration and Basic Hunter Education	15.611		IL Department of Natural Resources	Bolstering Relevance & Public Understanding of IL Hunting & Trapping Regula--RC23W-209-R-3	$ 98,548
Wildlife Restoration and Basic Hunter Education	15.611		IL Department of Natural Resources	Bolstering Relevance & Public Understanding of IL Hunting & Trapping Regula--RC24W-209-R-4	42,631
Wildlife Restoration and Basic Hunter Education	15.611		IL Department of Natural Resources	Living with Wildlife segment 16--RC24W147T16	381,075
Total Wildlife Restoration and Basic Hunter Education					$ 522,254
Total Department of the Interior					$ 522,254
Total Fish and Wildlife Cluster-Cluster					$ 522,254

See Notes to Schedule of Expenditures of Federal Awards

Federal Grantor/Program or Cluster Title	*Federal ALN Number*	*Subreceipients*	*Contract/Project Number*	*Federal Expenditures*
TRIO Cluster-Cluster				
Department of Education				
TRIO Talent Search				
TRIO Talent Search	84.044		Talent Search--P044A210145	$ 63,546
TRIO Talent Search	84.044		Talent Search--P044A210145-23	289,733
Total TRIO Talent Search				$ 353,279
TRIO Upward Bound				
TRIO Upward Bound	84.047		Upward Bound--P047A220836	$ 73,045
TRIO Upward Bound	84.047		Upward Bound--P047A220836-23	278,343
Total TRIO Upward Bound				$ 351,388
Total Department of Education				$ 704,667
Total TRIO Cluster-Cluster				$ 704,667
WIA Cluster-Cluster				
Department of Labor				
WIOA Youth Activities				
WIOA Youth Activities	17.259	MCETD IL DCEO DOL	WIOA Youth Program - YEEP	$ 66,190
Total WIOA Youth Activities				$ 66,190
Total Department of Labor				$ 66,190
Total WIA Cluster-Cluster				$ 66,190
Other Programs				
Corporation for National and Community Service				
AmeriCorps				
AmeriCorps	94.006		Youthbuild USA 22-23--22NDFMA0090027	$ 89,099
AmeriCorps	94.006		Youthbuild USA 23-24--22NDFMA0090027	53,904
Total AmeriCorps				$ 143,003
Total Corporation for National and Community Service				$ 143,003
Department of the Interior				
State Wildlife Grants				
State Wildlife Grants	15.634	Illinois Dept of Natural Resources	Status Assessment of odonates in IL--RC21T132R1	$ 84,904
State Wildlife Grants	15.634	Illinois Dept of Natural Resources	IDNR Bird Voiced Tree Frog--T-129-R-1	12,415
Total State Wildlife Grants				$ 97,319
Total Department of the Interior				$ 97,319
Department of Labor				
YouthBuild				
YouthBuild	17.274		YB-31072-17-60-A17	$ 395,116
Total YouthBuild				$ 395,116
Total Department of Labor				$ 395,116
Department of Education				
Adult Education - Basic Grants to States				
Adult Education - Basic Grants to States	84.002	ICCB	Federal Basics--ED-53601-24	$ 215,149
Adult Education - Basic Grants to States	84.002	ICCB	EL/Civics--AE-53601-24	59,555
Total Adult Education - Basic Grants to States				$ 274,704
Career and Technical Education -- Basic Grants to States				
Career and Technical Education -- Basic Grants to States	84.048	ICCB	CTE Perkins	$ 383,018
Total Career and Technical Education -- Basic Grants to States				$ 383,018

See Notes to Schedule of Expenditures of Federal Awards

Lewis & Clark Community College
Schedule of Expenditures of Federal Awards By Grant (Continued)
For the Year Ended June 30, 2024

Federal Grantor/Program or Cluster Title	*ALN Number*	*Subreceipients*		*Contract/Project Number*	*Federal Expenditures*
Education Stabilization Fund - COVID-19					
Education Stabilization Fund- COVID-19	84.425F			HEERF -P425F203634	$ 351,082
Total Education Stabilization Fund - COVID-19					$ 351,082
Total Department of Education					$ 1,008,804
United States Environmental Protection Agency					
Regional Wetland Program Development Grants					
Regional Wetland Program Development Grants	66.461			CD-00E02741-1	$ 37,059
Total Regional Wetland Program Development Grants					$ 37,059
Total United States Environmental Protection Agency					$ 37,059
National Science Foundation					
Geosciences					
Geosciences	47.050			201850 (101348-18066)	$ 50,313
Total Geosciences					$ 50,313
Biological Sciences					
Biological Sciences	47.074			REU Site: Wetland Science in the modern world--2050400	$ 81,314
Total Biological Sciences					$ 81,314
Total National Science Foundation					$ 131,627
United States Department of Agriculture					
Conservation Reserve Program					
Conservation Reserve Program	10.069			NGRREC Land Conservation Specialist Program--NRCS-ADS-093	$ 843,492
Conservation Reserve Program	10.069			NGRREC Land Conservation Specialist Program--NRCS-ADS-093	140,828
Total Conservation Reserve Program					$ 984,320
Voluntary Public Access and Habitat Incentive Program					
Voluntary Public Access and Habitat Incentive Program	10.093		IL Dept of Natural Resources,LC-NGRREC22	LC-NGRREC22	$ 101,236
Total Voluntary Public Access and Habitat Incentive Program					$ 101,236
Total United States Department of Agriculture					$ 1,085,556
Total Other Programs					$ 2,898,484
Total Expenditures of Federal Awards		$ 0			$ 10,991,909

See Notes to Schedule of Expenditures of Federal Awards

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2024

Note 1: General

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Lewis & Clark Community College (the College) under programs of the federal government for the year ended June 30, 2024. The information in this schedule is presented in accordance with requirements of the Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Because the schedule presents only a selected portion of the operations of the College, it is not intended to and does not present the financial position, changes in net position or cash flows of the College.

Note 2: Basis of Accounting

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

Note 3: Loan Program

For fiscal year ended June 30, 2024, the College acted as a pass-through agency for Federal Direct Loans (subsidized and unsubsidized) to students in the amount of $1,801,996.

Note 4: Indirect Cost Rate

The College has developed and used an indirect cost rate of 41% for On-campus programs and 21% for Off-campus programs.

Note 5: Other Federal Award Information

The College did not receive or administer any federal insurance, loan guarantees, or federal noncash assistance during the fiscal year ended June 30, 2024.

Lewis & Clark Community College
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued on whether the financial statements were prepared in accordance with GAAP:	Unmodified			
Internal control over financial reporting:				
Material weakness(es) identified?		Yes	X	No
Significant deficiency(ies) identified?		Yes	X	None Reported
Noncompliance material to financial statements noted?		Yes	X	No

Federal Awards

Internal control over major programs:				
Material weakness(es) identified?		Yes	X	No
Significant deficiency(ies) identified?	X	Yes		None Reported
Type of auditor's report issued on compliance for major programs:	Unmodified			
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	X	Yes		No

Identification of major programs

AL Number(s)	Federal Program or Cluster
84.007; 84.033; 84.063; 84.268	Student Financial Assistance Cluster
10.069	Conservation Reserve Program

Dollar threshold used to distinguish between Type A and Type B programs:	$ 750,000			
Auditee qualified as low-risk auditee?	X	Yes		No

Section II - Financial Statement Findings

None

Section III - Federal Award Findings and Questioned Costs

Finding 2024-001: Special Tests

Student Financial Aid Cluster
ALN No. 84.007; 84.033; 84.063; 84.268
Department of Education Direct Award

Questioned Costs: $0

Condition: The College sent out Direct Loan notification letters that only gave the students 14 days to cancel their loans when the cancellation period is required to be 30 days. There was an instance where the College did not send out a direct loan notification email to a student as required. There was one instance where the post-withdrawal disbursement was calculated correctly but paid out before the federal funds letter was returned by the student authorizing the payment of this disbursement.

Criteria: Per the Student Financial Assistance Program Compliance Supplement, May, 2024, the Special Test compliance requirements "Disbursements to or on Behalf of Students" and "Return of Title IV Funds", the College has many requirements pertaining to disbursement of Student Financial Assistance. The College must provide timely notification to the students of the date, amount, right to cancel, and the cancelation procedures. Also, for post-withdrawal disbursements, the College is required to provide notification of the post-withdrawal disbursement to the student or parent and that the post-withdrawal disbursement was made according to the student or parent's instructions.

Cause: For the first issue noted in the condition, the College was not aware of the 30 day cancelation period. The second two issues noted in the condition were due to isolated human error.

Effect: The College was not in compliance with all the disbursement requirements under Special Tests.

Recommendation: We recommend the College implement internal control procedures to ensure that all Student Financial Assistance is paid according to the required disbursement rules.

View of Responsible Officials: Management acknowledges the finding and has prepared a corrective action plan.

Anticipated Date of Completion: June 30, 2025

Section III - Federal Award Findings and Questioned Costs

Finding 2024-002: Special Tests

Student Financial Aid Cluster
ALN No. 84.007; 84.033; 84.063; 84.268
Department of Education Direct Award

Questioned Costs: $0

Condition: The College had five instances out of the twenty-five tested where a student's enrollment change was not updated within the required sixty days. The College had another instance where the student had graduated but the NSLDS records showed the student went straight from full time to withdrawn. The Department of Education never received a report of the student's graduation.

Criteria: Per the Student Financial Assistance Program Compliance Supplement, May, 2024, the Special Test compliance requirement "Enrollment Reporting", the College must accurately notify the Department of Education of changes in student enrollment information at the Campus Level and Program Level and must notify the Department of Education timely of certain changes for Direct Loan Borrowers.

Cause: This occurred due to human error as the initial enrollment submission was never sent for the Fall 2023 submission.

Effect: Even thought the College was not in compliance with all the Enrollment Reporting requirements, no student direct loan repayment start dates were effected.

Recommendation: We recommend the College implement internal control procedures to ensure that all Student Financial Assistance Enrollment Reporting is done accurately and timely.

View of Responsible Officials: Management acknowledges the finding and has prepared a corrective action plan.

Anticipated Date of Completion: June 30, 2025

Section III - Federal Award Findings and Questioned Costs

Finding 2024-003: Special Tests

Student Financial Aid Cluster
ALN No. 84.007; 84.033; 84.063; 84.268
Department of Education Direct Award

Questioned Costs: $0

Condition: The College's information security program included all seven required elements. However, the Design and Implementation required element included eight minimum safeguards that must be addressed within that element and those were not included in the policy.

Criteria: Per the Student Financial Assistance Program Compliance Supplement, May, 2024, the Special Test compliance requirement "Gramm-Leach-Bliley Act", the College must have a written information security program that addresses seven required elements.

Cause: The College was not aware that the eight minimum safeguard elements were required to be in the written program.

Effect: The College was not in compliance with all of the Gramm-Leach-Bliley under Special Tests.

Recommendation: We recommend the College update the written program to expand the Design and Implementation section to include the required eight minimum safeguards.

View of Responsible Officials: Management acknowledges the finding and has prepared a corrective action plan.

Anticipated Date of Completion: June 30, 2025

Section III - Federal Award Findings and Questioned Costs

Finding 2024-004: Period of Performance

Conservation Reserve Program
ALN No. 10.069
Department of Agriculture Direct Award

Questioned Costs: $785

Condition: The College requested $785 of reimbursement for expenses that were out of the period of performance.

Criteria: Per federal compliance guidelines, expenditures requested for reimbursement have to be incurred during the grant period.

Cause: These expenses were incurred in an out of period month but paid in a month that was covered by the grant. In error this expense was requested for reimbursement. The College discovered this error during their end of year closing process and adjusted the expenditures claimed in the October 2024 SF270 report to fix this issue.

Effect: The College was not in compliance with Period of Performance requirements.

Recommendation: We recommend the College do a double check each quarter to ensure only costs incurred during the grant period are included in the reports for reimbursement.

View of Responsible Officials: Management acknowledges the finding and has prepared a corrective action plan.

Anticipated Date of Completion: June 30, 2025

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Lewis & Clark Community College
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

Corrective Action Plans
December 13, 2024

Section III - Federal Award Findings and Questioned Costs

Finding 2024-001: Special Tests

Student Financial Aid Cluster
ALN No. 84.007; 84.033; 84.063; 84.268
Department of Education Direct Award

Questioned Costs: $0

Condition: The College sent out Direct Loan notification letters that only gave the students 14 days to cancel their loans when the cancellation period is required to be 30 days. There was an instance where the College did not send out a direct loan notification email to a student as required. There was one instance where the post-withdrawal disbursement was calculated correctly but paid out before the federal funds letter was returned by the student authorizing the payment of this disbursement.

Criteria: Per the Student Financial Assistance Program Compliance Supplement, May, 2024, the Special Test compliance requirements "Disbursements to or on Behalf of Students" and "Return of Title IV Funds", the College has many requirements pertaining to disbursement of Student Financial Assistance. The College must provide timely notification to the students of the date, amount, right to cancel, and the cancelation procedures. Also, for post-withdrawal disbursements, the College is required to provide notification of the post• withdrawal disbursement to the student or parent and that the post-withdrawal disbursement was made according to the student or parent's instructions.

Cause: For the first issue noted in the condition, the College was not aware of the 30-day cancelation period. The second two issues noted in the condition were due to isolated human error.

Effect: The College was not in compliance with all the disbursement requirements under Special Tests.

Recommendation: We recommend the College implement internal control procedures to ensure that all Student Financial Assistance is paid according to the required disbursement rules.

View of Responsible Officials: Management acknowledges the finding and has prepared a corrective action plan.

Anticipated Date of Completion: June 30, 2025

CORRECTIVE ACTION PLAN:

At Lewis & Clark, the Direct Loan acceptance process switched from affirmative confirmation to passive confirmation to stream line the student loan process for students. For loans accepted via affirmative confirmation, the loan notification must be sent no earlier than 30 days before and no later than 30 days after crediting the student's account. The student or parent has 14 days from the notification date to request the loan cancellation.

2024-001

For loans accepted via passive confirmation, the loan disbursement notification must be sent no earlier than 30 days before or 7 days after crediting the student's account. The student or parent then has 30 days from the date of the notification to request cancellation of the loan. Although the new timeline for a student to cancel a loan was reviewed prior to the process change to passive confirmation, Financial Aid neglected to update the notification letter at the time of implementation. The loan notifications now reflect the 30 days for loan cancellation. Cancellation requests of loan funds are processed promptly. Although the timeline to request a cancellation of all or a portion of a loan previously indicated a 14-day deadline, the Financial Aid office accepts most requests beyond the 14 to 30 days. However unlikely, if more than 120 days have elapsed since loan funds were disbursed, loan funds cannot be returned on the borrower's behalf.

In Spring 2024, Financial Aid established a process to send loan notifications in conjunction with weekly financial aid transmittals to ensure compliance with sending loan notifications within 7 days of crediting a student's account. A Direct Loan transmittal report (TFAR-Transmitted FA Report) is generated through Colleague (ERP Software) weekly throughout each term, and loan notifications are emailed weekly to students whose student loans are credited to their accounts during that weekly process.

To prevent Post-withdrawal disbursements of loan funds from updating and transmitting to student accounts before receipt of acceptance of post-withdrawal disbursements (PWD), upon completion of the Return of Federal Funds calculation, Financial Aid will delay updating student accounts until confirmation of acceptance within the established 14-day timeframe; this is a change from the previous practice of updating the student record and then denying the PWD until acceptance of loan funds.

Person(s) Responsible: Angela Weaver
Timing for Implementation: Immediate

Angela Weaver

Angela Weaver, Financial Aid Director
Lewis & Clark Community College

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Lewis & Clark Community College
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

Corrective Action Plans
December 13, 2024

Section III - Federal Award Findings and Questioned Costs

Finding 2024-002: Special Tests

Student Financial Aid Cluster
ALN No. 84.007; 84.033; 84.063; 84.268
Department of Education Direct A ward

Questioned Costs: $0

Condition: The College had five instances out of the twenty-five tested where a student's enrollment change was not updated within the required sixty days. The College had another instance where the student had graduated but the NSLDS records showed the student went straight from full time to withdrawn. The Department of Education never received a report of the student's graduation.

Criteria: Per the Student Financial Assistance Program Compliance Supplement, May, 2024, the Special Test compliance requirement "Enrollment Reporting", the College must accurately notify the Department of Education of changes in student enrollment information at the Campus Level and Program Level and must notify the Department of Education timely of certain changes for Direct Loan Borrowers.

Cause: This occurred due to human error as the initial enrollment submission was never sent for the Fall 2023 submission.

Effect: Even though the College was not in compliance with all the Enrollment Reporting requirements, no student direct loan repayment start dates were affected.

Recommendation: We recommend the College implement internal control procedures to ensure that all Student Financial Assistance Enrollment Reporting is done accurately and timely.

View of Responsible Officials: Management acknowledges the finding and has prepared a corrective action plan.

Anticipated Date of Completion: June 30, 2025

CORRECTIVE ACTION PLAN:

Staff transitions in Financial Aid and the Enrollment Center at the onset of the Fall 2023 term contributed to the later-than-usual submission/certification of First of Term enrollment reporting. Financial Aid and the Enrollment Center experienced staff shortages with resignations and leave. The initial fall enrollment (First of Term) was certified by the Institution and submitted to the National Student Clearinghouse (NSC) on October 18, 2024 within 60 days of the start of the term on August 21, 2023, but the National Student Loan Data Systems (NSLDS) did not receive the submission within the 60-day requirement. Although we anticipate this to be a one-time incident, to prevent any recurrence and ensure enrollment changes are reported to NSLDS within 60 days, Financial Aid provided additional staff training in the Enrollment Submission process, and Early Registration enrollment submissions will be submitted within the first week of classes with the First of Term enrollment submission sent during the third week of classes.

2024--002

Financial Aid also updated the Institution's NSLDS profile to ensure that records submitted for NSLDS Transfer Monitoring and Financial Aid History are added to the Enrollment Roster submitted to NSC.

Financial Aid and the Registrar established an updated policy to ensure that Financial Aid is informed of students who graduate after the graduation process runs each term. After that, the Registrar will report late graduations to the National Student Loan Data System (NSLDS) via the National Student Clearinghouse (NSC). Financial Aid updated the student in question's graduation status in NSLDS.

Person(s) Responsible: Angela Weaver
Timing for Implementation: Immediate

Angela Weaver

Angela Weaver, Financial Aid Director
Lewis & Clark Community College

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Lewis & Clark Community College
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

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December 13, 2024

Section III - Federal Award Findings and Questioned Costs

Finding 2024-003: Special Tests

Student Financial Aid Cluster
ALN No. 84.007; 84.033; 84.063; 84.268
Department of Education Direct Award

Questioned Costs: $0

Condition: The College's information security program included all seven required elements. However, the Design and Implementation required element included eight minimum safeguards that must be addressed within that element and those were not included in the policy.

Criteria: Per the Student Financial Assistance Program Compliance Supplement, May 2024, the Special Test compliance requirement "Gramm-Leach-Bliley Act", the College must have a written information security program that addresses seven required elements.

Cause: The College was not aware that the eight minimum safeguard elements were required to be in the written program.

Effect: The College was not in compliance with all of the Gramm-Leach-Bliley under Special Tests.

Recommendation: We recommend the College update the written program to expand the Design and Implementation section to include the required eight minimum safeguards.

View of Responsible Officials: Management acknowledges the finding and has prepared a corrective action plan.

Anticipated Date of Completion: June 30, 2025

CORRECTIVE ACTION PLAN:

The College was aware of the minimum safeguard elements required to be in the written program and has been drafting the plan and implementing the elements for quite some time; however, it is acknowledged that this undertaking is not complete. The College's Gramm-Leach-Bliley Act Action Plan and current progress in response to the rule that went in effect on May 13, 2024 is included below. The plan includes several key elements, such as designating a qualified individual to oversee the security program, conducting risk assessments, implementing safeguards, and ensuring data encryption.

There has been significant progress in some areas, such as implementing access controls and conducting security awareness training. However, some tasks remain, including conducting a written risk assessment, implementing a formal data retention policy, and creating an incident response plan. The goal is to complete and list all safeguards in the new Information Security Plan before the end of fiscal year 2025.

2024-003

GRAMM-LEACH-BLILEY ACT ACTION PLAN

Section I – Gramm-Leach-Bliley Act

The Gramm-Leach-Bliley Act (GLBA), enacted on November 12, 1999, requires institutions to protect privacy and security of non-public sensitive personal consumer information. An amendment to GLBA in 2021 on the Federal Trade Commission's Standards for Safeguarding Customer Information, or the Safeguards Rule for short, was made to keep up with modern technology. This rule is in effect starting May 13, 2024.

Section II – Safeguards Rule Requirements

The Safeguards Rule Requires the following Elements to an Information Security Plan:

1. Designation of a qualified individual to implement and supervise the information security program.
2. Conduct a Risk Assessment
3. Designing and implementation of safeguards to control risks identified in the risk assessment:
   a) Implement and Review access controls
   b) Identify your systems, information, and core processes, and maintain the information
   c) Encrypt Consumer data at rest and in transit
   d) Procedures on how the institution manages applications, in-house and/or third- party.
   e) Implementation of Multi-factor Authentication to customer information
   f) Implement a Data Retention Policy
   g) Implement a Change Management Policy to identify and address risks when modifying or adding new systems, processes, individuals/positions, or networks.
   h) Documentation of how the institution logs and monitors authorized and unauthorized user activity
4. Routinely monitor and evaluate the effectiveness of safeguards
5. Information Security Awareness and User training program
   a) Security Awareness Training for all employees
   b) Specialized training for employees conducting the information security program
   c) Verify and access effectiveness of training programs
6. Establish and monitor safeguards regarding service providers
7. Routine reviewing and revision of your Information Security Program including training, controls, policies, procedures, etc. to remain flexible against emerging threats.
8. Create a written Incident Response Plan
9. Require your Qualified Individual to report on the Information Security Plan, such as: risk assessment, risk management, service provider agreements, test results, security events and details on how personnel responded, and recommendations for change to the program.

Section III – Lewis and Clark Community College's Action Plan and Progress

Lewis and Clark Community College has been actively implementing Safeguards to protect consumer information against emerging threats. The action plan below lists where the college's progress current is at for each of the listed requirements above, respectively, and how the college plans to solve any incomplete requirements.

1. The Chief Data and Technology Officer position is the Qualified Individual.
   a) Status: Complete
   b) Plan: List the CDTO as the Qualified Individual in the new Information Security Plan
2. The college has not conducted a written Risk Assessment.
   a) Status: Incomplete
   b) Plan: The college has an active high-priority project to conduct a risk assessment to identify all potential risks to the institution to create a written, documented, assessment.
3. Designing and implementation of safeguards to control risks identified in the risk assessment:
   a) The college currently implements access controls to prevent unauthorized access.
      i) Status: Complete
      ii) Plan: Document the access controls in the new Information Security Plan.
   b) The college has a rudimentary inventory system and is in the process of upgrading their IT inventory management system to a purchased ITAM (Information Security Asset Management) system.
      i) Status: Incomplete

ii) Plan: Finish implementation of the chosen ITAM system and document how it will be managed.

c) The college has encryption implemented to critical systems containing consumer information at rest and has network encryption requirements implemented.
   i) Status: Incomplete, implemented but not documented
   ii) Plan: Written documentation in the form of a Policy or Document is required

d) The college does not produce software in-house. There is no formal written evaluation procedures on how third-party applications are assessed.
   i) Status: Incomplete
   ii) Plan: To write a section in the new Information Security Plan on how the college evaluates the security of a third-party application.

e) The college has partially implemented Multi-Factor Authentication (MFA) to their systems. All email systems and just employee AD FS logins require MFA currently.
   i) Status: Incomplete
   ii) Plan: There is currently a listed project for the implementation of MFA to Self- Service, and our Colleague system, and a plan to retire the Blazernet.lc.edu system. As an additional mitigation, Colleague (institutional consumer information) is currently only accessible on-campus.

f) The college does not have a formal written Data Retention Policy.
   i) Status: Incomplete
   ii) Plan: To use the information gathered by the previous Data Retention Policy Mover Team in early 2023 to collaborate with a contractor to finish the policy before the next fiscal year.

g) The college does not have a written Change Management Policy.
   i) Status: Incomplete
   ii) Plan: To implement a change management policy that includes identifying and addressing any potential risks when modifying or adding new systems, processes, individuals/positions, or networks.

h) The college does monitor and track user logs such as all logins to campus systems, and the information security personnel routinely monitors the logs to search for any suspicious activity, but the procedure is not written.
   i) Status: Incomplete
   ii) Plan: To write the procedure of how logs are monitored, user data is tracked and include it in the new Information Security Plan.

4. The college has a documented external penetration test for the previous fiscal year, a documented internal vulnerability assessment from the previous fiscal year, documented reoccurring simulated phishing campaigns to test the effectiveness of the awareness and user training campaigns, documented physical flash drive drop tests in employee-only locations to test the effectiveness of awareness and user training, documented routine updates to all end-user systems to mitigate vulnerabilities, and the upcoming purchase of an ITAM that includes live vulnerability management to mitigate vulnerabilities.
   a) Status: Complete
   b) Plan: To include the requirements of testing effectiveness on the new Information Security Plan

5. The college currently has implemented regular information security awareness and user training for all employees of the college.
   a) The college utilizes a third-party application for awareness and user training programs at least once per year or more.
      i) Status: Complete
      ii) Plan: To include information regarding the awareness and user training campaigns in the new Information Security Plan.
   b) The Information Security Analyst has been provided at least yearly conferences to stay current with new data and trends presented. The Information Security Analyst also reads information security news and updates on a weekly basis to keep current with emerging threats and vulnerabilities.
      i) Status: Complete
      ii) Plan: To include information regarding the special training in the new Information Security Plan.
   c) The documented simulated phishing campaigns, flash drive drop tests, and the Security Awareness Proficiency Assessment (SAPA) provided at the end of training campaigns to all employees is used to create future trainings to provide effective content to increase employee knowledge of information security best practices.
      i) Status: Complete
      ii) Plan: To include information regarding how the tests and assessment affect and change future campaigns in the new Information Security Plan.

6. The college currently has an enacted technology purchasing policy that allows for the Information Technology department to review and evaluate any technology purchase or requisition first before agreeing to partner with another provider.
   a) Status: Complete

b) Plan: To outline the purchasing policy in the new Information Security Plan

7. The college is currently creating a Routine Review Plan to document and keep track of policies, procedures, documents, access controls, agreements, and training programs that are to be routinely reviewed and revised to ensure all Information Technology
documentation stays up to date.
   a) Status: Incomplete
   b) Plan: To list and outline the routine review plan in the New Information Security Plan once it is complete. It is currently in the process of being drafted and is on the college's project list.
8. The college does not have a written Incident Response Plan.
   a) Status: Incomplete
   b) Plan: To collaborate with a contractor to create and complete the plan before the next fiscal year.
9. The college's Qualified Individual does not currently routinely report on the current Information Security Plan.
   a) Status: Incomplete
   b) Plan: To layout in the Information Security Plan for the Qualified Individual to report to the Board of Trustees' at least yearly regarding risk assessment, risk management, service provider agreements, test results, security events and details on how personnel responded, and recommendations for change to the information security program.

Section IV – Information Security Plan Schedule
All safeguards listed above are planned on completion and to be listed in the new Information Security Plan before the beginning of the new fiscal year starting on July 1st, 2025. The Information Security Plan and any newly created policies will be listed on the lc.edu website once completed. This action plan is to ensure that Lewis & Clark Community College becomes in compliance with GLBA to ensure the safety of consumer information.

----- End of Document-----

Person(s) Responsible: Ron Wall, Chief Data and Technology Officer
Timing for Implementation: Full Implementation expected by June 30, 2025

Angela L Weaver

Angela Weaver, Financial Aid Director
Lewis & Clark Community College

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December 13, 2024

CORRECTIVE ACTION PLAN FOR CURRENT YEAR FINDINGS

Finding 2024-004: Period of Performance

Corrective Action Plan:

During fiscal year 2024, the College had two grant awards with Natural Resources Conservation Services (NRCS). The first grant award was from September 1, 2022 through August 31, 2023. The second grant award was from the date of final contract signature which was September 29, 2023 through September 21, 2028. Due to the gap period between contracts, the September 2023 NRCS general ledger was cleared of any expenses. A grant program staff member attended a training in August 2023 and submitted for travel reimbursement in October 2023. Grant program staff members attended a conference in September 2023 and the registration fees were paid in October 2023. The travel reimbursement, conference registration fees and corresponding indirect costs were included in the October 2023 financial report submitted to NRCS for reimbursement. Once the error was discovered, the expenses were removed from the NRCS general ledger and charged to an appropriate account. An adjustment was made to reduce the expenses on the October 2024 financial report submitted to NRCS.

The college recognizes the importance of proper reporting for financial reports and reimbursement requests and that those reports should only include costs that are incurred during the grant period. The grant finance team will work with grant program staff to implement a schedule that will help to ensure that goods, services and travel are completed during the grant term, that invoices are submitted in a timely manner and prior to grant end, and when possible, payment will be made for said items prior to the end of the grant term. The grant finance team will review expenses incurred during the grant term and immediately following the grant term to confirm expenses are being reported in the correct period for financial reporting and reimbursement requests.

Person(s) Responsible: Carrie Patton, Jen Evans
Timing for Implementation: Immediate

Mary Schulte

Mary Schulte, Vice President of Finance
Lewis & Clark Community College

Lewis & Clark Community College
Summary Schedule of Prior Year Audit Findings
Year Ended June 30, 2024

Reference Number	Summary of Finding	Status
2023-001	For the COVID-19 Education Stabilization Fund - Higher Education Emergency Relief Fund (HEERF), the College did not submit its December 31, 2022 quarterly reports for the Student Aid and Institutional within the 10 day deadline after the quarter ends.	Not a current year finding