

Annual Comprehensive Financial Report

Fiscal Year 2024 July 1, 2023 - June 30, 2024



Rock Valley College

Illinois Community College • District 511 • Rockford, IL
Prepared by RVC Financial Services

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE
DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

For the Years Ended
June 30, 2024 and 2023

Prepared by

Financial Services Department

Ellen Olson
Vice President of Finance, Chief Financial Officer

Lori Mack
Executive Director of Financial Services

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
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ROCKFORD, ILLINOIS
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ROCKFORD, ILLINOIS
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INTRODUCTORY SECTION

RVC Administration/Principal Officials

Dr. Howard Spearman, President/Chief Executive Officer (CEO)

Richard Jenks, Vice President of Operations/Chief Operating Officer (COO)

Amanda Smith, Vice President of Academic Affairs/Chief Academic Officer (CAO)

Dr. Patrick Peyer, Vice President of Student Affairs (CSSO)

James Handley, Vice President of Human Resources/Chief Human Resources Officer (CHRO)

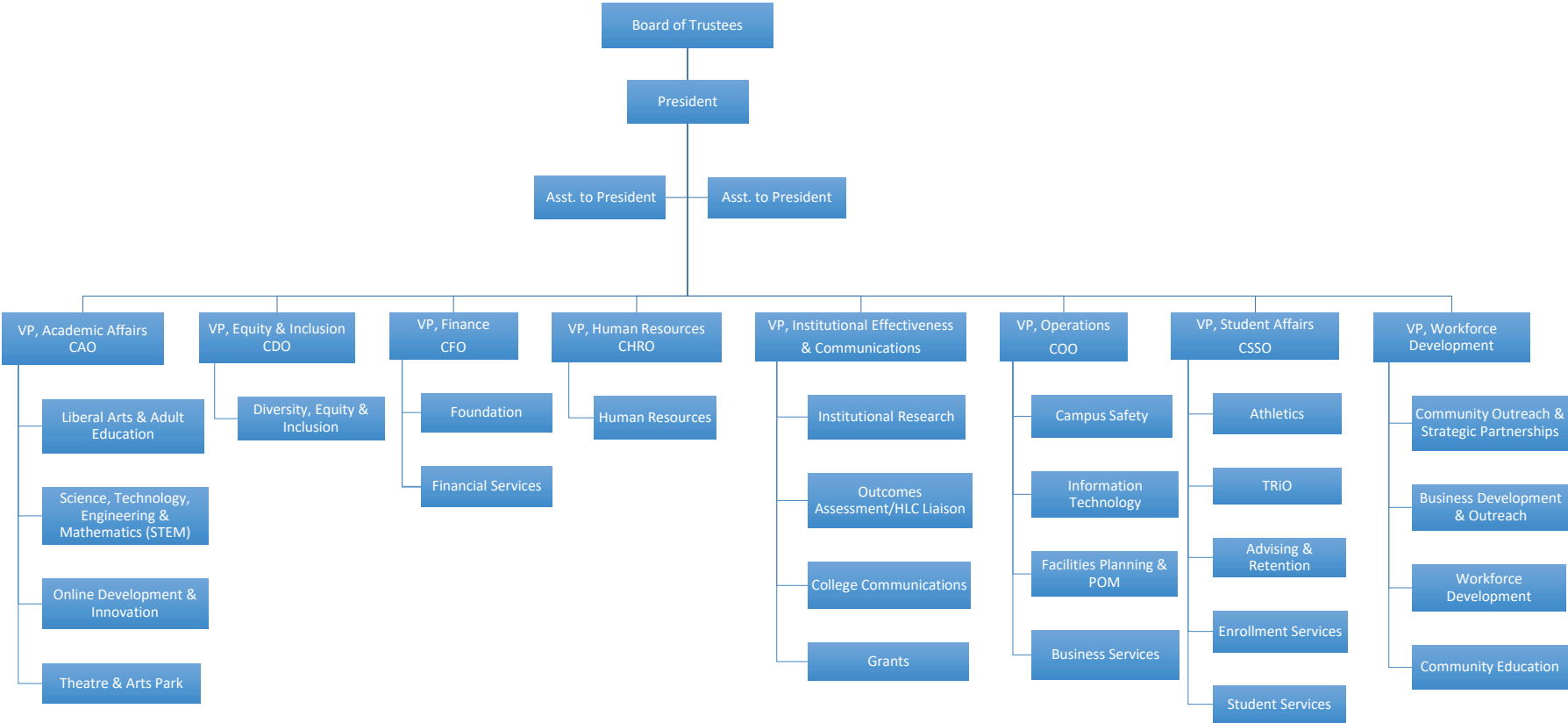
Heather Snider, Vice President of Institutional Effectiveness & Communications

Keith Barnes, Vice President of Equity & Inclusion/Chief Diversity Officer (CDO)

Ellen Olson, Vice President and Chief Financial Officer (CFO)

Dr. Hansen Stewart, Vice President of Industry Partnership and Community Engagement

Rock Valley College Organizational Chart





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Rock Valley College
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO

November 1, 2024

To the Members of the Board of Trustees of Rock Valley College and to the
Citizens of Community College District Number 511:

Illinois Community College Board (ICCB) and Illinois Compiled Statute require all community colleges to submit and publish audited financial statements. The Annual Comprehensive Financial Report of Rock Valley College, Illinois Community College District Number 511 (College), for the fiscal year ended June 30, 2024, is hereby submitted. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and changes in financial position of the College, based upon a comprehensive framework of internal controls that have been established. All disclosures necessary to enable the reader to gain an understanding of the College's financial activities have been included. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management of the College.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Rock Valley College for its annual comprehensive financial report for the fiscal year ended June 30, 2023. This award was the 17th consecutive year the College has achieved this prestigious award. To be awarded a Certificate of Achievement, the College must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is only valid for a period of one year. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements; we are submitting it to the GFOA to determine its eligibility for another certificate.

Sikich LLP, Certified Public Accountants, have issued an unmodified "clean" opinion on the College's financial statements for the years ended June 30, 2024 and June 30, 2023. The independent auditor's report for June 30, 2024 is located at the front of the financial section of this report.

Management of the College is responsible for establishing and maintaining internal controls designed to ensure that the assets of the College are protected from loss, theft or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits require estimates and judgments by management.

Management's discussion and analysis (MD&A) immediately follows the independent auditors report and provides a narrative introduction, overview, and analysis of the basic financial

statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the College

The College was established in 1964 through a district-wide referendum after a two-year study established the need for a community college. The College's district is comprised of all Winnebago County, most of Boone County and parts of Stephenson, Ogle, McHenry, and DeKalb counties. The College's main campus is located on a 217-acre tract of land at Mulford and Spring Brook roads in Northeast Rockford. In addition to the main campus, the College operates programs at six owned and leased off-campus locations: Stenstrom Center for Career Education - home to Automotive Service Technology ; Advanced Technology Center – home the several technical programs and Truck Driver Training; Bell School Center - which houses the College's Center for Learning and Retirement; Aviation Career Education Center at Chicago Rockford International Airport; North Main Street – employment assistance programs; and RVC Downtown – a site that provides Adult Education and general course offerings. The College holds Continuing Education classes at more than 50 sites throughout the district. Since opening for classes in 1965, the College has grown from a small community college with 35 faculty members and 1,100 students to an institution of 117 full-time faculty members, 205 part-time lecturers and more than 9,000 students. The College operates under the leadership of the Board of Trustees. The Board of Trustees consists of seven elected officials, all of whom are elected on a non-partisan basis, and one student trustee. The Board of Trustees is the policy making and legislative authority for the College.

The Rock Valley College Foundation (Foundation), established in 1979, is a 501(c)(3) non-profit corporation responsible for encouraging and administering private gifts to enhance the College's ability to serve the public. The Foundation is considered a component unit of the College and the Foundation's financial statements are included in this financial report following the College's financial statements.

Local Economy

Changes in the local economy have an impact on the College's organization, productivity, facilities, and fiscal capability. Factors impacting efforts to assist the region in sustaining strong economic growth:

- A leading manufacturing center, our existing manufacturers range from micro-machining to chemical production. The region produces over \$18 billion dollars of goods and services. The current unemployment rate is roughly 6.6 percent, a slight increase from 6.2 percent the previous year. The region continues to encourage entrepreneurship as well as raising educational levels to prepare people for new jobs in the future. Some of those jobs may be in green construction and alternative energy. Additionally, as the local aerospace industry continues to grow and demand a skilled workforce, the need for developing engineering talent has become a greater priority. Local area businesses are encouraging degree attainment for the benefit of the individual, the company and the entire region. Rock Valley College is a key component in the collaboration among businesses and education to make certain the region can provide skilled workforce.

- Rock Valley College provides insight and support to help K-12 districts develop curricula to best prepare graduates for college-level work. We also assist local high schools with career-specific critical skills for students who have a particular subject or job interest beyond high school. For those students interested in health care, manufacturing or automotive technology, for example, there are opportunities to begin targeted classes while still in high school. These partnerships with the K-12 districts address critical skills shortages in healthcare and manufacturing.

Long-Term Financial Planning

The College prepares a financial planning model to ensure the budget is completed in a timely and efficient manner; currently quarterly financial reporting demonstrates the College is maintaining a balanced operating position. The College is required to prepare an annual budget that must be adopted by the Board of Trustees within or before the end of the first quarter of each fiscal year. The annual budget serves as the foundation for the College's financial planning and controls.

Major Initiatives

The College's 2022-2027 Strategic Plan is supported by four pillars, each with 2-3 strategic goals:

- Access: Provide district residents with improved accessibility to college, training, and careers.
 - Strategic Goal 1: Provide district residents with improved accessibility to credit programs and certificates.
 - Strategic Goal 2: Provide district residents with improved accessibility to non-credit programs, certificates, and training.
- Exceptional Educational Opportunities: Provide high-quality certificates, degrees, and co-curricular programs to meet district/community and regional needs and improve student success.
 - Strategic Goal 1 (Academic Plan): Ensure high-quality and relevant certificate, degree, and co-curricular programs.
 - Strategic Goal 2 (Academic Plan; Strategic Enrollment Management Plan): Improve student readiness, academic success, and sense of belonging.
- Exceptional Training Opportunities: Provide high-quality training and professional development to align to college, district/community, and regional needs and where employees and learners can make progress towards their educational and career goals.
 - Strategic Goal 1 (Workforce Development Plan): Increase the number of grants, scholarships, and endowments to support students enrolled in credit and non-credit programs that meet the regional workforce's need for skilled employees.
 - Strategic Goal 2 (Professional Development Plan): Provide high-quality training and professional development to improve human performance and bridge the gap between college needs and employees' educational and career goals.

- Diversity, Equity, and Inclusion: Create and sustain a diverse, equitable, and inclusive campus that improves campus culture, promotes accountability for the campus DEI effort, and increases the cultural competence of all employees, learners, and other stakeholder groups.
 - Strategic Goal 1 (DEI Plan): Improve the campus culture by establishing cultural competence, trust, and a sense of belonging among employees and learners.
 - Strategic Goal 2 (DEI Plan): Close equity gaps so that students from diverse racial, gender, and socioeconomic backgrounds can access and achieve their academic and career goals.
 - Strategic Goal 3 (DEI Plan): Employ a culturally competent workforce that reflects student and community demographics.

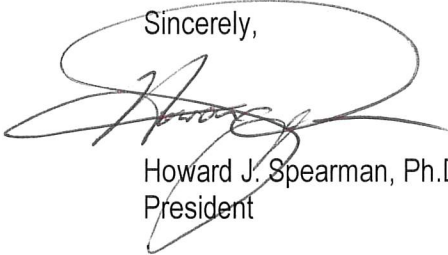
These strategic goals are further supported by actions within the Strategic Enrollment Management Plan, Academic Plan, Information Technology Plan, and Professional Development Plan.

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

Acknowledgements

The preparation of this report in a timely manner would not have been possible without the dedicated service of the entire staff of the Financial Services department and especially the assistance of Accounting Services staff. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

Sincerely,



Howard J. Spearman, Ph.D.,
President



Ellen Olson,
Vice President & Chief Financial Officer

FINANCIAL SECTION

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630.566.8400

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Rock Valley College
Illinois Community College
District Number 511
Rockford, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities of Rock Valley College - Illinois Community College District Number 511 (the College) and the discretely presented component unit, Rock Valley College Foundation (the Foundation), as of and for the year ended June 30, 2024, and the related notes to financial statements, which collectively comprise the College's basic financial statements as listed in the accompanying table of contents.

In our opinion, the basic financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the business type activities of Rock Valley College - Illinois Community College District Number 511 and the discretely presented component unit, Rock Valley College Foundation as of June 30, 2024, and the respective changes in financial position and its cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

The basic financial statements of the College as of and for the year ended June 30, 2023 were audited by Sikich LLP, whose report dated November 3, 2023, expressed unmodified opinions on those basic financial statements. Effective as of April 30, 2024, Sikich LLP reorganized and transferred its attest practice to Sikich CPA LLC, a Virginia limited liability company.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Other Matters

Required Supplementary Information

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

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

Supplementary Information

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 1, 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.

Sikich CPA LLC

Naperville, Illinois
November 1, 2024

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**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
Rock Valley College
District Number 511
Rockford, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and the discretely presented component unit of Rock Valley College - Illinois Community College District No. 511 (the College) as of and for the year ended June 30, 2024, and the related notes to financial statements, which collectively comprise of the College’s basic financial statements, and have issued our report thereon dated November 1, 2024. The financial statements of Rock Valley College Foundation were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with Rock Valley 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 opinion 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 a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

Sikich CPA LLC

Naperville, Illinois
November 1, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Management's Discussion and Analysis:

This section of Rock Valley College's Annual Comprehensive Financial Report presents management's discussion and analysis of the College's financial performance during the fiscal years ended June 30, 2024, 2023, and 2022 and is designed to focus on current activities. Therefore, please read this MD&A in conjunction with the accompanying transmittal letter, the College's basic financial statements and the footnotes. Certain comparative information between the current year and the prior year is required to be presented in the MD&A. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the College. The enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and changes in financial position of the College. All disclosures necessary to enable the reader to gain an understanding of the College's financial activities have been included.

Using This Annual Report:

The financial statements focus on the College as a whole. The college's financial statements are designed to emulate corporate presentation models whereby the 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. This financial statement combines and consolidates current financial resources (short-term unrestricted resources) with capital assets and long-term liabilities. The Statement of Revenues, Expenses and Changes in Net Position focuses on operating revenue, operating expenses by function, and non-operating revenue/expenses which are supported mainly by tuition and fees, property taxes, state, federal and other revenues. This approach is intended to summarize and simplify the user's analysis of cost related to college services to students and the public.

The remainder of the MD&A highlights the structure and contents of the primary government's financial statement. For detailed information pertaining to the Foundation (the College's discretely presented component unit), refer to the separately issued Foundation financial statements for the year ended June 30, 2024.

Comparative Analysis of Net Position – Fiscal Years 2024 and 2023

	Net Position As of June 30		Increase (Decrease)	Percent Change
	2024	2023		
Current assets	\$ 151,427,528	\$ 138,811,867	\$ 12,615,661	9.1
Noncurrent assets				
Capital assets	264,845,571	268,770,883	(3,925,312)	(1.5)
Less accumulated depreciation and accumulated amortization	(160,363,702)	(160,851,900)	488,198	(0.3)
Other noncurrent assets	1,656,978	1,709,974	(52,996)	(3.1)
Total assets	<u>257,566,375</u>	<u>248,440,824</u>	<u>9,125,551</u>	<u>3.7</u>
Deferred outflows of resources	3,109,021	2,556,052	552,969	21.6
Total assets and deferred outflows of resources	<u>260,675,396</u>	<u>250,996,876</u>	<u>9,678,520</u>	<u>3.9</u>
Current liabilities	34,276,195	31,421,258	2,854,937	9.1
Noncurrent liabilities	36,738,634	48,025,555	(11,286,921)	(23.5)
Total liabilities	<u>71,014,829</u>	<u>79,446,813</u>	<u>(8,431,984)</u>	<u>(10.6)</u>
Deferred inflows of resources	37,228,956	40,491,036	(3,262,080)	(8.1)
Total liabilities and deferred inflows of resources	<u>108,243,785</u>	<u>119,937,849</u>	<u>(11,694,064)</u>	<u>(9.8)</u>
Net position				
Net investment in capital assets	67,531,968	61,700,714	5,831,254	9.5
Restricted	19,430,484	11,855,893	7,574,591	63.9
Unrestricted	65,469,159	57,502,420	7,966,739	13.9
Total net position	<u>\$ 152,431,611</u>	<u>\$ 131,059,027</u>	<u>\$ 21,372,584</u>	<u>16.3</u>

This schedule is prepared from the College's Statement of Net Position (pages 5-6) which is presented on an accrual basis of accounting and the economic resources measurement focus whereby assets are capitalized and depreciated.

The College's total net position at June 30, 2024, increased from \$131,059,027 to \$152,431,611, an increase of approximately 16.3 percent. This is due to increases in net investment in capital assets, restricted and unrestricted capital during the year.

In fiscal year 2024, the College's total assets and deferred outflows of resources increased by \$9,678,520 to \$260,675,396. Current assets also increased from \$138,811,867 to \$151,427,528. The increase in current assets is predominately due to increases in cash and cash equivalents by \$8,379,258, investments by \$2,652,970. The increase was partially offset by a decrease in Accounts, net of allowance for uncollectable balances of \$2,029,523. Noncurrent assets decreased from \$109,628,781 to \$106,138,847 due to a net decrease in capital assets resulting from the sale of the Stenstrom Center for Career Education building being sold to a local K-12 school district, offset by the addition of capital assets during the year.

Total liabilities and deferred inflows of resources decreased from \$119,937,849 to \$108,243,785. Current liabilities increased \$2,854,937 which is attributed to increases in accounts payable \$1,015,615 and unearned grant revenue of \$1,212,424. Noncurrent liabilities decreased \$11,286,921 which is due to a decrease of \$11,376,553 in bonds payable.

Comparative Analysis of Net Position – Fiscal Years 2023 and 2022

	Net Position As of June 30		Increase (Decrease)	Percent Change
	2023	2022		
Current assets	\$ 138,811,867	\$ 127,301,344	\$ 11,510,523	9.0
Noncurrent assets				
Capital assets	268,770,883	265,135,049	3,635,834	1.4
Less accumulated depreciation and accumultaed amortization	(160,851,900)	(153,877,199)	(6,974,701)	4.5
Other noncurrent assets	1,709,974	1,761,931	(51,957)	(2.9)
Total assets	248,440,824	240,321,125	8,119,699	3.4
Deferred outflows of resources	2,556,052	3,288,771	(732,719)	(22.3)
Total assets and deferred outflows of resources	250,996,876	243,609,896	7,386,980	3.0
Current liabilities	31,421,258	28,107,328	3,313,930	11.8
Noncurrent liabilities	48,025,555	79,878,089	(31,852,534)	(39.9)
Total liabilities	79,446,813	107,985,417	(28,538,604)	(26.4)
Deferred inflows of resources	40,491,036	28,536,211	11,954,825	41.9
Total liabilities and deferred inflows of resources	119,937,849	136,521,628	(16,583,779)	(12.1)
Net position				
Net investment in capital assets	61,700,714	53,072,597	8,628,117	16.3
Restricted	11,855,893	12,392,948	(537,055)	(4.3)
Unrestricted	57,502,420	41,622,723	15,879,697	38.2
Total net position	\$ 131,059,027	\$ 107,088,268	\$ 23,970,759	22.4

The College's total net position at June 30, 2023, increased from \$107,088,268 to \$131,059,027, an increase of approximately 22.4 percent. This is directly related to an increase in unrestricted capital during the year.

In fiscal year 2023, the College's total assets and deferred outflows of resources increased by \$7,386,980 to \$250,996,876. Current assets also increased from \$127,301,344 to \$138,811,867. The increase in current assets is due to increases in investments, which was offset by a decrease to cash and cash equivalents due to a transfer from cash and cash equivalents to investments during fiscal year 2023. The net increase of cash and cash equivalents and investments was due to the final receipt of grant funds for HEERF, and other grants. Accounts, net allowance for uncollectable balances increased by \$2,102,052. Noncurrent assets decreased from \$113,019,781 to \$109,628,957 due to a decrease due to the net value of assets being depreciated offset in part by an increase due to the addition of capital assets during the year.

Total liabilities and deferred inflows of resources decreased from \$136,521,628 to \$119,937,849. Current liabilities increased \$3,313,930 which is attributed to an increase in the current portion of bonds payable of \$4,950,212, partially offset by a decrease in accounts payable of approximately \$662,721 and unearned revenue of \$1,127,704. Noncurrent liabilities decreased \$31,852,534 which is due to a decrease of \$16,181,553 in bonds payable and a decrease of \$14,799,427 in the OPEB liability.

Fiscal Years 2024 and 2023 Financial Highlights:

	June 30		Increase (Decrease)	Percent Change
	2024	2023		
Operating revenues	\$ 19,457,178	\$ 18,607,227	\$ 849,951	4.6
Non-operating revenues	80,378,979	82,590,089	(2,211,110)	(2.7)
Total revenues	<u>99,836,157</u>	<u>101,197,316</u>	<u>(1,361,159)</u>	<u>(1.3)</u>
Operating expenses	77,583,692	75,676,713	1,906,979	2.5
Non-operating expenses	1,308,050	1,557,042	(248,992)	(16.0)
Total expenses	<u>78,891,742</u>	<u>77,233,755</u>	<u>1,657,987</u>	<u>2.1</u>
Income before capital contributions	20,944,415	23,963,561	(3,019,146)	(12.6)
Capital contributions	428,169	7,198	420,971	5,848.4
Change in net position	<u>21,372,584</u>	<u>23,970,759</u>	<u>(2,598,175)</u>	<u>(10.8)</u>
Net position, beginning of year	<u>131,059,027</u>	<u>107,088,268</u>	<u>23,970,759</u>	<u>22.4</u>
Net position, end of year	<u>\$ 152,431,611</u>	<u>\$ 131,059,027</u>	<u>\$ 21,372,584</u>	<u>16.3</u>

Total revenues decreased \$1,361,159, a decrease of approximately 1.3 percent. Operating revenues increased \$849,951, an increase of 4.6 percent. Operating revenues increased due to an increase in student tuition and fees, net of scholarship allowance of \$508,441, sales and service fees of approximately \$172,264 and other operating revenues of \$170,793. Non-operating revenues decreased \$2,211,110, a decrease of 2.7 percent. This decrease is attributed to a decrease in Federal grants and contracts of \$7,193,210 related to the final recognition of revenue of Higher Education Emergency Relief Fund ("HEERF") in fiscal year 2023 that did not reoccur in fiscal year 2024. The decrease in Federal grant and contracts was partially offset by an increase in local property taxes of \$2,914,726 and State grants and contracts of \$2,617,424 due to increases in local property taxes of approximately \$2,368,915, state grants and contracts of \$2,796,149.

Total expenses increased \$1,657,987, an increase of approximately 2.1 percent. Operating expense increased \$1,906,979, primarily due to an increase in salaries of approximately \$2,822,336, employee benefits of approximately \$1,525,186 and an increase in capital outlay of \$1,255,158 due to the improvement to the parking lot, roof and heating and ventilation system at the Advanced Technology Center. The increases were offset in part by a decrease in other expenses of approximately \$5,021,628 related to the reduction in HEERF expenditures for both the student and institutional portions. Non-operating expenses had a decrease of \$248,992 which is attributable to a decrease in interest on debt related to capital assets.

In general, the ending net position for fiscal year 2024 increased \$21,372,584. Details for revenues and operating expenses are covered in more detail in the subsequent sections.

Fiscal Years 2023 and 2022 Financial Highlights:

	June 30		Increase (Decrease)	Percent Change
	2023	2022		
Operating revenues	\$ 18,607,227	\$ 16,632,788	\$ 1,974,439	11.9
Non-operating revenues	82,590,089	79,843,466	2,746,623	3.4
Total revenues	101,197,316	96,476,254	4,721,062	4.9
Operating expenses	75,676,713	84,494,455	(8,817,742)	(10.4)
Non-operating expenses	1,557,042	1,227,646	329,396	26.8
Total expenses	77,233,755	85,722,101	(8,488,346)	(9.9)
Income before capital contributions	23,963,561	10,754,153	13,209,408	122.8
Capital contributions	7,198	262,316	(255,118)	(97.3)
Change in net position	23,970,759	11,016,469	12,954,290	117.6
Net position, beginning of year	107,088,268	96,071,799	11,016,469	11.5
Change in accounting principle	-	-		
Net position, end of year	\$ 131,059,027	\$ 107,088,268	\$ 23,970,759	22.4

Total revenues increased \$4,721,062, an increase of approximately 4.9 percent. Operating revenues increased \$1,974,439, an increase of 11.9 percent. Operating revenues increased due to an increase in student tuition and fees, net of scholarship allowance of \$1,904,376 and sales and service fees of approximately \$203,145. Non-operating revenues increased \$2,746,623, an increase of 3.4 percent. This increase is attributed to increases in local property taxes of approximately \$2,368,915, state grants and contracts of \$2,796,149 and investment income of \$3,215,100 partially offset by decreases in State Appropriations (SURS on behalf and CIP on behalf) of approximately \$6,272,000.

Total expenses decreased \$8,488,346, a decrease of approximately 9.9 percent. Operating expenses decreased \$8,817,742, primarily due to a decrease in employee benefits of approximately \$9,645,338 due to a decrease in other post-employment benefits (OPEB) of \$7,803,250 and a decrease in the SURS of be-half allocation of \$2,454,166. There was also a decrease in other expenses of \$4,652,079 due to a reduction in expenditure for both the student and institutional portions of the HEERF grant funds. This was offset by increases to salaries of \$2,478,754, contractual services \$1,374,311 and fixed charges of \$2,039,233. Non-operating expenses had an increase of \$329,396 which is attributable to an increase in interest on debt related to capital assets.

In general, the ending net position for fiscal year 2023 increased \$23,970,759. Details for revenues and operating expenses are covered in more detail in the subsequent sections.

Fiscal Years 2024 and 2023 Revenues (Operating and Non-operating):

	2024		2023		Increase (Decrease)	Percent Change
	Amount	% of total	Amount	% of total		
Student tuition & fees (net)	\$ 15,480,901	15.5	\$ 14,972,460	14.8	\$ 508,441	3.4
Sales & service fees	1,446,112	1.4	1,273,848	1.3	172,264	13.5
State grants and contracts	18,203,056	18.2	15,585,632	15.4	2,617,424	16.8
Federal grants and contracts	10,873,914	10.9	18,067,124	17.9	(7,193,210)	(39.8)
State appropriations	7,806,553	7.8	8,117,466	8.0	(310,913)	(3.8)
Local property taxes	34,763,895	34.8	31,849,169	31.5	2,914,726	9.2
Personal property replacement tax	3,421,509	3.4	5,194,536	5.1	(1,773,027)	(34.1)
Investment income	4,707,338	4.7	3,213,970	3.2	1,493,368	N/A
Other	3,132,879	3.3	2,923,111	2.8	209,768	7.2
Total Revenues	\$ 99,836,157	100.0	\$ 101,197,316	100.0	\$ (1,361,159)	(1.3)

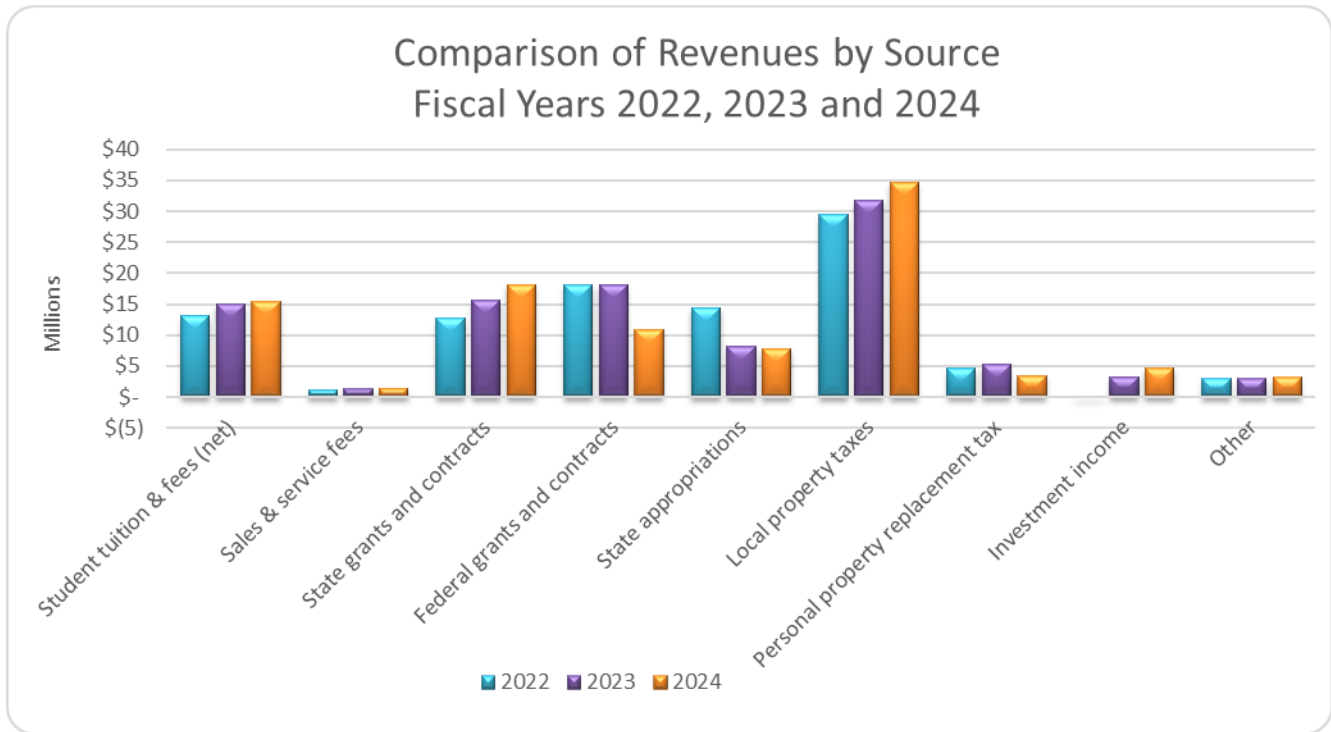
2024 Analysis of Revenues: In FY 2024, the College's total revenues decreased by \$1,361,159, a decrease of 1.3 percent. The decrease in operating revenues is primarily attributed a decrease of \$7,193,210 for federal grants and contracts which is attributed to the end of the HEERF grant revenues received in fiscal years 2021, 2022 and 2023 and the reduction in personal property replacement tax of \$1,773,027. This was offset in part by increases in student tuition & fees, net of \$508,441, state grants and contracts of \$2,617,424, local property taxes \$2,914,725 and investment income of \$1,493,368. Local Property taxes increased partially in FY 2024 due to an increase in the equalized assessed value (EAV) of properties in the district plus receipt of tax levy receipts for a full fiscal year for protection, health & safety, social security and tort which crosses levy year 2022 and levy year 2023. Investment income increased due to rising interest rates that continued through fiscal year 2024 and higher investment balances during the year

Fiscal Years 2023 and 2022 Revenues (Operating and Non-operating):

	2023		2022		Increase (Decrease)	Percent Change
	Amount	% of total	Amount	% of total		
Student tuition & fees (net)	\$ 14,972,460	14.8	\$ 13,068,084	13.5	\$ 1,904,376	14.6
Sales & service fees	1,273,848	1.3	1,070,703	1.1	203,145	19.0
State grants and contracts	15,585,632	15.4	12,789,483	13.3	2,796,149	21.9
Federal grants and contracts	18,067,124	17.9	18,142,914	18.8	(75,790)	(0.4)
State appropriations	8,117,466	8.0	14,389,445	14.9	(6,271,979)	(43.6)
Local property taxes	31,849,169	31.5	29,480,254	30.6	2,368,915	8.0
Personal property replacement tax	5,194,536	5.1	4,595,736	4.8	598,800	13.0
Investment income	3,213,970	3.2	(1,130)	-	3,215,100	N/A
Other	2,923,111	2.8	2,940,765	3.0	(17,654)	(0.6)
Total Revenues	\$ 101,197,316	100.0	\$ 96,476,254	100.0	\$ 4,721,062	4.9

2023 Analysis of Revenues: In FY 2023, the College's total revenues increased by \$4,721,062, an increase of 4.9 percent. The increase in operating revenues is primarily attributed to increases in student tuition & fees, net of \$1,904,376, state grants and contracts of \$2,796,149, local property taxes \$2,368,915 and investment income of \$3,215,100. Local Property taxes increased partially in FY 2023 due to assessing a tax levy for protection, health & safety, social security and tort for levy year 2022. Investment income increased due to rising interest rates that began late fiscal year 2022 and continued through fiscal year 2023. These increases were offset in part by a decrease in State Appropriations (SURS) of \$6,271,979

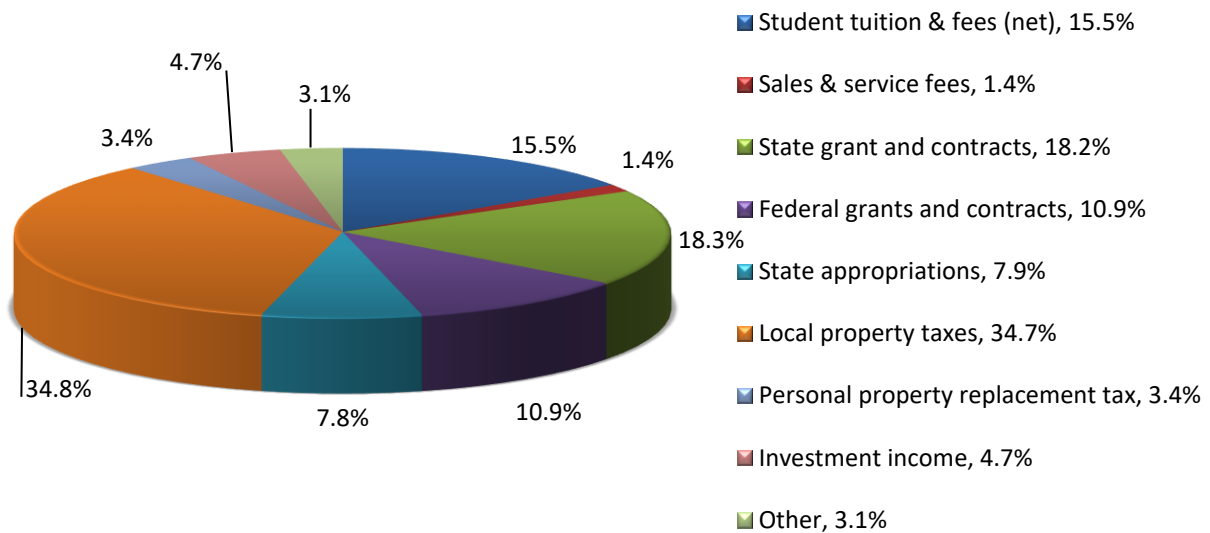
The following is a graphic illustration comparing fiscal years 2024, 2023, and 2022 revenues by source:



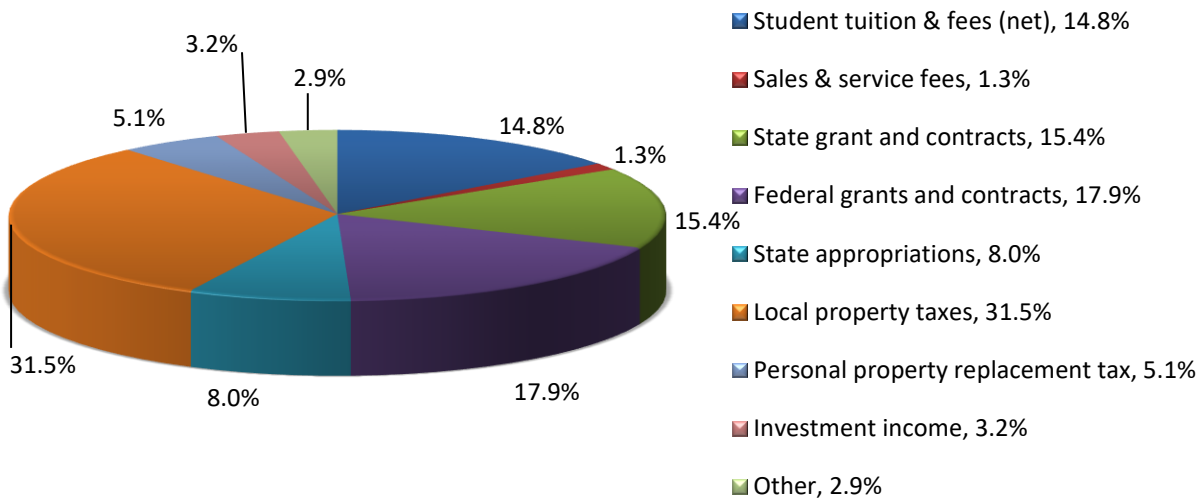
Student tuition and fees (net of scholarship allowances) increased 3.4 percent from last year, along with increases of 16.84 percent for State grants and contracts, 9.2 percent for local property taxes. This is offset by decreases of 39.8 percent for Federal grants and contracts.

The following are graphic illustrations of fiscal years 2023 and 2022 revenue by source.

Percent of 2024 Revenue by Source



Percent of 2023 Revenue by Source



Fiscal Years 2024 and 2023 Operating Expenses by Function Comparison:

	2024		2023		Increase (Decrease)	Percent Change
	Amount	% of total	Amount	% of total		
Instruction	\$ 21,063,010	27.1	\$ 19,562,649	25.9	\$ 1,500,361	7.7
Academic Support	3,538,469	4.6	3,382,100	4.5	156,369	4.6
Student Services	5,708,045	7.4	5,456,086	7.2	251,959	4.6
Public Service	8,236,282	10.6	8,008,855	10.6	227,427	2.8
Plant, Operations & Maintenance	9,053,504	11.7	6,266,497	8.3	2,787,007	44.5
Institutional Support	12,597,650	16.2	15,852,224	20.9	(3,254,574)	(20.5)
Auxiliary Services	1,747,233	2.3	1,519,294	2.0	227,939	15.0
Depreciation and Amortization	8,864,552	11.4	9,139,323	12.1	(274,771)	(3.0)
Scholarships, grants & waivers	6,774,947	8.7	6,489,685	8.5	285,262	4.4
Total Expenses by Function	\$ 77,583,692	100.0	\$ 75,676,713	100.0	\$ 1,906,979	2.5

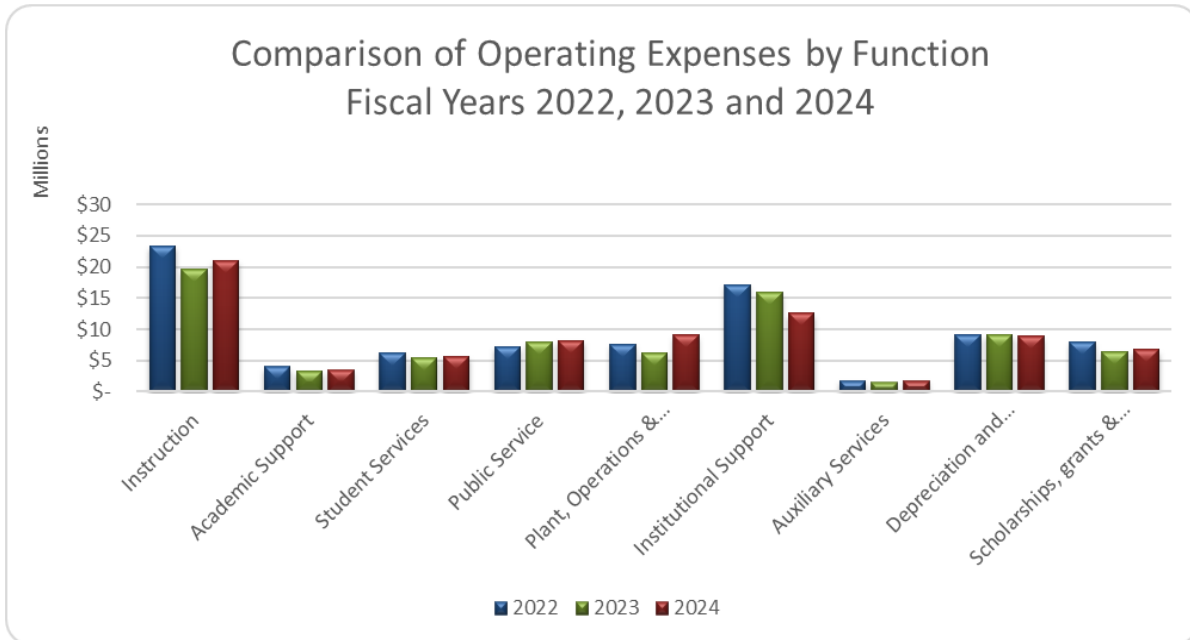
2024 Analysis of Operating Expenses by Function: The College's operating expenses by function increased approximately \$1,906,979 or 2.5 percent from the prior year. Instruction, Academic Support, Student Services, Plant Operations & Maintenance, Institutional Support and Auxiliary Services all increased due to increased salaries and general materials and supplies. Plant Operations & Maintenance also increased due to capital projects on campus. This increase was partially offset by a decrease in Institutional Support due to a decrease in expenditure of the HEERF institution allocation as HEERF funds were depleted in fiscal year 2023 by approximately \$5,841,478.

Fiscal Years 2023 and 2022 Operating Expenses by Function Comparison:

	2023		2022		Increase (Decrease)	Percent Change
	Amount	% of total	Amount	% of total		
Instruction	\$ 19,562,649	25.9	\$ 23,358,364	27.6	\$ (3,795,715)	(16.2)
Academic Support	3,382,100	4.5	4,028,560	4.8	(646,460)	(16.0)
Student Services	5,456,086	7.2	6,229,259	7.4	(773,173)	(12.4)
Public Service	8,008,855	10.6	7,252,297	8.6	756,558	10.4
Plant, Operations & Maintenance	6,266,497	8.3	7,585,003	9.0	(1,318,506)	(17.4)
Institutional Support	15,852,224	20.9	17,136,856	20.3	(1,284,632)	(7.5)
Auxiliary Services	1,519,294	2.0	1,812,617	2.1	(293,323)	(16.2)
Depreciation and Amortization	9,139,323	12.1	9,036,085	10.7	103,238	1.1
Scholarships, grants & waivers	6,489,685	8.5	8,055,414	9.5	(1,565,729)	(19.4)
Total Expenses by Function	\$ 75,676,713	100.0	\$ 84,494,455	100.0	\$ (8,817,742)	(10.4)

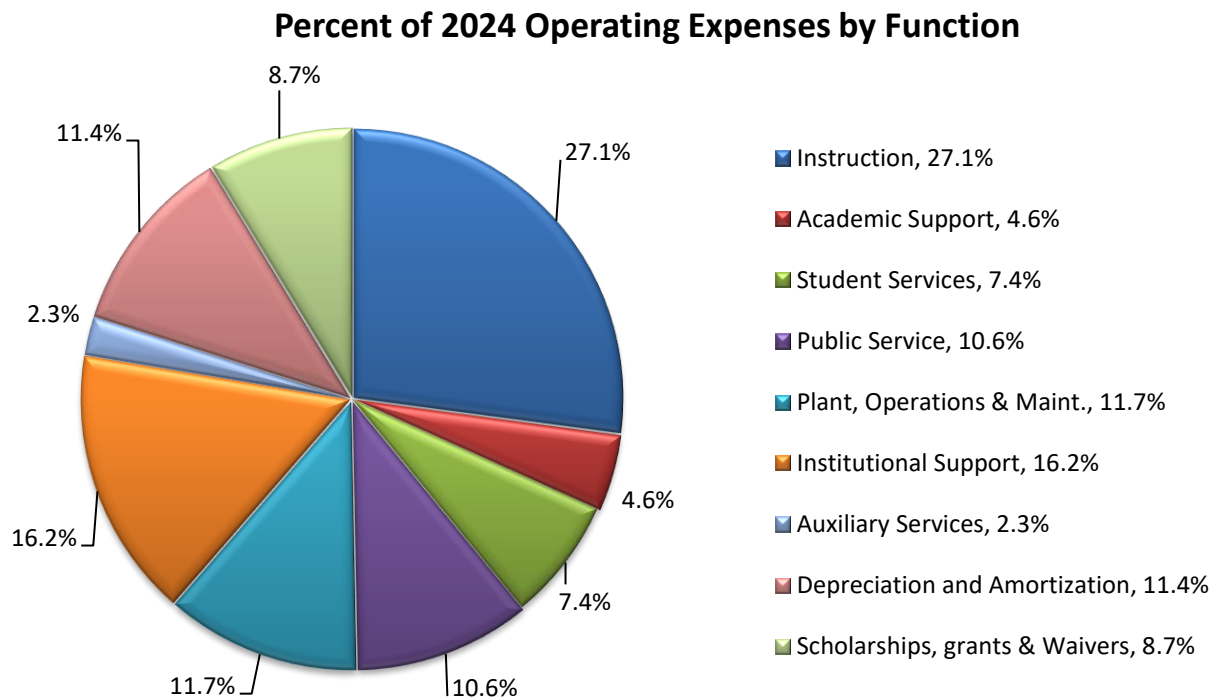
2023 Analysis of Operating Expenses by Function: The College's operating expenses by function decreased approximately \$8,817,742 or 10.4 percent from the prior year. Scholarship, grants and waivers decreased by \$1,565,729 due to the reduction in the final distribution of the HEERF student allocation. Instruction, Academic Support, Student Services, Plant Operations & Maintenance, Institutional Support and Auxiliary Services all decreased due to the allocation of the SURS on behalf and the reduction of the OPEB liability.

The following is a graphic illustration comparing fiscal years 2022, 2023, and 2024 expenses by function:

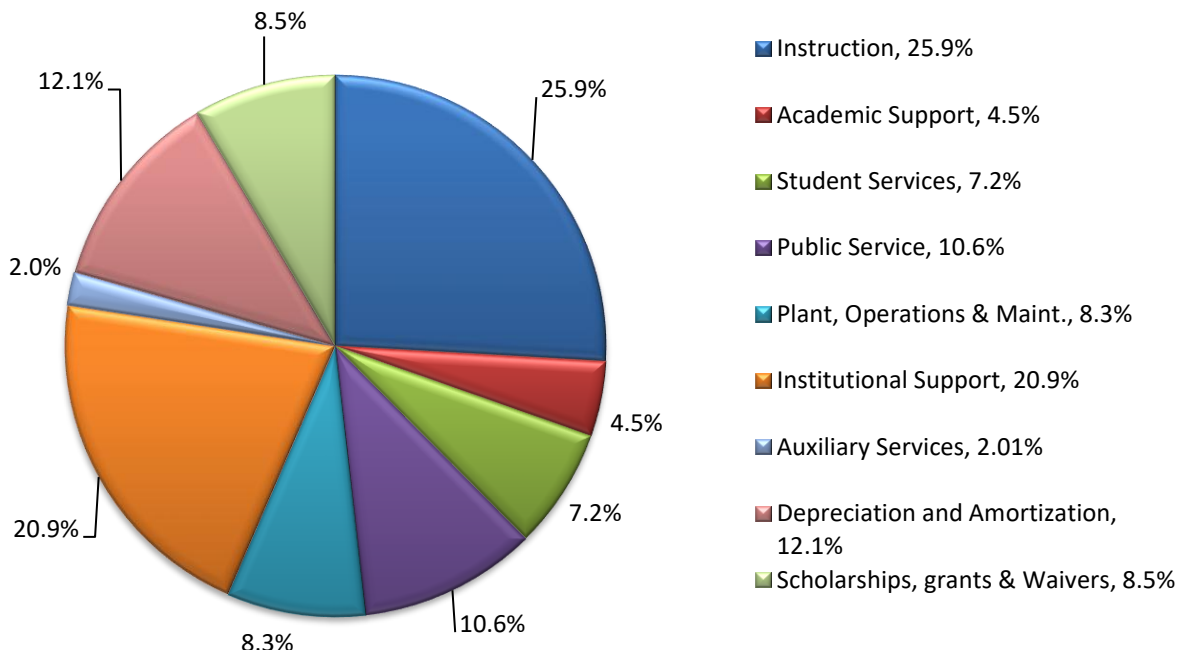


Salaries and general materials & supplies resulted in increases across all areas with the exception of depreciation and scholarships, grants & waivers. For Institutional Support, the impact of the increase was offset by a decrease in HEERF institution grant expenditures as funds were fully expensed in fiscal year 2023.

The following are graphical illustrations of fiscal years 2024 and 2023 operating expenses by function.



Percent of 2023 Operating Expenses by Function



Fiscal Years 2024 and 2023 Operating Expenses by Object:

	2024		2023		Increase (Decrease)	Percent Change
	Amount	% of total	Amount	% of total		
Salaries	\$ 34,325,375	44.2	\$ 31,470,783	41.6	\$ 2,854,592	9.1
Employee Benefits	10,926,752	14.1	11,652,668	15.4	(725,916)	(6.2)
Contractual Services	5,959,582	7.7	5,980,743	7.9	(21,161)	(0.4)
General Materials and Supplies	4,293,710	5.5	3,863,697	5.1	430,013	11.1
Travel & Conference/Meeting Expense	1,270,849	1.6	1,005,354	1.3	265,495	26.4
Fixed Charges	1,429,200	1.8	4,785,080	6.3	(3,355,880)	(70.1)
Utilities	1,963,486	2.5	1,797,194	2.4	166,292	9.3
Depreciation and Amortization	8,864,552	11.4	9,139,323	12.1	(274,771)	(3.0)
Other	8,550,186	11.2	5,981,871	7.9	2,568,315	42.9
Total Expenses by Object	\$ 77,583,692	100.0	\$ 75,676,713	100.0	\$ 1,906,979	2.5

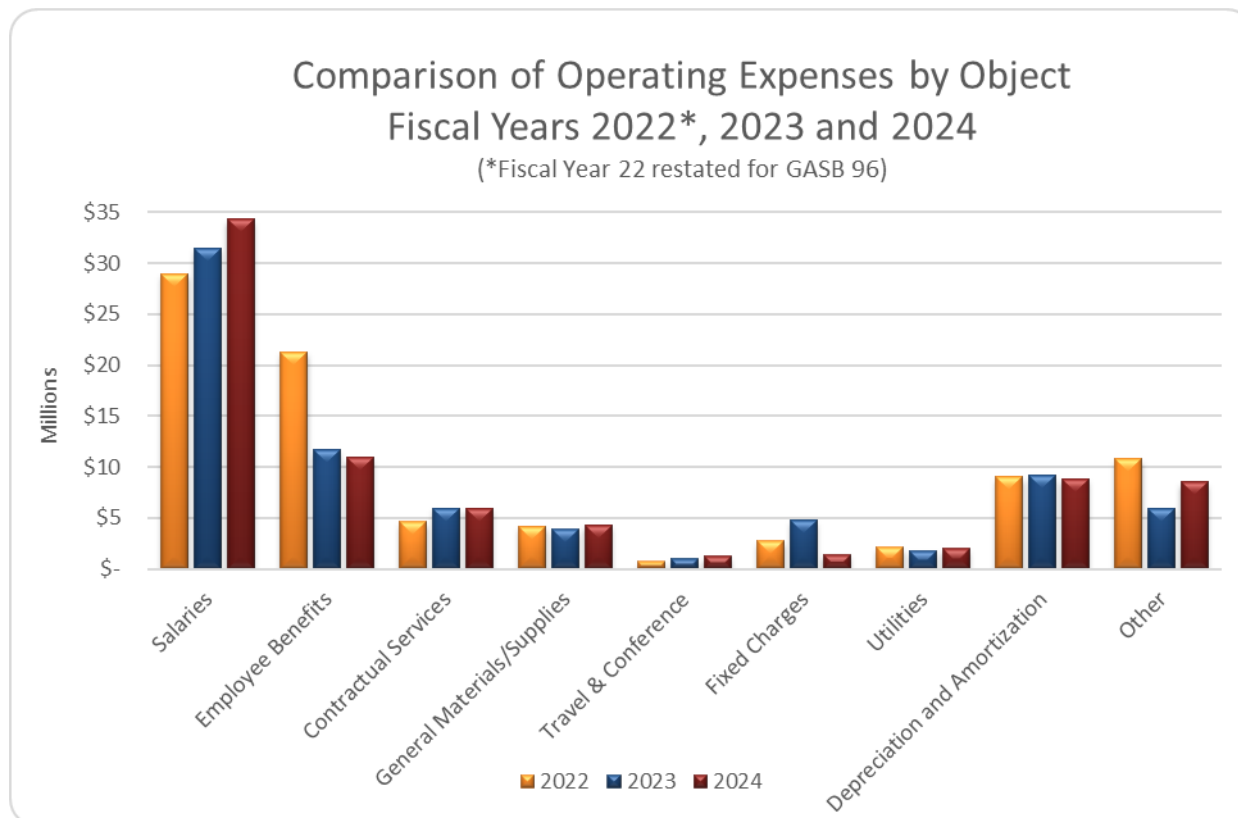
2024 Analysis of Operating Expenses by Object: Overall, the College's fiscal year operating expenses increased \$1,903,979 or 2.5 percent. Salaries increased \$2,854,592 due to annual increases, and an increase in the number of positions that are paid for by grant funding. The decrease in employee benefits of approximately \$725,916 is due to a decrease of \$699,005 in Other Postemployment Benefits (OPEB) expenses. The decrease in fixed charges of \$3,355,880 was due to a reduction in the retirement of subscription-based information technology arrangements under GASB 96. The increase of \$2,568,315 in Other Expenses is attributed to an increase in capital expenditure for campus projects.

Fiscal Years 2023 and 2022 Operating Expenses by Object:

	2023		2022		Increase (Decrease)	Percent Change
	Amount	% of total	Amount	% of total		
Salaries	\$ 31,470,783	41.6	\$ 28,992,029	34.3	\$ 2,478,754	8.5
Employee Benefits	11,652,668	15.4	21,301,006	25.2	(9,648,338)	(45.3)
Contractual Services	5,980,743	7.9	4,606,432	5.5	1,374,311	29.8
General Materials and Supplies	3,863,697	5.1	4,165,205	4.9	(301,508)	(7.2)
Travel & Conference/Meeting Expense	1,005,354	1.3	721,297	0.9	284,057	39.4
Fixed Charges	4,785,080	6.3	2,745,857	3.2	2,039,223	74.3
Utilities	1,797,194	2.4	2,144,355	2.5	(347,161)	(16.2)
Depreciation and Amortization	9,139,323	12.1	9,036,085	10.7	103,238	1.1
Other	5,981,871	7.9	10,782,189	12.8	(4,800,318)	(44.5)
Total Expenses by Object	\$ 75,676,713	100.0	\$ 84,494,455	100.0	\$ (8,817,742)	(10.4)

2023 Analysis of Operating Expenses by Object: Overall, the College's fiscal year operating expenses decreased \$8,817,742 or 10.4 percent. Salaries increased \$2,478,754 due to annual increases, and an increase in the number of positions that are paid for by grant funding. The decrease in employee benefits of approximately \$9,648,338 is due to a decrease of \$7,803,250 decrease in Other Postemployment Benefits (OPEB) expense due the change used in the liability calculation from 1.92 percent as of June 30, 2021 to 3.39 percent at June 30, 2022 and a decrease of \$2,454,166 from the State Universities Retirement System of Illinois Pension plan (SURS) on-behalf payments. Contractual Services increased \$1,374,311 in part due to an increase in professional services for capital projects on campus. The increase in fixed charges of \$2,039,223 was due to the retirement of subscription-based information technology arrangements under GASB 96. The decrease of \$4,800,318 in Other Expenses which is attributed to a reduction in expenditures of both the student and institutional portions of the HEERF grant funds those grants had their final distributions.

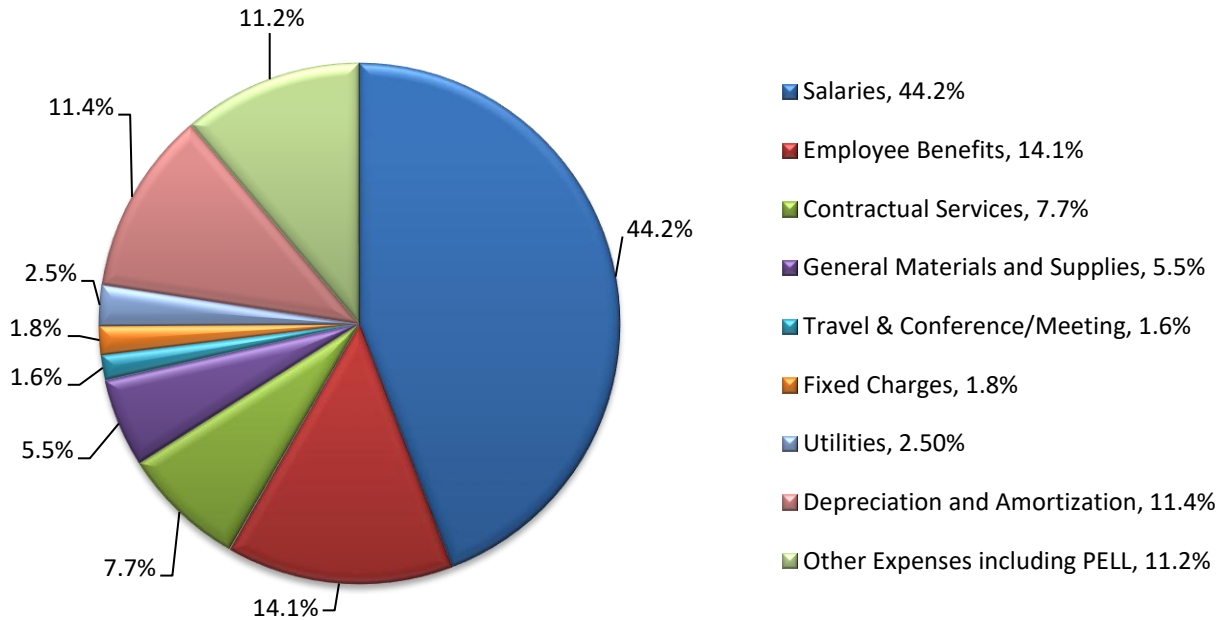
The following is a graphic illustration comparing fiscal years 2023, 2022, and 2021 expenses by object:



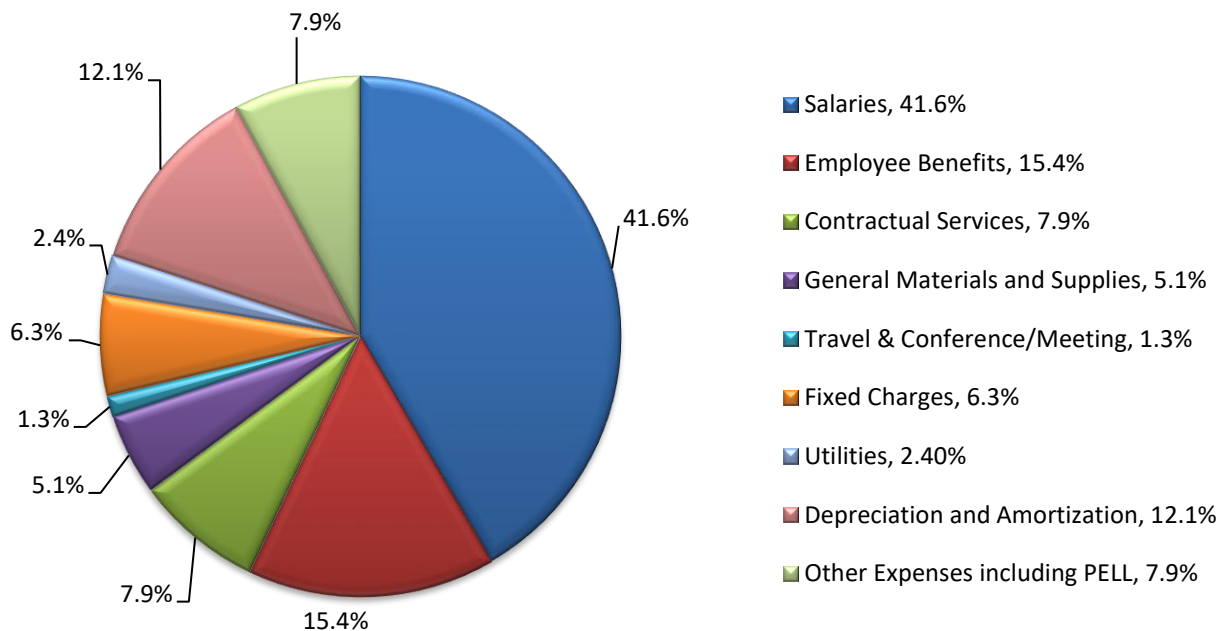
Total salaries increased this year due to annual increases and an increase in position due to the availability of grant funding. Employee benefits decreased this past year due to a decrease in Other Postemployment Benefits (OPEB), in SURS pension plan “on-behalf” expenses. General material/supplies increased due to an increase in the purchase of furniture and equipment. Fixed charges decreased due to the reduction of subscription-based information technology arrangements retired under GASB 96. Other expenses increased due to the outlay of capital for projects on campus.

The following are graphical illustrations of fiscal years 2024 and 2023 operating expenses by object.

Percent of 2024 Operating Expenses by Object



Percent of 2023 Operating Expenses by Object



Fiscal Years 2024 and 2023 Capital Assets & Long-Term Debt:

Net Capital Assets	June 30		Increase (Decrease)	Percent Change
	2024	2023		
Capital & Tangible Assets				
Land	\$ 1,463,639	\$ 1,463,639	\$ -	-
Land and improvements	15,877,136	16,317,807	(440,671)	(2.7)
Building and improvements	201,565,712	209,360,686	(7,794,974)	(3.7)
Equipment	32,222,023	32,736,788	(514,765)	(1.6)
Fine Art / Historic Treasures	102,000	102,000	-	-
Construction in progress	7,642,383	2,894,968	4,747,415	164.0
Total gross assets	258,872,893	262,875,888	(4,002,995)	(1.5)
Total accumulated depreciation	(157,010,056)	(158,228,946)	1,218,890	(0.8)
Total	\$ 101,862,837	\$ 104,646,942	\$ (2,784,105)	(2.7)
Intangible Assets				
Land and equipment	1,913,577	1,535,751	377,826	24.6
Software	4,059,101	4,359,244	(300,143)	(6.9)
Total accumulated amortization	(3,353,646)	(2,622,954)	(730,692)	27.9
Total	\$ 2,619,032	\$ 3,272,041	\$ (653,009)	(20.0)
Total Capital Assets, Net	\$ 104,481,869	\$ 107,918,983	\$ (3,437,114)	(3.2)

2024 Capital Assets: The capital assets gross assets, or cost balance, decreased by approximately \$4,022,995 from \$262,875,888 one year ago to \$258,872,893, this was due to the sale of the Stenstrom Center for Career Education being sold and partially offset by the acquisition of new assets. The increase in construction in progress is largely due to multiple projects in process which include additional improvements to the Advanced Technology Center, and several deferred maintenance projects in progress. The current year's depreciation expense of approximately \$7,542,898 decreased \$282,043 over the prior year depreciation expense of approximately \$7,824,911. Intangible Assets includes the implementation of GASB Statement 87, *Leases* in fiscal year 2021. GASB Statement 96, *Subscription-Based Information Technology Arrangements* was implemented in fiscal year 2023, intangible assets, net, decreased \$653,009 from \$3,272,041 to \$2,619,032.

2024 Long-term Debt: As of June 30, 2024, the College's bonds payable decreased from \$46,801,135 to \$35,679,582. The decrease is attributable to the principal payments of Series 2015E, Series 2017C and Series 2022A. The unamortized bond premium decreased \$561,553. Rock Valley College is scheduled to pay off its currently issued bonded debt in FY 2028.

The College will be issuing bond debt, anticipated to close in November, 2024 for the purpose of using a portion to renovate the Classroom II Building and fund the buildout of the third floor of the Health Sciences Center. The amount of these bonds will not exceed \$14,700,000 and are projected to pay off in fiscal year 2032.

The College's accrued compensated absences balance for fiscal year 2024 was \$989,472, with the current portion due within one year at \$148,421. Accrued compensated absences increased by \$28,539 from the fiscal year 2023 balance of \$960,933.

During fiscal year 2023, the College implemented GASB Statement 96, *Subscription-Based Information Technology Arrangements*. This statement required the College to recognize subscription liability for the amounts owed on these subscription-based information technology arrangement (SBITA) contracts offset by a capitalized asset. These subscription-based information technology arrangements were previously classified as operating expenses and recognize the outflows of resources based on the contractual payment provisions. As of June 30, 2024, the SBITA liability was \$1,442,495 with the current portion amounting to \$774,187.

During fiscal year 2022, the College implemented GASB Statement No. 87, *Leases*. This statement required the College to recognize certain lease assets and liabilities that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the contractual payment provisions. Under this statement the lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. As of June 30, 2024, the lease liability and intangible right to use lease asset was \$1,217,324 with the current portion amounting to \$242,255. The lease receivable and deferred inflow of resources was \$5,653,168.

In fiscal year 2018, the College implemented GASB Statement No. 75, *Accounting for Other Post-Employment Benefits*. This statement required the College to record its proportionate share of the liability for the State College Insurance Plan. For fiscal year 2024, this increased from \$9,210,308 to \$9,964,790.

In fiscal year 2006, the College implemented GASB Statement No. 47, *Accounting for Early Termination Benefits*. This statement required the College to record and accrue voluntary and involuntary benefits employees receive after employment has ended with the College that relates to an early termination plan and offering. The College currently has retired employees who opted to participate in an early retirement plan that qualify to have early retirement benefits recorded under this Statement. As of June 30, 2024, early termination payable was \$261,715 with the current portion amounting to \$44,136. The net decrease in early retirement benefits amounted to \$27,362.

See Capital Assets Note No. 4, General Obligation Debt Certificates and Bonds Note No. 5, Early Retirement Benefits Note No. 8, and Retiree Health Plan Note No. 9 to the basic financial statements for further information.

Fiscal Years 2024, 2023, and 2022 Net Position:

Analysis of Net Position:	2024		2023		2022	
	Amount	%	Amount	%	Amount	%
Net investment in capital assets	\$ 67,531,968	44.3	\$ 61,700,714	47.1	\$ 53,072,597	49.6
Restricted debt service	6,474,674	4.2	6,708,297	5.1	7,012,618	6.5
Restricted liability, protection and settlement	3,546,368	2.3	3,307,441	2.5	3,588,358	3.4
Other restricted	9,409,442	6.2	1,840,155	1.4	1,791,972	1.7
Unrestricted	65,469,159	42.9	57,502,420	43.9	41,622,723	38.9
Total Net Position	<u>\$ 152,431,611</u>	<u>100.0</u>	<u>\$ 131,059,027</u>	<u>100.0</u>	<u>\$ 107,088,268</u>	<u>100.0</u>

2024 Analysis: The College's net position increased by \$21,372,584 in 2024 to \$152,431,611 due to increases in net investment in capital assets, other restricted and unrestricted net position. These increases were offset by a decrease in debt service.

2023 Analysis: The College's net position increased by \$23,970,759 in 2023 to \$131,059,027 due to increases in net investment in capital assets, and unrestricted net position. These increases were offset by decreases in debt service, liability, protection, and settlement and other restricted.

Economic Factors That May Affect the Future:

The College continues to be concerned with the underfunding of community colleges incurred by the State of Illinois and the impacts these deficits may have on future funding for community colleges and financial aid for students. The College continues to track any proposed legislation for pension and retiree healthcare benefits; both of which may have a significant impact on the College. Short-term interest rates are declining as the Federal Reserve cut interest rates in September, 2024, the first rate reduction in four years as part of the Federal Reserve's effort to support a cooling labor market and stimulate economic growth as inflation pressures continue to subside. The uncertainty of the economy and effects of inflation continues to result in uncertainty regarding future interest rates and the impact on the revenue the College generates from working cash and bond proceeds to help finance operations and capital investment. Inflation pressure and supply chain issues have increased costs for the College over the past several years and have started to stabilize.

The unemployment rate throughout the State and community has continued to stabilize from when the COVID-19 pandemic began to shut down the economy causing the State unemployment rate to increase, although there has been some softening. The unemployment rate at the end of the current fiscal year is 6.1%, up from 4.5% a year ago. Enrollment is starting to stabilize as the college has emerged from the impact of the COVID-19 pandemic. Future enrollment is unknown as the demographic cliff or enrollment cliff projects a dramatic drop in the number of the college-age population in 2025. These are students aged 17 to 18 years old typically starting college after graduation from high school. In response to the enrollment projections, the College is pivoting to attract older students who may seek additional educational opportunities or are looking to gain additional skills. The College has seen a return of students preferring face-to-face instruction as opposed to virtual, the blend is approximately 50% face-to-face and 50% virtual or hybrid. The College continues its commitment to maintain low tuition costs and fees to provide affordable education and training for members of the community. Continuing to maintain low tuition costs will have to continue to be balanced with the need to cover expenses to ensure the quality and breadth of the College product offering is not impacted.

The College continues to track property values and economic activity to forecast funding impacts. The College saw an increase in the assessed evaluations of the College's districts for Levy Year 2023. Therefore, it did not increase tuition for fiscal year 2025.

Request for Information:

This financial report is designed to provide a general overview of Rock Valley College's finances to all those interested in the college's accountability for the revenue it receives. Questions, concerns, or additional information regarding this report or any information contained therein should be directed to the Vice President, Chief Financial Officer; 3301 North Mulford Road, Rockford, IL 61114.

BASIC FINANCIAL STATEMENTS

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

STATEMENTS OF NET POSITION

June 30, 2024 and 2023

	2024	2023
CURRENT ASSETS		
Cash and cash equivalents	\$ 52,997,489	\$ 44,618,231
Investments	47,180,175	44,527,205
Receivables		
Due from component unit	1,132,887	786,982
Property taxes, net of allowance for uncollectible balances of \$216,500 for 2024 and \$205,200 for 2023	16,632,334	15,557,856
Accounts, net of allowance for uncollectible balances of \$1,719,353 for 2024 and \$1,670,798 for 2023	11,320,714	13,350,237
Accrued interest	1,362,970	936,777
Lease receivable	5,690,324	6,088,027
Cash held by paying agent	584,125	692,438
Prepaid items	499,706	433,087
Restricted cash and cash equivalents	11,136,079	11,602,671
Restricted investments	2,890,725	218,356
	151,427,528	138,811,867
NONCURRENT ASSETS		
Capital assets and intangible capital assets	264,845,571	268,770,883
Less accumulated depreciation and accumulated amortization	(160,363,702)	(160,851,900)
Other noncurrent assets	1,656,978	1,709,974
	106,138,847	109,628,957
Total noncurrent assets	106,138,847	109,628,957
Total assets	257,566,375	248,440,824
DEFERRED OUTFLOWS OF RESOURCES		
Unamortized loss on refunding	718,053	1,130,276
Deferred pension/OPEB expense	2,390,968	1,425,776
	3,109,021	2,556,052
Total deferred outflows of resources	3,109,021	2,556,052
Total assets and deferred outflows of resources	260,675,396	250,996,876

(This statement is continued on the following page.)

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS

STATEMENTS OF NET POSITION (Continued)

June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
CURRENT LIABILITIES		
Accounts payable	\$ 2,989,777	\$ 1,974,162
Accrued payroll	1,460,600	1,104,049
Accrued interest	622,613	747,839
Claims payable	1,676,318	1,221,492
Other accrued liabilities	385,743	434,696
Compensated absences	148,421	144,140
Bonds payable, current portion	11,376,553	11,121,553
Lease payable, current portion	242,225	173,354
SBITA payable, current portion	774,187	918,903
Early termination payable, current portion	44,136	42,080
OPEB liability, current portion	231,222	140,703
Unearned revenue		
Tuition and fees	8,236,115	8,427,744
Bookstore and Starlight Theater	248,107	247,832
Grant revenue	4,142,704	2,930,280
Other revenue	1,697,474	1,792,431
	<hr/>	<hr/>
Total current liabilities	34,276,195	31,421,258
NONCURRENT LIABILITIES		
Compensated absences	841,051	816,793
Bonds payable	24,303,029	35,679,582
Lease payable	975,099	770,083
SBITA payable	668,308	1,442,495
Early termination payable	217,579	246,997
OPEB liability	9,733,568	9,069,605
	<hr/>	<hr/>
Total noncurrent liabilities	36,738,634	48,025,555
	<hr/>	<hr/>
Total liabilities	71,014,829	79,446,813
DEFERRED INFLOWS OF RESOURCES		
Property taxes	17,937,912	16,973,849
Leases	5,653,168	6,088,027
Deferred OPEB expense	13,637,876	17,429,160
	<hr/>	<hr/>
Total deferred inflows of resources	37,228,956	40,491,036
	<hr/>	<hr/>
Total liabilities and deferred inflows of resources	108,243,785	119,937,849
NET POSITION		
Net investment in capital assets	67,531,968	61,700,714
Restricted for		
Liability protection and settlement	3,546,368	3,307,441
Debt service	6,474,674	6,708,297
Audit	83,711	65,486
Capital improvements	9,053,236	1,577,340
Pension contributions	272,495	197,329
Unrestricted	65,469,159	57,502,420
	<hr/>	<hr/>
TOTAL NET POSITION	\$ 152,431,611	\$ 131,059,027

See accompanying notes to financial statements.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

For the Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
OPERATING REVENUES		
Student tuition and fees, net of scholarship allowances of \$5,923,105 for 2024 and \$5,228,182 for 2023	\$ 15,480,901	\$ 14,972,460
Sales and service fees	1,446,112	1,273,848
Auxiliary services revenue	11,487	13,034
Other operating revenues	2,518,678	2,347,885
	<hr/>	
Total operating revenues	19,457,178	18,607,227
OPERATING EXPENSES		
Instruction	21,063,010	19,562,649
Academic support	3,538,469	3,382,100
Student services	5,708,045	5,456,086
Public service	8,236,282	8,008,855
Operations and maintenance of plant	9,053,504	6,266,497
Institutional support	12,597,650	15,852,224
Auxiliary services	1,747,233	1,519,294
Depreciation and amortization	8,864,552	9,139,323
Scholarships, grants and waivers	5,581,018	6,489,685
	<hr/>	
Total operating expenses	76,389,763	75,676,713
OPERATING INCOME (LOSS)	(56,932,585)	(57,069,486)
NON-OPERATING REVENUES (EXPENSES)		
Local property taxes	34,763,895	31,849,169
Personal property replacement tax	3,421,509	5,194,536
State appropriations	7,806,553	8,117,466
State grants and contracts	17,831,349	15,585,632
Federal grants and contracts	11,245,621	18,067,124
Local grants and contracts	602,714	562,192
Investment income	4,707,338	3,213,970
Loss on disposal of capital assets	(1,193,929)	-
Interest on capital assets - related debt	(1,308,050)	(1,557,042)
	<hr/>	
Non-operating revenues (expenses)	77,877,000	81,033,047
CAPITAL CONTRIBUTIONS	428,169	7,198
CHANGE IN NET POSITION	21,372,584	23,970,759
NET POSITION, JULY 1	131,059,027	107,088,268
	<hr/>	
NET POSITION, JUNE 30	\$ 152,431,611	\$ 131,059,027

See accompanying notes to financial statements.

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Tuition and fees	\$ 15,140,203	\$ 13,751,747
Sales and service fees	1,446,112	1,273,848
Auxiliary enterprise charges	11,487	13,034
Cash paid to suppliers	(24,984,699)	(25,464,338)
Cash paid to employees	(37,528,362)	(35,649,139)
Other	2,569,454	2,452,316
	<u>(43,345,805)</u>	<u>(43,622,532)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Local property taxes	34,653,480	31,972,051
Local grants and contracts	256,809	(26,244)
State grants and contracts	19,922,285	16,851,958
Personal property replacement tax	3,421,509	5,194,536
Federal grants and contracts	12,416,084	17,368,144
	<u>70,670,167</u>	<u>71,360,445</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Bond payments	(10,575,000)	(10,670,000)
Lease and SBITA payments	(1,161,789)	(1,256,911)
Purchases of capital assets	(5,171,420)	(7,949,603)
Interest paid on capital debt	(1,459,271)	(1,818,276)
	<u>(18,367,480)</u>	<u>(21,694,790)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	(44,729,940)	(35,147,218)
Sale of investments	39,404,579	-
Interest received	4,281,145	2,293,164
	<u>(1,044,216)</u>	<u>(32,854,054)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	7,912,666	(26,810,931)
CASH AND CASH EQUIVALENTS, JULY 1	<u>56,220,902</u>	<u>83,031,833</u>
CASH AND CASH EQUIVALENTS, JUNE 30	<u><u>\$ 64,133,568</u></u>	<u><u>\$ 56,220,902</u></u>

(This statement is continued on the following page.)

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS

STATEMENTS OF CASH FLOWS (Continued)

For the Years Ended June 30, 2024 and 2023

	2024	2023
RECONCILIATION OF OPERATING INCOME		
(LOSS) TO NET CASH FLOWS FROM		
OPERATING ACTIVITIES		
Operating income (loss)	\$ (56,932,585)	\$ (57,069,486)
Adjustments to reconcile net operating income (loss) to net cash from operating activities		
Proportionate share of State pension expense	11,733,382	12,418,704
Proportionate share of State retiree health insurance expense	(3,926,828)	(4,301,453)
Depreciation and amortization	8,864,552	9,139,323
Changes in assets and liabilities		
(Increase) decrease in receivables, net	(61,413)	(738,300)
(Increase) decrease in prepaid items	(66,619)	(135,442)
(Increase) decrease in lease A/R and deferred inflows	(37,156)	-
Increase (decrease) in accounts payable	510,609	1,602,672
Increase (decrease) accrued payroll	356,551	89,869
Increase (decrease) in compensated absences	28,539	97,719
Increase (decrease) in claims payable	454,826	(35,932)
Increase (decrease) in early retirement payable	(27,362)	35,763
Increase (decrease) in OPEB liability	754,482	(14,785,605)
Increase (decrease) in deferred inflows	(3,791,284)	10,119,949
(Increase) decrease in deferred outflows	(965,192)	320,497
Increase (decrease) in other accrued liabilities	(48,953)	(3,043)
Increase (decrease) in unearned tuition and fees	(191,629)	(427,644)
Increase (decrease) in other unearned revenue	275	49,877
	\$ (43,345,805)	\$ (43,622,532)
NET CASH FROM OPERATING ACTIVITIES		
CASH AND CASH EQUIVALENTS		
Cash and cash equivalents	\$ 52,997,489	\$ 44,618,231
Restricted cash and cash equivalents	11,136,079	11,602,671
	\$ 64,133,568	\$ 56,220,902
TOTAL CASH AND CASH EQUIVALENTS		
SUPPLEMENTAL NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES		
Contributed capital asset	\$ 428,169	\$ 7,198
Capital asset purchases included in accounts payable	837,069	332,063
Issuance of leases and SBITAs	516,773	109,045
Proportionate share of State pension expense	11,733,382	12,418,704
Proportionate share of State OPEB expense	(3,926,828)	(4,301,453)
	\$ 9,588,565	\$ 8,565,557
TOTAL SUPPLEMENTAL NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES		

See accompanying notes to financial statements.

DISCRETELY PRESENTED COMPONENT UNIT

**ROCK VALLEY COLLEGE FOUNDATION
ROCKFORD, ILLINOIS**

STATEMENTS OF FINANCIAL POSITION

June 30, 2024 and 2023

	2024	2023
ASSETS		
Cash and cash equivalents	\$ 740,705	\$ 1,682,758
Investments	10,827,679	8,174,394
Pledges receivable, net	128,807	248,611
Investments, long-term	8,797,921	7,786,570
TOTAL ASSETS	\$ 20,495,112	\$ 17,892,333
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 627,287	\$ 288
Due to Rock Valley College		
General operating	386,311	289,554
Scholarships payable	703,591	468,727
Campaign payable	5,000	5,000
Program payable	37,984	23,701
Total liabilities	1,760,173	787,270
NET ASSETS		
Without donor restrictions		
Board designated for scholarships endowment	149,973	101,441
Board designated for endowments	1,582,328	1,399,075
Board designated for program	52,672	-
Undesignated	4,076,747	3,610,072
Total without donor restrictions	5,861,720	5,110,588
With donor restrictions	12,873,219	11,994,475
Total net assets	18,734,939	17,105,063
TOTAL LIABILITIES AND NET ASSETS	\$ 20,495,112	\$ 17,892,333

See accompanying notes to financial statements.

DISCRETELY PRESENTED COMPONENT UNIT

**ROCK VALLEY COLLEGE FOUNDATION
ROCKFORD, ILLINOIS**

STATEMENTS OF ACTIVITIES

For the Years Ended June 30, 2024 and 2023

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS AND OTHER SUPPORT						
Donations	\$ 615,777	\$ 504,120	\$ 1,119,897	\$ 775,667	\$ 568,989	\$ 1,344,656
Donated goods	45,262	-	45,262	66,354	-	66,354
Interest and dividend income	47,916	(118,602)	(70,686)	261,542	350,102	611,644
Net realized gain (loss) on sales of investments	(72,374)	12,059	(60,315)	(29,933)	(34,065)	(63,998)
Net unrealized gain (loss) on investments held	671,635	1,242,111	1,913,746	191,369	381,334	572,703
Net assets released from restriction	760,944	(760,944)	-	553,051	(553,051)	-
Total revenue, gains and other support	2,069,160	878,744	2,947,904	1,818,050	713,309	2,531,359
EXPENSES						
Program						
Educational	866,881	-	866,881	656,922	-	656,922
General and administrative	357,886	-	357,886	326,951	-	326,951
Fundraising	136,562	-	136,562	117,170	-	117,170
Total expenses	1,361,329	-	1,361,329	1,101,043	-	1,101,043
Transfer from affiliate - donated services and occupancy from Rock Valley College	43,301	-	43,301	41,006	-	41,006
CHANGE IN NET ASSETS	751,132	878,744	1,629,876	758,013	713,309	1,471,322
NET ASSETS, BEGINNING OF YEAR	5,110,588	11,994,475	17,105,063	4,352,575	11,281,166	15,633,741
NET ASSETS, END OF YEAR	\$ 5,861,720	\$ 12,873,219	\$ 18,734,939	\$ 5,110,588	\$ 11,994,475	\$ 17,105,063

See accompanying notes to financial statements.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

June 30, 2024 and 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Rock Valley College - Illinois Community College District Number 511 (the College) conform to accounting principles generally accepted in the United States of America as applicable to colleges and universities (hereinafter referred to as generally accepted accounting principles (GAAP)) as well as those prescribed by the Illinois Community College Board (ICCB). The College reports are based on all applicable Governmental Accounting Standards Board (GASB) pronouncements.

a. Financial Reporting Entity

GAAP requires that the financial statements of the reporting entity include: (1) the primary government; (2) organizations for which the primary government is financially accountable; and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The College is a unit of state and local government governed by a Board of Trustees (the Board) which is elected by the public and is fiscally independent. The College has the statutory authority to adopt its own budget, to levy taxes and to issue bonded debt within certain dollar limits without the approval of another government and has the right to sue and be sued. Based on these criteria, the College is considered a primary government. Rock Valley College Foundation (the Foundation) has a significant relationship with the College and, therefore, is included as a discretely presented component unit of the College. The Foundation is reported after the College's financial statements to emphasize it is legally separate from the College.

b. Discretely Presented Component Unit

The Foundation is a nonprofit organization with a fiscal year end of June 30. The Foundation's mission is to advance and support the priorities of the College for quality programs and service to the College by developing and obtaining financial contributions from private sources. The Foundation helps assure the College's role as a catalyst for improving the quality of life in our community. The Foundation is managed by a Board of Directors with additional ex officio directors and one liaison from the College Board of Trustees. In addition, the Foundation has one Board of Directors emeritus member. The Foundation is exempt from federal income taxes pursuant to the provisions of Section 501(c)(3) of the Internal Revenue Code.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Discretely Presented Component Unit (Continued)

Complete financial statements for the Foundation may be obtained at the Foundation's administrative office: Rock Valley College Foundation, 3301 North Mulford Road, Rockford, Illinois 61114.

c. Measurement Focus, Basis of Accounting and Basis of Presentation

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

Non-exchange transactions, in which the College receives value without directly giving equal value in return, include property taxes, federal, state and local grants, state appropriations and other contributions. On an accrual basis, revenue from property taxes is recognized in the period for which the levy is intended to finance. Revenue from grants, state appropriations and other contributions is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include (1) timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; (2) matching requirements, in which the College must provide local resources to be used for a specified purpose; and (3) expense requirements, in which the resources are provided to the College on a reimbursement basis.

d. Accounting Estimates

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities and deferred inflows and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses, including functional allocations during the reporting period. Actual results could differ from those estimates.

e. Cash and Cash Equivalents

The College considers cash equivalents to include all demand deposits, The Illinois Funds Money Market Fund and Illinois School District Liquid Asset Fund Plus. Investments which have a purchased maturity greater than 90 days are not considered to be cash equivalents.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Investments

The College's investments, with maturities less than one year when purchased and all certificates of deposit, are reported at cost or amortized cost. Investments, with a maturity greater than one year at the time of purchase, are recorded at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is based on published fair values on June 30, 2024 and 2023.

g. Prepaid Items

Payments for goods and services that benefit future periods are recorded as prepaid items.

h. Restricted Cash and Cash Equivalents and Investments

Restricted cash and cash equivalents and investments are unspent bond proceeds, funds on deposit with the Capital Development Board and other resources restricted for the purpose of constructing and purchasing capital assets.

i. Capital Assets

Capital assets include property, plant, equipment and infrastructure assets, such as roads and sidewalks. Capital assets are defined by the College as assets with an initial unit cost of \$5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Intangible assets represent the College's right-to-use leased assets and software. These intangible assets, as defined by GASB Statement No. 87, *Leases*, and GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, are for lease contracts of nonfinancial assets and software. These intangible assets are amortized over the shorter of the lease/subscription term or useful life of the underlying asset.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Capital Assets (Continued)

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

Assets	Years
Land improvements	10
Buildings	40
Buildings additions	20
Office equipment	3
Instructional equipment	3-5
Service equipment	5
Vehicles	3

j. Unearned Tuition and Fee Revenue

Tuition and fee revenues received or receivable and related to the summer or fall period after June 30, 2024 and 2023 have been deferred.

k. Deferred Outflows/Inflows of Resources

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

l. Compensated Absences

Full-time employees of the College are eligible to earn vacation days based on their service time. Each employee may accumulate these vacation days up to four weeks. Once the accumulated vacation days exceed four weeks, all unused excess days are forfeited as of December 31 of each year. Vacation days for employees working in grant programs will be advanced at the beginning of each grant cycle. Grant employees are allowed to use 50% of vacation hours within the first six months of the grant cycle and 50% in the second six months. Any unused vacation days at the

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Compensated Absences (Continued)

end of the annual grant cycle will be forfeited. Full-time employees also accrue 12 sick days per year and may accumulate an unlimited amount of sick days. The College does not accrue sick days as employees forfeit their sick days when ending employment with the College. As of June 30, 2024 and 2023, all vested vacation days have been accrued.

m. Long-Term Obligations

The College reports long-term debt at face value in the basic financial statements. Any bond premiums and discounts are capitalized and amortized over the term of the bond using the straight-line method.

n. Net Position

None of the College's restricted net position is restricted as a result of enabling legislation of the College. The College's net position is classified as follows:

Net Investment in Capital Assets

Represents the College's total investment in capital assets, net of accumulated depreciation and the outstanding debt used to purchase capital assets.

Restricted Net Position

Includes resources that the College is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties. When both restricted and unrestricted resources are available for use, it is the College's policy to use restricted resources first, then unrestricted resources when they are needed.

Unrestricted Net Position

Includes resources derived from student tuition and fees, state appropriations, sales and service fees and auxiliary services. 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.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o. Classification of Revenues

Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship allowances; (2) sales and service fees; and (3) auxiliary services. Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as (1) property taxes; (2) state appropriations; and (3) most federal, state and local grants and contracts and state appropriations. Other revenue primarily consists of gifts and contributions.

p. Classification of Expenses

Operating expenses include the costs of delivering educational programs and services, facility operations, auxiliary enterprises, administrative expenses, and depreciation. All other expenses, not meeting this definition, are reported as non-operating expenses.

q. Federal Financial Assistance

The College participates in federally funded Pell Grants, SEOG Grants, Federal Work Study and Federal Family Education Loans. Federal programs are audited in accordance with 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) and the Compliance Supplement.

r. Proportionate Share of Revenue and Expense

The College applies the requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, whereby the State of Illinois is responsible for the employer contribution and the total pension liability resulting from a special funding situation. Therefore, for the fiscal years ended June 30, 2023 and 2022, the College has reported its proportionate share of the collective pension expense and revenue for the State's special funding situation. In addition, the College applies the requirements of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, whereby the State of Illinois is responsible for 50% of both employer contribution and the total other postemployment benefit (OPEB) liability resulting from a special funding situation. Therefore, for the fiscal years ended June 30, 2024 and 2023, the College has reported its proportionate share of the collective OPEB expense and revenue for the state's special funding situation in addition to reporting the College's proportionate share of the OPEB liability and related expense.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH, CASH EQUIVALENTS AND INVESTMENTS

The College's investment policy authorizes the College to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and The Illinois Funds. The Illinois Funds was created by the Illinois State Legislature and is managed by the Illinois State Treasurer. It acts as a money market fund that maintains a \$1 per share value.

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

Deposits

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the College's deposits may not be returned to it. The College's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance with the collateral held by an independent third party in the College's name. The College's deposits with two financial institutions are collateralized by securities and/or letters of credit pooled by the College's agent and in the name of the College's agent.

Illinois School District Liquid Asset Fund Plus is a not-for-profit investment trust fund formed pursuant to the Illinois Municipal Code and is managed by a Board elected from the participating members. The fund invests member deposits, on a pooled basis, primarily in short-term certificates of deposit and in high rated short-term obligations of the U.S. Treasury and major United States corporations and banks. The fair value of the College's position in the pool is the same as the value of the pool shares. The credit rating provided by Standard & Poor's of the Illinois School District Liquid Asset Fund Plus - Liquid and Max Class was AAAM at June 30, 2024 and 2023.

The cash held in the Illinois School District Liquid Asset Fund Plus is not subject to custodial credit risk categorization.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Deposits (Continued)

Investments

As of June 30, 2024, the College had investments and maturities as follows:

Investment	Fair Value	Investment Maturities		
		Less Than 6 Months	6 Months to 1 Year	1 Year to 3 Years
Negotiable certificates of deposit	\$ 38,544,210	\$ 23,005,541	\$ 12,681,232	\$ 2,857,437
U.S. Treasury obligations	10,886,938	7,232,510	2,949,574	704,854
TOTAL	\$ 49,431,148	\$ 30,238,051	\$ 15,630,806	\$ 3,562,291

As of June 30, 2023, the College had investments and maturities as follows:

Investment	Fair Value	Investment Maturities		
		Less Than 6 Months	6 Months to 1 Year	1 Year to 3 Years
Negotiable certificates of deposit	\$ 31,814,630	\$ 6,365,815	\$ 11,650,271	\$ 13,798,544
U.S. Treasury obligations	12,843,768	10,750,379	2,093,389	-
TOTAL	\$ 44,658,398	\$ 17,116,194	\$ 13,743,660	\$ 13,798,544

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

The College has the following recurring fair value measurements as of June 30, 2024 and 2023: negotiable certificates of deposit of \$42.5 million and \$31.8 million, respectively and U.S. Treasury obligations of \$10.9 million and \$12.8 million, respectively, are valued using quoted matrix pricing models (Level 2 inputs).

The College limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly guaranteed by the United States Government. However, the College's investment policy does not specifically limit the College to these types of investments.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Investments (Continued)

The College has adopted a policy to minimize credit risk by limiting investment types, pre-qualifying the financial institutions, broker/dealers, intermediaries and advisers with which the College will do business and diversifying the investment portfolio so that the impact of potential losses from any one type of security or from any one individual issuer will be minimized. The negotiable certificates of deposit are not rated.

Custodial risk for investments is the risk that, in the event of a failure of the counterparty, the College will not be able to recover the value of investments that are in the possession of an outside party. The College's investment policy requires all investments to be purchased on a delivery versus payment (DVP) basis with the underlying investment being held by an independent third party, acting as an agent of the College, in the College's name.

Interest rate risk is the risk that the fair value of securities in the portfolio will fall due to changes in market interest rates. The College's investment policy provides for the structuring of the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell maturities on the open market prior to maturity. The policy also provides for the investing of operating funds primarily in short-term securities, money market mutual funds or similar investment pools and limiting the average maturity of the portfolio in accordance with this policy.

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Public Funds Investment Act limits investments in short-term obligations of corporations to no more than one-third of college funds. Not more than 75% of the funds available for investment may be placed in a single allowable investment instrument or with a single investment entity.

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

3. PROPERTY TAXES

Property taxes are recognized as a receivable of the College at the time they are levied, and the property taxes receivable represent the portion of the applicable current year levy still uncollected. An allowance for uncollectible amounts (approximately 0.5% of the current levy) has been provided on the outstanding receivable amount and is based upon past collection experience. Property taxes are levied in December on all taxable real property in the district. The December tax levy attaches as an enforceable lien on the property as of the preceding January 1.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. PROPERTY TAXES (Continued)

Taxes become due and collectible in June and September and are collected by the county collector, who in turn remits to the College its respective share. The College receives these remittances approximately one month after the collection dates. The College recognizes the most recent levy passed in December as a receivable upon passage (this is the date upon which a legal claim exists and amounts are known). The College recognizes as revenue one-half of the current year levy in the current fiscal year with the second half to be recognized in the following fiscal year. The 2024 tax levy, which attached as an enforceable lien on property as of January 1, 2024, has not been recorded as a receivable as of June 30, 2024, as the tax has not yet been levied by the College and will not be levied until December 2024 and, therefore, the levy is not measurable at June 30, 2024.

The referendum approved rates and the respective actual rates for the December 2023 and 2022 tax levies, per \$100 of assessed valuation, are reflected in the following table:

	Statutory Maximum Rate**	Referendum Approved Rate	Levy Year	
			2023 Actual Rate	2022 Actual Rate
Current				
Education	0.7500	0.2300	0.2223	0.2276
Operations and maintenance	0.1000	0.0400	0.0387	0.0396
Protection, health, life, or safety	*	*	0.0191	0.0210
Liability, protection and settlement	*	*	0.0200	0.0220
Audit	0.0050	0.0050	0.0009	0.0009
Social Security/Medicare	*	*	0.0055	0.0061
Total current			0.3065	0.3172
Debt				
Bond and Interest 2022 A & B	*	*	0.1508	0.0905
Bond and Interest 2015 C, D & E	*	*	0.0019	0.0397
Bond and Interest 2017 C	*	*	-	0.0305
Total debt			0.1527	0.1607
Revenue recapture adjustment	*	*	0.0001	(0.0017)
TOTAL CURRENT LEVY			0.4593	0.4762

Note: Rate extended by Winnebago County

* No statutory maximum or referendum approved rate.

** Statutory maximum rates disclosure for informational purposes only.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

The following tables present the changes in the College's various capital asset categories for fiscal years ended 2024 and 2023:

	Fiscal Year 2024			Balance June 30, 2024
	Balance June 30, 2023	Additions	Deletions	
Capital assets not being depreciated				
Land	\$ 1,463,639	\$ -	\$ -	\$ 1,463,639
Construction in process	2,894,968	5,991,210	1,243,795	7,642,383
Fine art/historic treasures	102,000	-	-	102,000
Total capital assets not being depreciated	4,460,607	5,991,210	1,243,795	9,208,022
Tangible assets being depreciated				
Land improvements	16,317,807	-	440,671	15,877,136
Buildings	117,646,464	-	196,000	117,450,464
Building additions	91,714,222	1,167,189	8,766,163	84,115,248
Office equipment	3,934,735	6,434	11,208	3,929,961
Instructional equipment	10,470,224	135,942	33,343	10,572,823
Service equipment	15,922,782	47,615	660,205	15,310,192
Vehicles	2,409,047	-	-	2,409,047
Total tangible assets being depreciated	258,415,281	1,357,180	10,107,590	249,664,871
Intangible capital assets being amortized				
Land and equipment	1,535,751	516,773	138,947	1,913,577
Software	4,359,244	-	300,143	4,059,101
Total intangible capital assets being amortized	5,894,995	516,773	439,090	5,972,678
Less accumulated depreciation for tangible capital assets				
Land improvements	14,015,437	351,027	440,671	13,925,793
Buildings	40,461,221	3,341,272	133,109	43,669,384
Building additions	75,623,788	2,278,471	7,709,068	70,193,191
Office equipment	2,670,136	490,195	11,208	3,149,123
Instructional equipment	8,323,649	686,878	33,343	8,977,184
Service equipment	15,251,243	259,255	586,261	14,924,237
Vehicles	1,883,472	287,672	-	2,171,144
Total accumulated depreciation for tangible capital assets	158,228,946	7,694,770	8,913,660	157,010,056
Less accumulated amortization for intangible capital assets				
Land and equipment	592,314	247,445	138,947	700,812
Software	2,030,640	922,337	300,143	2,652,834
Total accumulated amortization for intangible capital assets	2,622,954	1,169,782	439,090	3,353,646
Total tangible and intangible capital assets being depreciated and amortized, net	103,458,376	(6,990,599)	1,193,930	95,273,847
CAPITAL ASSETS, NET	\$ 107,918,983	\$ (999,389)	\$ 2,437,725	\$ 104,481,869

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

	Fiscal Year 2023			Balance June 30, 2023
	Balance June 30, 2022	Additions	Deletions	
Capital assets not being depreciated				
Land	\$ 200,000	\$ 1,263,639	\$ -	\$ 1,463,639
Construction in process	9,562,192	1,939,766	8,606,990	2,894,968
Fine art/historic treasures	102,000	-	-	102,000
Total capital assets not being depreciated	9,864,192	3,203,405	8,606,990	4,460,607
Tangible assets being depreciated				
Land improvements	16,317,807	-	-	16,317,807
Buildings	108,655,248	8,991,216	-	117,646,464
Building additions	91,714,222	-	-	91,714,222
Office equipment	2,518,880	1,445,241	29,386	3,934,735
Instructional equipment	11,543,523	323,700	1,396,999	10,470,224
Service equipment	16,491,912	11,210	580,340	15,922,782
Vehicles	2,243,315	323,629	157,897	2,409,047
Total tangible assets being depreciated	249,484,907	11,094,996	2,164,622	258,415,281
Intangible capital assets being amortized				
Land and equipment	1,535,751	-	-	1,535,751
Software	4,250,199	109,045	-	4,359,244
Total intangible capital assets being amortized	5,785,950	109,045	-	5,894,995
Less accumulated depreciation for tangible capital assets				
Land improvements	13,650,667	364,770	-	14,015,437
Buildings	37,198,504	3,262,717	-	40,461,221
Building additions	72,971,363	2,652,425	-	75,623,788
Office equipment	2,481,041	218,481	29,386	2,670,136
Instructional equipment	8,952,049	768,599	1,396,999	8,323,649
Service equipment	15,535,578	296,005	580,340	15,251,243
Vehicles	1,779,454	261,915	157,897	1,883,472
Total accumulated depreciation for tangible capital assets	152,568,656	7,824,912	2,164,622	158,228,946
Less accumulated amortization for intangible capital assets				
Land and equipment	345,319	246,995	-	592,314
Software	963,224	1,067,416	-	2,030,640
Total accumulated amortization for intangible capital assets	1,308,543	1,314,411	-	2,622,954
Total tangible and intangible capital assets being depreciated and amortized, net	101,393,658	2,064,718	-	103,458,376
CAPITAL ASSETS, NET	\$ 111,257,850	\$ 5,268,123	\$ 8,606,990	\$ 107,918,983

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT

Changes in long-term debt for the years ended June 30, 2024 and 2023, is as follows:

	Balance June 30, 2023	Additions	Reductions	Balance June 30, 2024	Current Portion
Accrued compensated absences	\$ 960,933	\$ 172,679	\$ 144,140	\$ 989,472	\$ 148,421
Early termination benefits	289,077	-	27,362	261,715	44,136
OPEB liability	9,210,308	754,482	-	9,964,790	231,222
Community College General Obligation Bonds, Series 2015C	4,175,000	-	-	4,175,000	-
Community College General Obligation Refunding Bonds, Series 2015E	2,655,000	-	2,655,000	-	-
Community College General Obligation Bonds, Series 2017C	2,140,000	-	2,140,000	-	-
Community College General Obligation Bonds, Series 2022A	23,130,000	-	5,780,000	17,350,000	10,830,000
Community College General Obligation Bonds, Series 2022B	12,955,000	-	-	12,955,000	-
Unamortized bond premium	1,746,135	-	546,553	1,199,582	546,553
Lease payable	943,437	516,773	242,886	1,217,324	242,225
SBITA payable	2,361,398	-	918,903	1,442,495	774,187
TOTAL	\$ 60,566,288	\$ 1,443,934	\$ 12,454,844	\$ 49,555,378	\$ 12,816,744

	Balance June 30, 2022	Additions	Reductions	Balance June 30, 2023	Current Portion
Accrued compensated absences	\$ 863,214	\$ 227,201	\$ 129,482	\$ 960,933	\$ 144,140
Early termination benefits	253,314	70,677	34,914	289,077	42,080
OPEB liability	23,995,913	-	14,785,605	9,210,308	140,703
Community College General Obligation Bonds, Series 2015C	4,175,000	-	-	4,175,000	-
Community College General Obligation Refunding Bonds, Series 2015E	7,170,000	-	4,515,000	2,655,000	2,655,000
Community College General Obligation Bonds, Series 2017C	7,750,000	-	5,610,000	2,140,000	2,140,000
Community College General Obligation Bonds, Series 2022A	23,675,000	-	545,000	23,130,000	5,780,000
Community College General Obligation Bonds, Series 2022B	12,955,000	-	-	12,955,000	-
Unamortized bond premium	2,307,476	-	561,341	1,746,135	546,553
Lease payable	1,190,432	-	246,995	943,437	173,354
SBITA payable	3,262,269	109,045	1,009,916	2,361,398	918,903
TOTAL	\$ 87,597,618	\$ 406,923	\$ 27,438,253	\$ 60,566,288	\$ 12,540,733

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

General Obligation Bonds

The College issued general obligation bonds to finance various capital projects and improvements. General Obligation Bonds at June 30, 2024 and 2023, are as follows:

	<u>2024</u>	<u>2023</u>
Community College General Obligation Bonds, Series 2015C, issued June 2015 under the provisions of the Public Community College Act of the State of Illinois. Principal payments are due annually beginning on October 1, 2026 through October 1, 2029. Interest at 0.90% to 1.20% is due April 1 and October 1 of each year.	\$ 4,175,000	\$ 4,175,000
Community College Refunding Bonds, Series 2015E, issued June 2015 under the provisions of the Public Community College Act of the State of Illinois. Principal payments are due annually beginning on October 1, 2022 through October 1, 2023. Interest at 3% is due April 1 and October 1 of each year.	-	2,655,000
Community College General Obligation Bonds, Series 2017C, issued June 2017 under the provisions of the Public Community College Act of the State of Illinois. Principal payments are due annually beginning on January 1, 2019 through January 1, 2024. Interest at 2.02% is due January 1 and July 1 of each year.	-	2,140,000
Community College General Obligation Bonds, Series 2022A, issued March 2022 under the provisions of the Public Community College Act of the State of Illinois. Principal payments are due annually beginning on July 1, 2022 through January 1, 2026. Interest at 3% is due January 1 and July 1 of each year.	17,350,000	23,130,000
Community College General Obligation Bonds, Series 2022B, issued March 2022 under the provisions of the Public Community College Act of the State of Illinois. Principal payments are due annually beginning on July 1, 2022 through January 1, 2027. Interest at 5% is due January 1 and July 1 of each year.	<u>12,955,000</u>	<u>12,955,000</u>
TOTAL	<u>\$ 34,480,000</u>	<u>\$ 45,055,000</u>

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

General Obligation Bonds (Continued)

Future principal and interest payments due on long-term debt of the College are approximately as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2025	\$ 10,830,000	\$ 1,310,200	\$ 12,140,200
2026	11,155,000	985,300	12,140,300
2027	11,635,000	501,595	12,136,595
2029	860,000	14,620	874,620
TOTAL	\$ 34,480,000	\$ 2,811,715	\$ 37,291,715

The June 30, 2024 legal debt margin of the College was \$190,566,987. The debt margin was computed as 2.875% of the equalized assessed valuation of \$7,869,445,871 less outstanding bond indebtedness of \$35,679,582.

The June 30, 2023 legal debt margin of the College was \$159,075,940. The debt margin was computed as 2.875% of the equalized assessed valuation of \$7,160,941,744 less outstanding bond indebtedness of \$46,801,135.

Leases

The College entered into a lease arrangement on June 1, 2021, for the right-to-use copy machines. Payments of \$814 are due in monthly installments, through June 2026. Total intangible right-to-use assets acquired under this agreement are \$46,724.

The College entered into a lease arrangement on February 12, 2019, for the right-to-use the RVC Downtown facilities. Payments of \$13,015 are due in monthly installments, through September 2025. This lease was extended during the year ended June 30, 2024, and payments of \$18,078 are due in monthly installments through August 2026. Total intangible right-to-use assets acquired under this agreement are \$870,967.

The College entered into a lease arrangement on January 10, 2022, for the right-to-use copiers. Payments of \$7,397 are due in monthly installments, through August 2023. This lease ended during the year ended June 30, 2024.

The College entered into a lease arrangement on February 28, 2014, for the right-to-use land. Payments of \$942 to \$2,056 are due in monthly installments, through 2074. Total intangible right-to-use assets acquired under this agreement are \$568,328.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

Leases (Continued)

The College entered into a lease arrangement on April 1, 2024, for the right-to-use copiers. Payments of \$7,685 are due in monthly installments through March 31, 2029. Total intangible right-to-use assets acquired under this agreement are \$427,558.

Future principal and interest payments, were as follows:

Fiscal Year Ending June 30,	Leases	
	Principal	Interest
2025	\$ 242,225	\$ 27,258
2026	206,618	21,746
2027	102,158	16,737
2028	90,270	13,256
2029	27,911	9,160
2030-2034	13,569	44,000
2035-2039	29,605	42,357
2040-2044	32,767	39,880
2045-2049	45,442	36,800
2050-2054	50,615	32,998
2055-2059	74,716	28,086
2060-2064	82,338	21,835
2065-2069	109,094	14,269
2070-2074	109,996	5,141
TOTAL	\$ 1,217,324	\$ 353,523

Subscription Based Information Technology Arrangements

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

The College entered into 11 different SBITA agreements for the right to use various software. The SBITAs are payable in monthly and annual principal and interest installments of \$6,400 to 579,810 annually through 2027. The total intangible right-to-use asset acquired under these SBITAs is \$4,059,101. During the fiscal year ended June 30, 2024, the College paid \$918,903 in principal towards the SBITA and recognized amortization expense of \$922,337. During the fiscal year ended June 30, 2023, the College paid \$1,009,916 in principal towards the SBITA and recognized amortization expense of \$1,067,416.

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NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

Subscription Based Information Technology Arrangements (Continued)

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

Fiscal Year Ending June 30,	SBITA	
	Principal	Interest
2025	\$ 774,187	\$ 22,733
2026	655,818	425
2027	12,490	-
TOTAL	\$ 1,442,495	\$ 23,158

6. PENSION PLAN

Plan Description

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

Benefits Provided

A traditional benefit plan was established in 1941. Public Act 90-0448 enacted effective January 1, 1998, established an alternative defined benefit program known as the portable benefit package. The traditional and portable plan Tier 1 refers to members that began participation prior to January 1, 2011. Public Act 96-0889 revised the traditional and portable benefit plans for members who begin participation on or after January 1, 2011 and

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NOTES TO FINANCIAL STATEMENTS (Continued)

6. PENSION PLAN (Continued)

Benefits Provided (Continued)

who do not have other eligible Illinois reciprocal system services. The revised plan is referred to as Tier 2. New employees are allowed six months after their date of hire to make an irrevocable election. A summary of the benefit provisions as of June 30, 2023, can be found in the System's annual comprehensive financial report notes to the financial statements.

Contributions

The State of Illinois is primarily responsible for funding the System on behalf of the individual employers at an actuarially determined amount. Public Act 88-0593 provides a Statutory Funding Plan consisting of two parts: (i) a ramp-up period from 1996 to 2010 and (ii) a period of contributions equal to a level percentage of the payroll of active members of the System to reach 90% of the total Actuarial Accrued Liability by the end of Fiscal Year 2045. Employer contributions from "trust, federal and other funds" are provided under Section 15-155(b) of the Illinois Pension Code and require employers to pay contributions which are sufficient to cover the accruing normal costs on behalf of applicable employees. The employer normal cost for fiscal year 2023 and 2024 was 12.83% and 12.53%, respectively, 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% of their annual covered salary except for police officers and firefighters who contribute 9.50% of their earnings. The contribution requirements of plan members and employers are established and may be amended by the Illinois General Assembly.

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

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

Net Pension Liability

At June 30, 2023 and 2022, SURS reported a net pension liability (NPL) of \$29,444,538,098 and \$29,078,053,857, respectively. The net pension liability was measured as of June 30, 2023 and 2022.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. PENSION PLAN (Continued)

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

Employer Proportionate Share of Net Pension Liability

The amount of the proportionate share of the net pension liability to be recognized for the College is \$0. The proportionate share of the state's net pension liability associated with the College is \$179,245,981 or 0.6088% as of June 30, 2023 and \$185,218,189 or 0.6370% as of June 30, 2022. This amount is not recognized in the financial statement due to the special funding situation. The net pension liability was measured as of June 30, 2022 and 2021, respectively, and the total pension liability used to calculate the net pension liability was determined based on the June 30, 2022 and 2021 actuarial valuations rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable earnings made to SURS during fiscal year 2023 and 2022.

Pension Expense

At June 30, 2023, SURS reported a collective net pension expense of \$1,884,388,521 and at June 30, 2022, SURS reported a collective net pension expense of \$1,903,314,699.

Employer Proportionate Share of Pension Expense

The College's proportionate share of collective net pension expense is recognized as both revenue and matching expense in the financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable earnings made to SURS during fiscal years 2023 and 2022. As a result, the College recognized revenue and pension expense of \$11,471,366 for the fiscal year ended June 30, 2024 and \$12,123,525 for the fiscal year ended June 30, 2023.

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

Deferred outflows of resources are the consumption of net assets by the College that is applicable to future reporting periods. The College paid \$272,495 in federal, trust or grant contributions for the fiscal year ended June 30, 2024 and \$197,329 as of June 30, 2023. These contributions were made subsequent to the pension liability measurement date of June 30, 2023 and 2022 and are recognized as deferred outflows of resources as of June 30, 2024 and 2023.

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NOTES TO FINANCIAL STATEMENTS (Continued)

6. PENSION PLAN (Continued)

b. Assumptions and Other Inputs

Actuarial Assumptions

2023

Actuarial assumptions. The actuarial assumptions used in the June 30, 2022, valuation were based on the results of an actuarial experience study for the period from June 30, 2017, through June 30, 2020. The total pension liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

2022

Actuarial assumptions. The actuarial assumptions used in the June 30, 2022, valuation were based on the results of an actuarial experience study for the period from June 30, 2017, through June 30, 2020. The total pension liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
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NOTES TO FINANCIAL STATEMENTS (Continued)

6. PENSION PLAN (Continued)

b. Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Continued)

The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return were adopted by the plan's trustees after considering input from the plan's investment consultant(s) and actuary(s). For each major asset class that is included in the pension plan's target asset allocation as of June 30, 2023 and 2022, these best estimates are summarized in the following tables:

2023		
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Traditional Growth		
Global Public Equity	36.00%	7.97%
Stabilized Growth		
Credit Real Assets	8.00%	4.68%
Options Strategies	6.50%	4.52%
Private Credit	2.50%	7.36%
Non-Traditional Growth		
Private Equity	11.00%	11.32%
Non-Core Real Assets	4.00%	8.67%
Inflation Sensitive		
U.S. TIPS	5.00%	2.09%
Principal Protection		
Core Fixed Income	10.00%	1.13%
Crisis Risk Offset		
Systematic Trend Following	10.0%	3.18%
Alternative Risk Premia	3.00%	3.27%
Long Duration	2.00%	3.02%
Long Volatility/Tail Risk	2.00%	(1.14%)
Total	100.00%	5.98%
Inflation		2.60%
EXPECTED ARITHMETIC RETURN		8.58%

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. PENSION PLAN (Continued)

b. Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Continued)

2022		
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Traditional Growth		
Global Public Equity	38.00%	7.62%
Stabilized Growth		
Public Credit Fixed Income	9.00%	4.20%
Credit Real Assets	4.50%	4.98%
Options Strategies	2.50%	4.91%
Private Credit	1.00%	7.45%
Non-Traditional Growth		
Private Equity	10.50%	11.91%
Non-Core Real Assets	2.50%	9.43%
Inflation Sensitive		
U.S. TIPS	5.00%	1.23%
Principal Protection		
Core Fixed Income	8.00%	1.79%
Crisis Risk Offset		
Systematic Trend Following	10.00%	4.33%
Alternative Risk Premia	5.00%	3.59%
Long Duration	4.00%	2.16%
Total	100.00%	6.08%
Inflation		2.25%
EXPECTED ARITHMETIC RETURN		<u>8.33%</u>

Discount Rate

A single discount rate of 6.37% for 2023 and 6.39% for 2022 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% for 2023 and 6.50% for 2022 and a municipal bond rate of 3.86% for 2023 and 3.69% for 2022 (based on the weekly rate closest to but not later than the measurement date of the 20-Year Bond Buyer Index as published by the Federal Reserve). The projection of cash flows used to determine this single discount rate were the amounts of contributions attributable to current plan members and assumed that plan member contributions will be made at

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NOTES TO FINANCIAL STATEMENTS (Continued)

6. PENSION PLAN (Continued)

b. Assumptions and Other Inputs (Continued)

Discount Rate (Continued)

the current contribution rate and that employer contributions will be made at rates equal to the statutory contribution rates under the System’s funding policy. Based on these assumptions, the pension plan’s fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2076. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2076, and the municipal bond rate was applied to all benefit payments after that date.

Sensitivity of the System’s Net Pension Liability to Changes in the Discount Rate

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan’s net pension liability, calculated using a single discount rate of 6.37% for 2023 and 6.39% for 2022, as well as what the plan’s net pension liability would be if it were calculated using a single discount rate that is 1 percentage point lower or 1 percentage point higher:

	2023		
	1% Decrease (5.37%)	Current Single Discount Rate Assumption (6.37%)	1% Increase (7.37%)
Net pension liability	\$ 35,695,434,682	\$ 29,444,538,098	\$ 24,236,489,318

	2022		
	1% Decrease (5.39%)	Current Single Discount Rate Assumption (6.39%)	1% Increase (7.39%)
Net pension liability	\$ 35,261,802,968	\$ 29,078,053,857	\$ 23,928,731,076

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ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
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NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT COMMITMENTS

Defined Contribution Pension Plan

a. 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, to provide retirement annuities and other benefits for staff members and employees of state universities, certain affiliated organizations and certain other state educational and scientific agencies and for survivors, dependents and other beneficiaries of such employees. SURS is governed by Chapter 40, Act 5, Article 15 of the Illinois Compiled Statutes. SURS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by accessing the website at www.SURS.org. The RSP and its benefit terms were established and may be amended by the State's General Assembly.

b. Benefits Provided

A defined contribution pension plan, originally called the Self-Managed Plan, was added to SURS benefit offerings as a result of Public Act 90-0448 enacted effective January 1, 1998. The plan was renamed the RSP effective September 1, 2020, after an extensive plan redesign. New employees are allowed six months after their date of hire to make an irrevocable election whether to participate in either the traditional or portable defined benefit pension plans or the RSP. A summary of the benefit provisions as of June 30, 2024 and June 30, 2023, can be found in SURS Annual Comprehensive Financial Report - Notes to the Financial Statements.

c. Contributions

All employees who have elected to participate in the RSP are required to contribute 8% of their annual covered earnings. Section 15-158.2(h) of the Illinois Pension Code provides for an employer contribution to the RSP of 7.60% 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 7.60% 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.

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ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT COMMITMENTS (Continued)

Defined Contribution Pension Plan (Continued)

d. Forfeitures

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

e. Pension Expense Related to Defined Contribution Pensions

Defined Contribution Pension Expense:

For the year ended June 30, 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.

For the year ended June 30, 2022, the State's contributions to the RSP on behalf of individual employers totaled \$89,770,940. Of this amount, \$80,902,699 was funded via an appropriation from the State and \$8,868,241 was funded from previously forfeited contributions.

Employer Proportionate Share of Defined Contribution Pension Expense:

The employer proportionate share of collective defined contribution pension expense is recognized as nonoperating revenue with matching operating expense (compensation and benefits) in the financial statements. The basis of allocation used in the proportionate share of collective defined contribution pension expense is the actual reported pensionable contributions made to the RSP during fiscal year 2023 and 2022. The College's share of pensionable contributions was 0.3081% and 0.3288%, respectively. As a result, the College recognized revenue and defined contribution pension expense of \$278,333 and \$295,179, respectively from this special funding situation during the year ended June 30, 2024 and June 30, 2023, of which \$25,694 and \$29,160 constituted forfeitures.

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NOTES TO FINANCIAL STATEMENTS (Continued)

8. EARLY RETIREMENT BENEFITS

The College offered three early retirement incentive plans for certain eligible employees. The first plan began June 1999, and the College offered an early retirement plan to all employees with 20 years of full-time service and are SURS eligible for retirement who elected to retire prior to or at the end of fiscal year 2003. The plan offered a percentage of the employees' salary. In addition, the employee received this same amount paid over a one to two-year period, based on when they elected to retire. The College also provided postretirement health care benefits to employees who elected the above described early retirement plan. Employees could elect to remain on the College's general health plan or transfer to the State of Illinois College Insurance Program (CIP). Employees that elected to remain on the College's health insurance plan could select coverage for single, single plus one and family.

Employees that elected to take the single plan, the College pays 100% of their health insurance. Employees who elected the single plus one plan are required to pay annual premiums to the College of approximately \$7,600, and the College pays the remaining amount. To estimate the health insurance liability, the College used annual health plan cost for single, single plus one and family and calculated a medical inflation rate of 12% compounded each fiscal year through fiscal year 2029 for each employee to account for the expected increase in health insurance to be paid by the College for the retirees.

For those employees that elected the CIP option, the College reimburses up to \$1,630, or the actual cost of annual CIP premium, whichever is less, up to age 65. To be eligible for this reimbursement, the retiree must participate in a Wellness Program sponsored by the College at a cost of \$120. Upon successful completion of the program, the \$120 fee is refunded to the retiree. The costs associated with the health insurance and CIP benefits are accrued in termination benefits liability. At June 30, 2024 and 2023, the College has accrued \$228,715 and \$247,277, respectively. At June 30, 2024 and 2023, the number of retirees covered by the College's general health insurance plan was one. At June 30, 2024 and 2023, the number of retirees covered by the College's CIP plan was zero.

In June 2017, the third retirement incentive plan was offered to all employees that were either 62 years or older with 15 plus years of Rock Valley College service, 55 years or older with 20 plus years of Rock Valley College service or any age with 30 plus years of Rock Valley College service. Employees that retired under this plan could elect to retire by June 30, 2020 and receive 6% increase in base pay on their annual salary. All employees opting to retire under this plan were also eligible to a reimbursement of 50% of the cost of their annual premium for the State of Illinois CIP up to age 65. The costs associated with these benefits are accrued in termination benefits liability. At June 30, 2024 and 2023, the College has accrued \$33,000 and \$41,800, respectively. At June 30, 2024 and 2023, the number of retirees covered by this plan was five.

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NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREE HEALTH PLAN

Plan Description

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

The Act requires every active contributor (employee) of SURS to contribute 0.75% of covered payroll and every community college district to contribute 0.75% of covered payroll. Retirees pay a premium for coverage that is also determined by ILCS. The State Pension Funds Continuing Appropriation Act (40/ILCS 15/1.4) requires the State of Illinois to contribute 0.75% of estimated covered payroll directly to the plan. The result is pay as you go financing of the plan.

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 fiduciary net position of CIP and additions to/deductions from CIP's fiduciary net position have been determined on the same basis as they are reported by CIP. For this purpose, CIP recognizes benefit payments when due and payable in accordance with the benefit terms. Investments, if any, are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

At June 30, 2024, the College reported a liability of \$9,964,790 for its proportionate share of the total OPEB liability that reflected a reduction for state OPEB support of \$9,964,790 resulting in a total OPEB liability associated with the College of \$19,929,580. The OPEB liability was measured as of June 30, 2023 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation performed as of June 30, 2022, rolled forward to June 30, 2023. The College's proportion of the net OPEB liability was based on the College's actual contributions to the OPEB plan relative to the projected contributions of all participating colleges and the State of Illinois, statutorily determined. At June 30, 2023, the College's proportionate share was 1.410777%.

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NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

At June 30, 2023, the College reported a liability of \$9,210,308 for its proportionate share of the total OPEB liability that reflected a reduction for state OPEB support of \$9,210,308 resulting in a total OPEB liability associated with the College of \$18,420,616. The OPEB liability was measured as of June 30, 2023 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation performed as of June 30, 2022, rolled forward to June 30, 2023. The College's proportion of the net OPEB liability was based on the College's actual contributions to the OPEB plan relative to the projected contributions of all participating colleges and the State of Illinois, statutorily determined. At June 30, 2023, the College's proportionate share was 1.345434%.

For the year ended June 30, 2024, the College recognized OPEB expense of \$3,926,828 and revenue of \$3,926,828 for support provided by the state. At June 30, 2024, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 149,952	\$ 2,999,967
Changes in assumption	-	9,741,471
Changes in proportionate share and differences between college contributions and proportionate share of contributions	1,734,313	895,962
Contributions made after the measurement date	234,208	-
Net difference between projected and actual earnings on OPEB plan investments	-	476
	<hr/>	<hr/>
TOTAL	\$ 2,118,473	\$ 13,637,876

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NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

For the year ended June 30, 2023, the College recognized OPEB expense of \$4,301,453 and revenue of \$4,301,453 for support provided by the state. At June 30, 2023, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 72,760	\$ 3,836,379
Changes in assumption	-	12,415,208
Changes in proportionate share and differences between college contributions and proportionate share of contributions	1,013,166	1,177,097
Contributions made after the measurement date	142,521	-
Net difference between projected and actual earnings on OPEB plan investments	-	476
TOTAL	\$ 1,228,447	\$ 17,429,160

2024

\$234,208 reported as deferred outflows or resources related to OPEB resulting from the College contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the measurement period ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to CIP will be recognized in OPEB expense as follows:

<u>Year Ending June 30,</u>	
2025	\$ (1,959,211)
2026	(1,959,211)
2027	(1,959,211)
2028	(1,959,211)
2029	(1,959,211)
Thereafter	(1,957,556)
TOTAL	\$ (11,753,611)

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NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2023

\$142,521 reported as deferred outflows or resources related to OPEB resulting from the College contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the measurement period ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to CIP will be recognized in OPEB expense as follows:

<u>Year Ending</u> <u>June 30,</u>	
2023	\$ (2,723,872)
2024	(2,723,872)
2025	(2,723,872)
2026	(2,723,872)
2027	(2,723,872)
Thereafter	<u>(2,723,874)</u>
TOTAL	<u>\$ (16,343,234)</u>

2024

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

Assumptions	
Inflation	2.25%
Salary increases	3.50% to 12.25%
Investment rate of return	0.00%
Healthcare cost trend rates	8.00% trending to 4.25% for non-Medicare; 19.42% trending to 4.25% for MAPD
Asset valuation method	Fair value

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREE HEALTH PLAN (Continued)

Plan Description (Continued)

2023

Actuarial assumptions. The total OPEB liability was determined by an actuarial valuation as of June 30, 2021, rolled forward to June 30, 2022, the measurement date, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

Assumptions	
Inflation	2.25%
Salary increases	3.50% to 12.25%
Investment rate of return	0.00%
Healthcare cost trend rates	8.00% trending to 4.25% for non-Medicare; 19.42% trending to 4.25% for MAPD
Asset valuation method	Fair value

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

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since CIP is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates were 3.86% as of June 30, 2023, and 3.69% as of June 30, 2022.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREE HEALTH PLAN (Continued)

Rate Sensitivity

2024

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

	1% Decrease (2.86%)	Current Discount Rate (3.86%)	1% Increase (4.86%)
OPEB liability	\$ 10,871,685	\$ 9,964,790	\$ 9,183,870

2023

The following is a sensitivity analysis of the OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the OPEB liability of the College calculated using the discount rate of 3.69% as well as what the College's OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.69%) or 1 percentage point higher (4.69%) than the current rate

	1% Decrease (2.69%)	Current Discount Rate (3.69%)	1% Increase (4.69%)
OPEB liability	\$ 10,082,323	\$ 9,210,308	\$ 8,464,611

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREE HEALTH PLAN (Continued)

Rate Sensitivity (Continued)

2024

The table below presents the College’s OPEB liability, calculated using the healthcare cost trend rates as well as what the College’s OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point higher or lower, than the current healthcare cost trend rates. The key claims trend rates are 9.18% in fiscal year 2024 decreasing to an ultimate trend rate of 4.25% in 2039 for CCHP and MC coverage, and 2.98% in 2024 increasing to an ultimate trend rate of 4.25% in 2039 for MAPD coverage.

	1% Decrease	Current Healthcare Rate	1% Increase
OPEB liability	\$ 8,950,781	\$ 9,964,790	\$ 11,187,550

2023

The table below presents the College’s OPEB liability, calculated using the healthcare cost trend rates as well as what the College’s OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point higher or lower, than the current healthcare cost trend rates. The key claims trend rates are 9.18% in fiscal year 2023 decreasing to an ultimate trend rate of 4.25% in 2039 for CCHP and MC coverage, and 2.98% in 2023 increasing to an ultimate trend rate of 4.25% in 2039 for MAPD coverage.

	1% Decrease	Current Healthcare Rate	1% Increase
OPEB liability	\$ 8,230,821	\$ 9,210,308	\$ 10,407,157

OPEB plan fiduciary net position. Detailed information about the OPEB plan’s fiduciary net position is available in the separately issued CIP financial report.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

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; injuries to employees; and natural disaster.

The College participates in the Illinois Community College Risk Management Consortium (Consortium) which operates as a public entity risk pool for the member colleges. The Consortium was established in 1981 by several Chicago area community colleges as a means of reducing the cost of general liability insurance for its college members. The main purpose of the Consortium is to jointly self-insure certain risks up to an agreed upon retention limit and to obtain excess catastrophic coverage and aggregate stop-loss reinsurance over the selected retention limit. The excess coverage including underlying policies coverage is as follows; crisis response (\$500 thousand); identity protection and crime (\$1 million); boiler and machinery; property (\$500 million); general liability, law enforcement liability, campus security, employee benefits, student practices, auto liability and educator’s legal liability (\$13 million); employer’s liability portion of worker’s compensation (\$2 million); and foreign liability (\$2 million). Since the Consortium requests initial payments to cover substantially any losses to be incurred for that policy year, the College anticipates no future liabilities for incurred losses.

The College is self-insured for employee hospital, surgical, medical, prescriptions, vision and major medical benefits up to approximately \$6,092,477 in the aggregate per year and for employee dental benefits up to \$1,250 per covered person per year. The College has a specific stop loss on health claims of \$115,000 per claim and gets reimbursement for the amount above \$115,000. The self-insured programs are administered by a third-party administrator (TPA) who processes the claims. The administration, with the help of an outside consultant, determines the funding requirements and the selection of the TPA. A liability for claims incurred but not paid as of the fiscal year end, including as estimate of incurred but not reported claims has been accrued as of June 30, 2024 and 2023.

An analysis of claim activities consisted of the following at June 30:

	2024	2023	2022
CLAIMS PAYABLE, JULY 1	\$ 1,221,492	\$ 1,257,424	\$ 1,041,886
Claims paid	(4,578,223)	(6,557,404)	(6,079,652)
Claims incurred	5,033,049	6,521,472	6,295,190
CLAIMS PAYABLE, JUNE 30	<u>\$ 1,676,318</u>	<u>\$ 1,221,492</u>	<u>\$ 1,257,424</u>

Settled claims have not exceeded insurance coverage in the current year or the three previous fiscal years.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. RELATED PARTY TRANSACTIONS

The College provides office space, equipment and support services for the Foundation. The value of such in-kind benefits to the Foundation was \$45,262 and \$66,354 for the years ended June 30, 2024 and 2023, respectively.

As of June 30, 2024 and 2023, cash gifts received by the Foundation from college employees amounted to approximately \$26,899 and \$22,088, respectively.

12. TAX ABATEMENTS

The College rebates property taxes to recruit, retain, or improve local business facilities or their supporting public infrastructure under certain circumstances. The terms of these rebate arrangements are specified within written agreements with the businesses concerned.

The College has entered into an intergovernmental agreement with several units of local government in the Rockford area to abate property taxes for a recreational facility that is being leased out by the Rockford Park District. The College has agreed to abate property taxes for the lessor of ten years from the commencement date of the lease or the termination of the lease. As of June 30, 2024 and 2023, an immaterial amount of property taxes have been abated.

13. LESSOR DISCLOSURES

The College entered into a lease arrangement on January 1, 2017, to lease certain facility space. Payments of \$43,086 are due to the College in monthly installments, through 2037. The lease agreement is noncancelable and maintains an interest rate of 1.96%. During the fiscal year 2024 and 2023, the College collected \$517,028 and \$517,028, respectively, and recognized a \$434,859 and \$390,058 reduction in the related deferred inflow of resources, respectively. The remaining lease receivable for this agreement is \$5,690,324 and \$6,088,027 as of June 30, 2024 and 2023, respectively. The offsetting deferred inflow of resource for this agreement is \$5,653,168 and \$6,088,027 as of June 30, 2024 and 2023, respectively.

14. OTHER ASSETS

The College entered into an agreement on June 14, 2019 for an intangible broadband agreement. Payments of \$48,000 to \$85,241 are due to the College in monthly installments, through 2048. During the fiscal year 2024 and 2023, the College collected \$52,996 and \$51,956, respectively, and recognized a \$52,996 and \$51,956 reduction in the related receivable and unearned revenue, respectively. The remaining receivable and offsetting unearned revenue for this agreement is \$1,697,474 and \$1,749,431 as of June 30, 2024 and 2023, respectively.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

15. SUBSEQUENT EVENT

On October 28, 2024, the College issued \$13,815,000 in General Obligation Community College Bonds, Series 2024, for the purpose of creating a Working Cash Fund for the District and to pay costs associated with the issuance of the bonds.

16. DISCRETELY PRESENTED COMPONENT UNIT

Rock Valley College Foundation (the Foundation) is a nonprofit corporation. The Foundation is organized and operated exclusively for educational purposes to assist in developing and augmenting the facilities and carrying out the educational functions of Rock Valley College, Illinois Community College District Number 511 (the College), to the end that there may be provided in the College community broader educational opportunities for, and service to, the students and alumni of the College and its community.

A summary of the Foundation's significant accounting policies follows:

a. Financial Statement Presentation

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

Net Assets Without Donor Restrictions

Undesignated - Net assets that are not subject to donor-imposed restrictions or Board designations.

Board Designated - Net assets subject to restrictions imposed by the Board and determined to be unavailable for general use.

Net Assets With Donor Restrictions

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

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

16. DISCRETELY PRESENTED COMPONENT UNIT

b. Accounting Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses, including functional allocations during the reporting period. Actual results could differ from those estimates.

c. Cash and Cash Equivalents

The Foundation considers all highly liquid investments with an original maturity of 90 days or less to be cash equivalents. Cash equivalents consist primarily of money market accounts.

The Foundation maintains its cash and cash equivalents in financial institutions, which at times may exceed federally insured limits. At June 30, 2024, the Foundation's accounts exceeded federally insured limits by about \$490,000. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

d. Revenue Recognition

Donations and Special Event

All donations and special event revenue are considered available for the Foundation's general programs unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor are reported as support with donor restrictions. When a restriction expires net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

The Foundation recognizes donations and special event revenue when an unconditional promise to give cash, securities, other assets, services or space, is received. Conditional promises to give - that is, those with a measurable performance or other barrier and a right of return - are not recognized until the conditions on which they depend have been met.

Unconditional pledges expected to be collected within one year are reported at their net realizable value. Unconditional pledges expected to be collected in more than one year are initially reported at fair value determined using the discounted present value of estimated future cash flows technique based on a risk adjusted rate at the date the promise is made. Amortization of discounts is recorded as additional donation revenue in accordance with donor-imposed restrictions, if any, on the contributions.

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

16. DISCRETELY PRESENTED COMPONENT UNIT (Continued)

d. Revenue Recognition (Continued)

Donations and Special Event (Continued)

An allowance for uncollectible contributions is provided based upon management's judgment including such factors as prior collection history, type of contribution, and nature of fundraising activity. Based on information available, the Foundation believes its allowance for uncollectible contributions in the amount of \$3,984 as of June 30, 2024, is adequate. However, actual write-offs may exceed the recorded allowance.

Donated Goods

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

e. Investments

The Foundation's investments are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Investment income or loss (including gains and losses on investments, interest and dividends) is included in the statement of activities as increases or decreases in unrestricted net assets unless the income or loss is restricted by donor or law. All earnings on permanently restricted investments are temporarily restricted for educational programs unless restricted by donor or law. Purchases and sales of securities are recorded on trade-date basis. Interest income is recorded on the accrual basis and dividends are recorded on the ex-dividend date. Interest income is reported net external and direct internal investment expenses.

f. Functional Allocation of Expenses

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

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

16. DISCRETELY PRESENTED COMPONENT UNIT (Continued)

g. Collections

Collections of art acquired through purchases and contributions since the Foundation's inception are not recognized as assets on the statement of financial position. Art objects are held for educational and curatorial purposes and are subject to a policy that requires proceeds from their sales to be used to acquire other items for collections.

Purchases of collection items are recorded as decreases in net assets without donor restrictions in the year in which the items are acquired or as net assets with donor restrictions if the assets used to purchase the items are restricted by donors. Contributed collection items are not reflected on the financial statements. Proceeds from deaccessions or insurance recoveries are reflected as increases in the appropriate net asset classes.

REQUIRED SUPPLEMENTARY INFORMATION

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
STATE UNIVERSITIES RETIREMENT SYSTEM OF ILLINOIS

June 30, 2024

MEASUREMENT DATE JUNE 30,	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	
(a) Proportion percentage of the collective net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
(b) Proportion amount of the collective net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(c) Portion of non-employer contributing entities' total proportion of net pension liability associated with employer	158,547,115	169,225,691	181,581,941	171,385,920	167,881,763	178,150,601	190,553,136	177,539,560	185,218,189	179,245,981	
Total (b) + (c)	\$ 158,547,115	\$ 169,225,691	\$ 181,581,941	\$ 171,385,920	\$ 167,881,763	\$ 178,150,601	\$ 190,553,136	\$ 177,539,560	\$ 185,218,189	\$ 179,245,981	
Employer pensionable wages	\$ 26,361,054	\$ 25,971,920	\$ 25,208,005	\$ 23,697,510	\$ 21,759,152	\$ 22,362,938	\$ 23,091,550	\$ 23,674,707	\$ 23,156,075	\$ 24,785,949	
Proportion of collective net pension liability associated with employer as a percentage of covered payroll	601.44%	651.57%	720.33%	723.22%	771.55%	796.63%	825.21%	749.91%	799.87%	723.18%	
SURS plan net position as a percentage of total pension liability	44.39%	42.37%	39.57%	42.04%	41.27%	40.71%	39.05%	45.45%	43.65%	44.06%	
FISCAL YEAR ENDED JUNE 30,											2024
ROCK VALLEY COLLEGE											
Federal, trust, grant and other contributions	\$ 117,163	\$ 128,604	\$ 136,517	\$ 148,754	\$ 154,001	\$ 162,789	\$ 145,847	\$ 258,413	\$ 152,932	\$ 197,329	\$ 272,495
Contribution in relation to required contribution	117,163	128,604	136,517	148,754	154,001	162,789	145,847	258,413	152,932	197,329	272,495
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employer covered payroll	\$ 29,272,334	\$ 29,093,347	\$ 28,208,418	\$ 26,732,700	\$ 24,586,782	\$ 25,306,904	\$ 26,779,263	\$ 27,629,829	\$ 27,241,844	\$ 29,452,861	\$ 29,047,089
Contributions as a percentage of covered payroll	0.40%	0.44%	0.48%	0.56%	0.63%	0.64%	0.54%	0.94%	0.56%	0.67%	0.94%

(See independent auditor's report.)

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE
OF THE NET OPEB LIABILITY AND SCHEDULE OF CONTRIBUTIONS
COLLEGE INSURANCE PROGRAM

June 30, 2024

MEASUREMENT DATE JUNE 30,	2017	2018	2019	2020	2021	2022	2023
College's proportion of the net OPEB liability	1.433162%	1.321498%	1.304179%	1.335003%	1.382625%	1.345434%	1.410777%
College's proportionate share of the net OPEB liability	\$ 26,135,678	\$ 24,913,559	\$ 24,629,955	\$ 24,333,939	\$ 23,995,913	\$ 9,210,308	\$ 9,964,790
Portion of the state's total proportion of net OPEB liability associated with the College	25,791,449	24,913,559	24,629,955	24,333,939	23,995,913	9,210,308	9,964,790
TOTAL	\$ 51,927,127	\$ 49,827,118	\$ 49,259,910	\$ 48,667,878	\$ 47,991,826	\$ 18,420,616	\$ 19,929,580
College covered payroll	\$ 27,136,238	\$ 26,003,291	\$ 25,148,542	\$ 26,371,441	\$ 28,030,802	\$ 27,464,907	\$ 29,191,808
Proportion of collective net OPEB liability associated with the College as a percentage of covered payroll	191.36%	191.62%	195.88%	184.55%	171.21%	67.07%	68.27%
CIP plan net position as a percentage of total OPEB liability	(2.87%)	(3.54%)	(4.13%)	(5.07%)	(6.38%)	(22.03%)	(17.87%)

FISCAL YEAR ENDED JUNE 30,	2018	2019	2020	2021	2022	2023	2024
Statutorily required contribution	\$ 116,632	\$ 117,789	\$ 123,430	\$ 128,552	\$ 126,881	\$ 142,521	\$ 234,208
Contribution in relation to the statutorily required contribution	116,632	117,789	123,430	128,552	126,881	142,521	234,208
CONTRIBUTION EXCESS (Deficiency)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employer covered payroll	\$ 24,586,782	\$ 25,306,904	\$ 26,779,263	\$ 27,629,829	\$ 27,241,844	\$ 29,452,861	\$ 29,047,089
Contributions as a percentage of covered payroll	0.47%	0.47%	0.46%	0.47%	0.47%	0.48%	0.81%

Notes to Required Supplementary Information

Changes of benefit terms - There were no benefit changes recognized in the total OPEB liability as of June 30, 2023.

Changes in assumptions -

2017: The discount rate changed from 2.85% at June 30, 2016 to 3.56% at June 30, 2017.

2018: The discount rate changed from 3.56% at June 30, 2017 to 3.62% at June 30, 2018.

2019: The discount rate changed from 3.62% at June 30, 2018 to 3.13% at June 30, 2019.

2020: The discount rate changed from 3.13% at June 30, 2019 to 2.45% at June 30, 2020.

2021: The discount rate changed from 2.45% at June 30, 2020 to 1.92% at June 30, 2021.

2022: The discount rate changed from 1.92% at June 30, 2021 to 3.69% at June 30, 2022.

2023: The discount rate changed from 3.69% at June 30, 2022 to 3.86% at June 30, 2023. Additionally, there were changes in the healthcare trend assumption and per capita claim costs

The College implemented GASB No. 75 in fiscal year 2018. Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

SUPPLEMENTARY INFORMATION

**UNIFORM FINANCIAL STATEMENTS AND
CERTIFICATION OF PER CAPITA COST**

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

UNIFORM FINANCIAL STATEMENTS

June 30, 2024

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.

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 Funds Expenditures by Activity

CERTIFICATION OF PER CAPITA COST

Certification of Per Capita Cost

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

ALL FUNDS SUMMARY
UNIFORM FINANCIAL STATEMENT #1
FISCAL YEAR ENDED JUNE 30, 2024

	Education Fund*	Operations and Maintenance Fund	Operations and Maintenance Fund (Restricted)	Bond and Interest Fund	Auxiliary Enterprises Fund	Restricted Purposes Fund	Audit Fund	Liability, Protection Settlement Fund	Total
FUND BALANCES, JUNE 30, 2023	\$ 39,410,481	\$ -	\$ 32,979,549	\$ 6,708,297	\$ 3,544,312	\$ 12,745,981	\$ 65,486	\$ 3,307,441	\$ 98,761,547
REVENUES									
Local tax revenue	19,239,965	3,762,342	1,485,858	11,646,980	-	-	65,975	1,984,431	38,185,551
All other local revenue	7,960	703	-	50,000	3,937	49,937	-	-	112,537
ICCB grants	11,087,541	813,489	-	-	-	3,066,587	-	-	14,967,617
All other state revenue	-	-	-	-	-	11,041,993	-	-	11,041,993
Federal revenue	-	-	-	-	-	10,873,914	-	-	10,873,914
Student tuition and fees	17,410,813	1,740,572	326,086	-	1,956,293	-	-	-	21,433,764
Capital contributions	-	-	-	-	-	-	-	-	-
All other revenue	4,757,691	1,271,952	636,540	211,650	2,484,537	210,834	-	64,247	9,637,451
Total revenues	52,503,970	7,589,058	2,448,484	11,908,630	4,444,767	25,243,265	65,975	2,048,678	106,252,827
EXPENDITURES									
Instruction	17,552,060	-	-	-	(81,203)	3,753,992	-	-	21,224,849
Academic support	3,348,676	-	-	-	(24,601)	214,394	-	-	3,538,469
Student services	4,624,997	-	-	-	211,057	877,656	-	-	5,713,710
Public service/continuing education	868,898	-	-	-	2,633,767	5,083,298	-	-	8,585,963
Organized research	-	-	-	-	-	-	-	-	-
Auxiliary services	-	-	-	-	1,671,223	67,414	-	-	1,738,637
Operations and maintenance	97,833	7,261,163	7,032,678	-	(7,712)	387,794	-	475,453	15,247,209
Institutional support	10,237,916	327,895	25,888	12,142,253	741,397	527,370	47,750	1,334,298	25,384,767
Scholarships, grants and waivers	12,210	-	-	-	186,670	11,365,383	-	-	11,564,263
Total expenditures	36,742,590	7,589,058	7,058,566	12,142,253	5,330,598	22,277,301	47,750	1,809,751	92,997,867
REVENUES OVER (UNDER) EXPENDITURES	15,761,380	-	(4,610,082)	(233,623)	(885,831)	2,965,964	18,225	238,927	13,254,960
NET TRANSFERS	(13,000,000)	-	10,000,000	-	2,011,734	988,266	-	-	-
FUND BALANCES, JUNE 30, 2024	\$ 42,171,861	\$ -	\$ 38,369,467	\$ 6,474,674	\$ 4,670,215	\$ 16,700,211	\$ 83,711	\$ 3,546,368	\$ 112,016,507

*The Education Fund column includes both the Education Fund Sub-Fund as well as the SURS Penalty Liability Sub-Fund.

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

(See independent auditor's report.)

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS

SUMMARY OF CAPITAL ASSETS AND LONG-TERM DEBT
UNIFORM FINANCIAL STATEMENT #2
FISCAL YEAR ENDED JUNE 30, 2024

	Balance, June 30, 2023	Additions	Transfers/ Deletions	Balance, June 30, 2024
CAPITAL ASSETS				
Sites and improvements	\$ 17,781,446	\$ -	\$ 440,671	\$ 17,340,775
Buildings, additions and improvements	212,255,654	7,158,399	10,205,958	209,208,095
Equipment	32,736,788	189,991	704,756	32,222,023
Other capital assets	102,000	-	-	102,000
Accumulated depreciation	(158,228,946)	(7,694,770)	(8,913,660)	(157,010,056)
Intangible assets	5,894,995	516,773	439,090	5,972,678
Accumulated amortization	(2,622,954)	(1,169,782)	(439,090)	(3,353,646)
TOTAL CAPITAL ASSETS	\$ 107,918,983	\$ (999,389)	\$ 2,437,725	\$ 104,481,869
LONG-TERM DEBT				
Bonds payable	\$ 45,055,000	\$ -	\$ 10,575,000	\$ 34,480,000
Bond premiums net of accumulated amortization	1,746,135	-	546,553	1,199,582
Lease payable	943,437	516,773	242,886	1,217,324
SBITA payable	2,361,398	-	918,903	1,442,495
OPEB liability	9,210,308	754,482	-	9,964,790
TOTAL LONG-TERM DEBT	\$ 59,316,278	\$ 1,271,255	\$ 12,283,342	\$ 48,304,191

(See independent auditor's report.)

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3
FISCAL YEAR ENDED JUNE 30, 2024

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
OPERATING REVENUES BY SOURCE			
Local government			
Local taxes	\$ 16,673,833	\$ 2,906,965	\$ 19,580,798
CPPRT	2,566,132	855,377	3,421,509
Other	7,960	703	8,663
Total local government	<u>19,247,925</u>	<u>3,763,045</u>	<u>23,010,970</u>
State government			
ICCB base operating grants	4,609,772	813,489	5,423,261
ICCB equalization grants	6,053,950	-	6,053,950
ICCB career & technical education	423,819	-	423,819
Other (include other ICCB grants not above)	-	-	-
Total state government	<u>11,087,541</u>	<u>813,489</u>	<u>11,901,030</u>
Student tuition and fees			
Tuition	13,851,673	1,740,572	15,592,245
Fees	3,559,140	-	3,559,140
Total tuition and fees	<u>17,410,813</u>	<u>1,740,572</u>	<u>19,151,385</u>
Other sources			
Sales and service fees	30,279	-	30,279
Facilities revenue	-	107,431	107,431
Investment revenue	3,847,966	6,458	3,854,424
Other	879,446	1,158,063	2,037,509
Total other sources	<u>4,757,691</u>	<u>1,271,952</u>	<u>6,029,643</u>
Total revenue	<u>52,503,970</u>	<u>7,589,058</u>	<u>60,093,028</u>
Less non-operating items			
Tuition chargeback revenue	-	-	-
Instructional service contracts	-	-	-
ADJUSTED REVENUE	<u><u>\$ 52,503,970</u></u>	<u><u>\$ 7,589,058</u></u>	<u><u>\$ 60,093,028</u></u>

(This statement is continued on the following page.)

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS

OPERATING FUNDS REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #3 (Continued)
FISCAL YEAR ENDED JUNE 30, 2024

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
OPERATING EXPENDITURES			
BY PROGRAM			
Instruction	\$ 17,552,060	\$ -	\$ 17,552,060
Academic support	3,348,676	-	3,348,676
Student services	4,624,997	-	4,624,997
Public service/continuing education	868,898	-	868,898
Auxiliary services	-	-	-
Operations and maintenance	97,833	7,261,163	7,358,996
Institutional support	10,237,916	327,895	10,565,811
Scholarships, grants and waivers	12,210	-	12,210
	<u>36,742,590</u>	<u>7,589,058</u>	<u>44,331,648</u>
Less non-operating items			
Expense transfers from non-operating funds	(13,000,000)	-	(13,000,000)
	<u>\$ 23,742,590</u>	<u>\$ 7,589,058</u>	<u>\$ 31,331,648</u>
ADJUSTED EXPENDITURES			
BY OBJECT			
Salaries	\$ 25,654,149	\$ 2,670,243	\$ 28,324,392
Employee benefits	5,031,978	469,639	5,501,617
Contractual services	2,405,439	1,724,125	4,129,564
General materials and supplies	2,014,931	527,609	2,542,540
Conference and meeting expenses	332,857	-	332,857
Fixed charges	483,714	218,874	702,588
Utilities	6,242	1,928,252	1,934,494
Capital outlay	113,247	50,316	163,563
Other	700,033	-	700,033
	<u>36,742,590</u>	<u>7,589,058</u>	<u>44,331,648</u>
Less non-operating items			
Expense transfers from non-operating funds	(13,000,000)	-	(13,000,000)
	<u>\$ 23,742,590</u>	<u>\$ 7,589,058</u>	<u>\$ 31,331,648</u>
ADJUSTED EXPENDITURES			

(See independent auditor's report.)

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4
FISCAL YEAR ENDED JUNE 30, 2024**

REVENUE BY SOURCE

Total local government		<u>\$ 49,937</u>
State government		
ICCB - Adult Education	\$ 344,819	
ICCB - Workforce Equity	1,401,159	
ICCB PATH Grant	524,147	
ICCB ESL Expansion	16,642	
ICCB CTE Enrichment	26,359	
ICCB Innovated Bridge	153,352	
ICCB Lumina	13,999	
ICCB Mental Health Early Action	97,502	
ICCB Noncredit Workforce Training	19,680	
ICCB Dev Ed Reform Act (DERA)	85,000	
ICCB Trade School	379,698	
ICCB Rev Up EV	4,230	
Illinois Student Assistance Commission	1,982,657	
Other - (attach itemization)	<u>9,059,336</u>	
Total state government		<u>14,108,580</u>
Federal government		
Department of Education	9,411,863	
Department of Labor	600,476	
Department of Health and Human Services	657,191	
Other	<u>204,384</u>	
Total federal government		<u>10,873,914</u>
Other sources		
Tuition and fees	-	
Other	<u>210,834</u>	
Total other sources		<u>210,834</u>
TOTAL RESTRICTED PURPOSES FUND REVENUES		<u><u>\$ 25,243,265</u></u>

(This statement is continued on the following page.)

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES
UNIFORM FINANCIAL STATEMENT #4 (Continued)
FISCAL YEAR ENDED JUNE 30, 2024**

EXPENDITURES BY PROGRAM

Instruction	\$ 3,753,992
Academic support	214,394
Student services	877,656
Public service/continuing education	5,083,298
Auxiliary services	67,414
Operations and maintenance	387,794
Institutional support	527,370
Scholarships, grants and waivers	<u>11,365,383</u>

TOTAL RESTRICTED PURPOSES FUND EXPENDITURES \$ 22,277,301

EXPENDITURES BY OBJECT

Salaries	\$ 3,128,012
Employee benefits	4,637,412
Contractual services	274,078
General materials and supplies	657,065
Travel and conference/meeting expenses	252,154
Fixed charges	62,786
Utilities	26,838
Capital outlay	226,304
Other	13,012,650
Scholarships, grants and waivers*	<u>11,365,383</u>

TOTAL RESTRICTED PURPOSES FUND EXPENDITURES \$ 22,277,299

*Non-add line

ITEMIZATION OF OTHER STATE GOVERNMENT REVENUE

Illinois Welcome Center Grant	\$ 228,544
Illinois Student Assistance Commission MIA/POW Grant	41,990
Illinois Department of Transportation Careers Training	284,930
Illinois Cooperative Work Study	67,839
Illinois EPA IGEN Grant	5,000
Ukrainian Supplemental grant	117,945
Immigrant Family Resource	9,700
NAI DACA	75,930
Citizenship	201,654
ILETSB Recruit and Retention grant	39,037
DCEO Power Shed	54,154
DCEO Small Business Grant	126,057
SURS proportionate share revenue	11,733,382
CIP proportionate share revenue	<u>(3,926,828)</u>

TOTAL OTHER \$ 9,059,334

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

(See independent auditor's report.)

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**CURRENT FUNDS EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5
FISCAL YEAR ENDED JUNE 30, 2024**

INSTRUCTION

Instructional programs	\$ 18,534,404
Other	<u>2,690,445</u>
Total instruction	<u>21,224,849</u>

ACADEMIC SUPPORT

Library Center	862,795
Academic computing support	487,653
Academic administration and planning	1,371,681
Other	<u>816,340</u>
Total academic support	<u>3,538,469</u>

STUDENT SERVICES SUPPORT

Admissions and records	1,134,573
Counseling and career services	1,570,233
Financial aid administration	671,077
Other	<u>2,337,827</u>
Total student services support	<u>5,713,710</u>

PUBLIC SERVICE/CONTINUING EDUCATION

Community education	3,629,562
Customized training (instructional)	2,039,286
Community services	1,893,937
Other	<u>1,023,178</u>
Total public service/continuing education	<u>8,585,963</u>

ORGANIZED RESEARCH

AUXILIARY SERVICES

<u>-</u>
<u>1,738,637</u>

(This statement is continued on the following page.)

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**CURRENT FUNDS EXPENDITURES BY ACTIVITY
UNIFORM FINANCIAL STATEMENT #5 (Continued)
FISCAL YEAR ENDED JUNE 30, 2024**

OPERATIONS AND MAINTENANCE OF PLANT

Maintenance	\$	1,185,697
Custodial services		1,024,517
Grounds		459,058
Campus security		1,695,138
Transportation		206,946
Utilities		2,411,049
Administration		311,814
Other		920,310
		8,214,529
Total operations and maintenance of plant		8,214,529

INSTITUTIONAL SUPPORT

Executive management		1,953,550
Fiscal operations		1,059,459
Community relations		1,702,401
Administrative support services		1,308,353
Board of Trustees		171,268
General institutional		3,531,832
Institutional research		690,063
Administrative data processing		2,799,700
		13,216,626
Total institutional support		13,216,626

SCHOLARSHIPS, STUDENT GRANTS AND WAIVERS 11,564,263

TOTAL CURRENT FUNDS EXPENDITURES \$ 73,797,046

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

(See independent auditor's report.)

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

FISCAL YEAR 2025 CERTIFICATION OF PER CAPITA COST

**ALL FISCAL YEAR 2024 NONCAPITAL AUDITED OPERATING
EXPENDITURES FROM THE FOLLOWING FUNDS:**

1	Education Fund	\$ 36,629,343
2	Operation and Maintenance Fund	7,538,742
3	Public Building Commission Operation and Maintenance Fund	-
4	Bond and Interest Fund	-
5	Public Building Commission Rental Fund	-
6	Restricted Purposes Fund	18,171,270
7	Audit Fund	47,750
8	Liability, Protection and Settlement Fund	1,666,949
9	Auxiliary Enterprises Fund (subsidy only)	<u>2,000,000</u>
10	TOTAL NONCAPITAL EXPENDITURES (sum of lines 1-9)	<u>\$ 66,054,054</u>
11	Depreciation on capital outlay expenditures (equipment, buildings and fixed equipment paid) from sources other than state and federal funds	<u>5,129,893</u>
12	TOTAL COSTS INCLUDED (line 10 plus line 11)	<u><u>\$ 71,183,947</u></u>
13	TOTAL SEMESTER CREDIT HOURS FOR FY 2024	<u>116,569</u>
14	PER CAPITA COST (line 12 divided by line 13)	<u><u>\$ 610.66</u></u>

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

COMBINING BALANCE SHEET - BY SUBFUND

June 30, 2024

	Education Subfund	Operations and Maintenance Subfund	Operations and Maintenance Subfund (Restricted)	Bond and Interest Subfund	Auxiliary Enterprises Subfund	Restricted Purposes Subfund	Student Activity Subfund
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES							
CURRENT ASSETS							
Cash and cash equivalents	\$ 43,555,184	\$ -	\$ -	\$ 5,712,386	\$ 3,842	\$ -	\$ 81,474
Investments	47,180,175	-	-	-	-	-	-
Receivables							
Due from component unit	1,124,547	-	-	-	-	8,340	-
Due from other funds	-	519,253	27,666,277	612,519	1,613,317	1,745,748	1,468,032
Property taxes, net of allowance for uncollectible balances of \$216,500 for 2024 and \$205,200 for 2023	8,049,305	1,400,641	691,582	5,536,313	-	-	-
Accounts, net of allowance for uncollectible balances of \$1,719,353 for 2024 and \$1,670,798 for 2023	9,051,928	54,149	-	-	21,444	2,186,819	6,374
Accrued interest	1,360,731	-	2,239	-	-	-	-
Lease receivable	-	5,690,324	-	-	-	-	-
Cash held by paying agent	-	-	-	584,125	-	-	-
Prepaid items	483,247	16,459	-	-	-	-	-
Restricted cash and cash equivalents	-	-	10,130,449	-	-	1,005,630	-
Restricted investments	-	-	2,890,725	-	-	-	-
Total current assets	110,805,117	7,680,826	41,381,272	12,445,343	1,638,603	4,946,537	1,555,880
NONCURRENT ASSETS							
Capital assets and intangible capital assets	-	-	-	-	-	-	-
Less accumulated depreciation and accumulated amortization	-	-	-	-	-	-	-
Other noncurrent assets	12,500	1,644,478	-	-	-	-	-
Total noncurrent assets	12,500	1,644,478	-	-	-	-	-
Total assets	110,817,617	9,325,304	41,381,272	12,445,343	1,638,603	4,946,537	1,555,880
DEFERRED OUTFLOWS OF RESOURCES							
Unamortized loss on refunding	-	-	-	-	-	-	-
Deferred pension/OPEB expense	-	-	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 110,817,617	\$ 9,325,304	\$ 41,381,272	\$ 12,445,343	\$ 1,638,603	\$ 4,946,537	\$ 1,555,880

Audit Subfund	Liability, Protection Settlement Subfund	Health Subfund	OPEB Liability Subfund	SURS Penalty Liability Subfund	Total Subfunds	Capital Assets	Long-Term Debt	Eliminations/ Adjustments	Total
\$ -	\$ 3,644,603	\$ -	\$ -	\$ -	\$ 52,997,489	\$ -	\$ -	\$ -	\$ 52,997,489
-	-	-	-	-	47,180,175	-	-	-	47,180,175
-	-	-	-	-	1,132,887	-	-	-	1,132,887
86,218	-	4,512,223	11,500,000	930,619	50,654,206	-	-	(50,654,206)	-
31,616	922,877	-	-	-	16,632,334	-	-	-	16,632,334
-	-	-	-	-	11,320,714	-	-	-	11,320,714
-	-	-	-	-	1,362,970	-	-	-	1,362,970
-	-	-	-	-	5,690,324	-	-	-	5,690,324
-	-	-	-	-	584,125	-	-	-	584,125
-	-	-	-	-	499,706	-	-	-	499,706
-	-	-	-	-	11,136,079	-	-	-	11,136,079
-	-	-	-	-	2,890,725	-	-	-	2,890,725
117,834	4,567,480	4,512,223	11,500,000	930,619	202,081,734	-	-	(50,654,206)	151,427,528
-	-	-	-	-	-	264,845,571	-	-	264,845,571
-	-	-	-	-	-	(160,363,702)	-	-	(160,363,702)
-	-	-	-	-	1,656,978	-	-	-	1,656,978
-	-	-	-	-	1,656,978	104,481,869	-	-	106,138,847
117,834	4,567,480	4,512,223	11,500,000	930,619	203,738,712	104,481,869	-	(50,654,206)	257,566,375
-	-	-	-	-	-	-	718,053	-	718,053
-	-	-	2,118,473	-	2,118,473	-	272,495	-	2,390,968
-	-	-	2,118,473	-	2,118,473	-	990,548	-	3,109,021
\$ 117,834	\$ 4,567,480	\$ 4,512,223	\$ 13,618,473	\$ 930,619	\$ 205,857,185	\$ 104,481,869	\$ 990,548	\$ (50,654,206)	\$ 260,675,396

(This statement is continued on the following pages.)

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

COMBINING BALANCE SHEET - BY SUBFUND (Continued)

June 30, 2024

	Education Subfund	Operations and Maintenance Subfund	Operations and Maintenance Subfund (Restricted)	Bond and Interest Subfund	Auxiliary Enterprises Subfund	Restricted Purposes Subfund	Student Activity Subfund
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION							
CURRENT LIABILITIES							
Accounts payable	\$ 305,466	\$ 275,715	\$ 2,127,948	\$ -	\$ 33,210	\$ 151,651	\$ 73,664
Accrued payroll	1,298,248	55,630	-	-	33,034	63,077	-
Compensated absences, current portion	111,484	19,918	-	-	15,378	-	-
Accrued interest	-	-	-	-	-	-	-
Due to other funds	50,654,206	-	-	-	-	-	-
Claims payable	-	-	-	-	-	-	-
Other accrued liabilities	10,264	-	-	-	-	-	375,479
Bonds payable, current portion	-	-	-	-	-	-	-
Lease payable, current portion	-	-	-	-	-	-	-
SBITA payable, current portion	-	-	-	-	-	-	-
Early termination payable, current portion	44,136	-	-	-	-	-	-
OPEB liability, current portion	-	-	-	-	-	-	-
Unearned revenue							
Tuition and fees	7,621,727	-	138,057	-	476,331	-	-
Bookstore and Starlight Theater	-	-	-	-	248,107	-	-
Grant revenue	-	-	-	-	-	4,142,704	-
Other	-	1,697,474	-	-	-	-	-
Total current liabilities	60,045,531	2,048,737	2,266,005	-	806,060	4,357,432	449,143
NONCURRENT LIABILITIES							
Compensated absences	631,742	112,870	-	-	87,141	-	-
Bonds payable	-	-	-	-	-	-	-
Lease payable	-	-	-	-	-	-	-
SBITA payable	-	-	-	-	-	-	-
Early termination payable	217,579	-	-	-	-	-	-
OPEB liability	-	-	-	-	-	-	-
Total noncurrent liabilities	849,321	112,870	-	-	87,141	-	-
Total liabilities	60,894,852	2,161,607	2,266,005	-	893,201	4,357,432	449,143
DEFERRED INFLOWS OF RESOURCES							
Property taxes	8,681,523	1,510,529	745,800	5,970,669	-	-	-
Leases	-	5,653,168	-	-	-	-	-
Deferred OPEB expense	-	-	-	-	-	-	-
Total deferred inflows of resources	8,681,523	7,163,697	745,800	5,970,669	-	-	-
Total liabilities and deferred inflows of resources	69,576,375	9,325,304	3,011,805	5,970,669	893,201	4,357,432	449,143
NET POSITION							
Net investment in capital assets	-	-	-	-	-	-	-
Restricted for							
Liability protection and settlement	-	-	-	-	-	-	-
Debt service	-	-	-	6,474,674	-	-	-
Audit	-	-	-	-	-	-	-
Capital improvements	-	-	9,724,683	-	-	-	-
Pension contributions	-	-	-	-	-	-	-
Unrestricted (deficit)	41,241,242	-	28,644,784	-	745,402	589,105	1,106,737
Total net position (deficit)	41,241,242	-	38,369,467	6,474,674	745,402	589,105	1,106,737
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	\$ 110,817,617	\$ 9,325,304	\$ 41,381,272	\$ 12,445,343	\$ 1,638,603	\$ 4,946,537	\$ 1,555,880

Audit Subfund	Liability, Protection Settlement Subfund	Health Subfund	OPEB Liability Subfund	SURS Penalty Liability Subfund	Total Subfunds	Capital Assets	Long-Term Debt	Eliminations/ Adjustments	Total
\$ -	\$ 12,141	\$ 9,982	\$ -	-	\$ 2,989,777	\$ -	\$ -	\$ -	\$ 2,989,777
-	2,764	7,847	-	-	1,460,600	-	-	-	1,460,600
-	1,641	-	-	-	148,421	-	-	-	148,421
-	-	-	-	-	-	-	622,613	-	622,613
-	-	-	-	-	50,654,206	-	-	(50,654,206)	-
-	-	1,676,318	-	-	1,676,318	-	-	-	1,676,318
-	-	-	-	-	385,743	-	-	-	385,743
-	-	-	-	-	-	-	11,376,553	-	11,376,553
-	-	-	-	-	-	-	242,225	-	242,225
-	-	-	-	-	-	-	774,187	-	774,187
-	-	-	-	-	44,136	-	-	-	44,136
-	-	-	231,222	-	231,222	-	-	-	231,222
-	-	-	-	-	8,236,115	-	-	-	8,236,115
-	-	-	-	-	248,107	-	-	-	248,107
-	-	-	-	-	4,142,704	-	-	-	4,142,704
-	-	-	-	-	1,697,474	-	-	-	1,697,474
-	16,546	1,694,147	231,222	-	71,914,823	-	13,015,578	(50,654,206)	34,276,195
-	9,298	-	-	-	841,051	-	-	-	841,051
-	-	-	-	-	-	-	24,303,029	-	24,303,029
-	-	-	-	-	-	-	975,099	-	975,099
-	-	-	-	-	-	-	668,308	-	668,308
-	-	-	-	-	217,579	-	-	-	217,579
-	-	-	9,733,568	-	9,733,568	-	-	-	9,733,568
-	9,298	-	9,733,568	-	10,792,198	-	25,946,436	-	36,738,634
-	25,844	1,694,147	9,964,790	-	82,707,021	-	38,962,014	(50,654,206)	71,014,829
34,123	995,268	-	-	-	17,937,912	-	-	-	17,937,912
-	-	-	-	-	5,653,168	-	-	-	5,653,168
-	-	-	13,637,876	-	13,637,876	-	-	-	13,637,876
34,123	995,268	-	13,637,876	-	37,228,956	-	-	-	37,228,956
34,123	1,021,112	1,694,147	23,602,666	-	119,935,977	-	38,962,014	(50,654,206)	108,243,785
-	-	-	-	-	-	104,481,869	(36,949,901)	-	67,531,968
-	3,546,368	-	-	-	3,546,368	-	-	-	3,546,368
-	-	-	-	-	6,474,674	-	-	-	6,474,674
83,711	-	-	-	-	83,711	-	-	-	83,711
-	-	-	-	-	9,724,683	-	(671,447)	-	9,053,236
-	-	-	-	-	-	-	272,495	-	272,495
-	-	2,818,076	(9,984,193)	930,619	66,091,772	-	(622,613)	-	65,469,159
83,711	3,546,368	2,818,076	(9,984,193)	930,619	85,921,208	104,481,869	(37,971,466)	-	152,431,611
\$ 117,834	\$ 4,567,480	\$ 4,512,223	\$ 13,618,473	\$ 930,619	\$ 205,857,185	\$ 104,481,869	\$ 990,548	\$ (50,654,206)	\$ 260,675,396

(See independent auditor's report.)

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

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

For the Year Ended June 30, 2024

	Education Subfund	Operations and Maintenance Subfund	Operations and Maintenance Subfund (Restricted)	Bond and Interest Subfund	Auxiliary Enterprises Subfund	Restricted Purposes Subfund	Student Activity Subfund
OPERATING REVENUES							
Student tuition and fees, net of scholarship allowances of \$5,923,105 for 2024 and \$5,228,182 for 2023	\$ 17,410,813	\$ 1,740,572	\$ 326,086	\$ -	\$ 1,730,254	\$ -	\$ 196,281
Sales and service fees	30,279	-	-	-	1,376,676	-	39,157
Auxiliary services revenue	-	-	-	-	11,487	-	-
Other operating revenues	399,864	1,265,493	-	-	568,294	210,834	456,543
Total operating revenues	17,840,956	3,006,065	326,086	-	3,686,711	210,834	691,981
OPERATING EXPENSES							
Instruction	22,561,238	-	-	-	26,800	2,041,177	-
Academic support	4,054,155	-	-	-	45	-	-
Student services	5,865,874	-	-	-	36,954	530,918	211,654
Public service	1,087,725	-	-	-	3,111,638	5,260,175	-
Operations and maintenance of plant	97,833	8,263,704	7,032,678	-	-	93,191	-
Institutional support	12,178,379	327,894	25,888	10,575,600	764,365	-	79
Auxiliary services	-	-	-	-	1,729,861	-	240,717
Depreciation and amortization	-	-	-	-	-	-	-
Other	(47,930)	-	-	-	-	11,365,383	186,670
Total operating expenses	45,797,274	8,591,598	7,058,566	10,575,600	5,669,663	19,290,844	639,120
OPERATING INCOME (LOSS)	(27,956,318)	(5,585,533)	(6,732,480)	(10,575,600)	(1,982,952)	(19,080,010)	52,861
NON-OPERATING REVENUES (EXPENSES)							
Local property taxes	16,673,833	2,906,965	1,485,858	11,646,980	-	-	-
Personal property replacement tax	2,566,132	855,377	-	-	-	-	-
State appropriations	9,151,156	1,002,541	-	-	686,415	893,269	-
State grants and contracts	11,087,541	813,489	-	-	-	5,930,319	-
Federal grants and contracts	-	-	-	-	-	11,245,621	-
Local grants and contracts	427,403	703	-	50,000	63,993	49,937	10,678
Investment income	3,847,966	6,458	636,540	211,650	-	-	-
Loss on disposal of capital assets	-	-	-	-	-	-	-
Interest on capital assets - related debt	-	-	-	(1,566,653)	-	-	(505)
Non-operating revenues (expenses), net	43,754,031	5,585,533	2,122,398	10,341,977	750,408	18,119,146	10,173
INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	15,797,713	-	(4,610,082)	(233,623)	(1,232,544)	(960,864)	63,034
TRANSFERS							
Transfers in	-	-	10,000,000	-	2,011,734	-	-
Transfers (out)	(13,000,000)	-	-	-	-	(11,734)	-
Total transfers	(13,000,000)	-	10,000,000	-	2,011,734	(11,734)	-
CAPITAL CONTRIBUTIONS							
CHANGE IN NET POSITION	2,797,713	-	5,389,918	(233,623)	779,190	(972,598)	63,034
NET POSITION (DEFICIT), JULY 1	38,443,529	-	32,979,549	6,708,297	(33,788)	1,561,703	1,043,703
NET POSITION (DEFICIT), JUNE 30	\$ 41,241,242	\$ -	\$ 38,369,467	\$ 6,474,674	\$ 745,402	\$ 589,105	\$ 1,106,737

Audit Subfund	Liability, Protection Settlement Subfund	Health Subfund	OPEB Liability Subfund	SURS Penalty Liability Subfund	Total Subfunds	Capital Assets	Long-Term Debt	Eliminations/ Adjustments	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,404,006	\$ -	\$ -	\$ (5,923,105)	\$ 15,480,901
-	-	-	-	-	1,446,112	-	-	-	1,446,112
-	-	-	-	-	11,487	-	-	-	11,487
-	59,670	-	-	-	2,960,698	-	-	(442,020)	2,518,678
-	59,670	-	-	-	25,822,303	-	-	(6,365,125)	19,457,178
-	-	(104,948)	(3,299,418)	-	21,224,849	-	-	(161,839)	21,063,010
-	-	(24,646)	(491,085)	-	3,538,469	-	-	-	3,538,469
-	-	(37,551)	(894,139)	-	5,713,710	-	-	(5,665)	5,708,045
-	-	(29,736)	(843,838)	-	8,585,964	-	(75,166)	(274,516)	8,236,282
-	475,453	(8,217)	(707,940)	-	15,246,702	(6,193,198)	-	-	9,053,504
47,750	1,333,849	(23,047)	(1,449,425)	36,333	23,817,665	-	(11,220,015)	-	12,597,650
-	-	(55,534)	(167,811)	-	1,747,233	-	-	-	1,747,233
-	-	-	-	-	-	8,864,552	-	-	8,864,552
-	-	-	-	-	11,504,123	-	-	(5,923,105)	5,581,018
47,750	1,809,302	(283,679)	(7,853,656)	36,333	91,378,715	2,671,354	(11,295,181)	(6,365,125)	76,389,763
(47,750)	(1,749,632)	283,679	7,853,656	(36,333)	(65,556,412)	(2,671,354)	11,295,181	-	(56,932,585)
65,828	1,984,431	-	-	-	34,763,895	-	-	-	34,763,895
-	-	-	-	-	3,421,509	-	-	-	3,421,509
-	-	-	(3,926,828)	-	7,806,553	-	-	-	7,806,553
-	-	-	-	-	17,831,349	-	-	-	17,831,349
-	-	-	-	-	11,245,621	-	-	-	11,245,621
-	-	-	-	-	602,714	-	-	-	602,714
147	4,577	-	-	-	4,707,338	-	-	-	4,707,338
-	-	-	-	-	-	(1,193,929)	-	-	(1,193,929)
-	(449)	-	-	-	(1,567,607)	-	259,557	-	(1,308,050)
65,975	1,988,559	-	(3,926,828)	-	78,811,372	(1,193,929)	259,557	-	77,877,000
18,225	238,927	283,679	3,926,828	(36,333)	13,254,960	(3,865,283)	11,554,738	-	20,944,415
-	-	-	1,000,000	-	13,011,734	-	-	(13,011,734)	-
-	-	-	-	-	(13,011,734)	-	-	13,011,734	-
-	-	-	1,000,000	-	-	-	-	-	-
-	-	-	-	-	-	428,169	-	-	428,169
18,225	238,927	283,679	4,926,828	(36,333)	13,254,960	(3,437,114)	11,554,738	-	21,372,584
65,486	3,307,441	2,534,397	(14,911,021)	966,952	72,666,248	107,918,983	(49,526,204)	-	131,059,027
\$ 83,711	\$ 3,546,368	\$ 2,818,076	\$ (9,984,193)	\$ 930,619	\$ 85,921,208	\$ 104,481,869	\$ (37,971,466)	\$ -	\$ 152,431,611

(See independent auditor's report.)

STATISTICAL SECTION (UNAUDITED)

STATISTICAL SECTION (UNAUDITED)

This part of the Rock Valley College, Illinois Community College District Number 511's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information displays about the College's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the College's financial performance and well-being have changed over time.	71-74
Revenue Capacity These schedules contain information to help the reader assess the College's most significant local revenue source, the property tax.	75-83
Debt Capacity These schedules present information to help the reader assess the affordability of the College's current levels of outstanding debt and the College's ability to issue additional debt in the future.	84-87
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the College's financial activities take place.	88-90
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the College's financial report relates to the services the College provides and the activities it performs.	91-93

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

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

FINANCIAL TRENDS
NET POSITION BY COMPONENT

Last Ten Fiscal Years

Fiscal Year	2015	2016	2017	2018
NET POSITION				
Net investment in capital assets	\$ 27,428,699	\$ 27,068,669	\$ 24,204,424	\$ 28,831,891
Restricted for				
Liability protection and settlement	5,286,213	6,523,342	7,200,345	6,633,381
Debt service	5,649,540	3,772,203	5,701,784	6,095,796
Audit	49,296	60,921	52,558	50,588
Capital improvements	6,559,383	7,086,670	5,215,883	12,016,793
Pension contributions	128,604	136,517	148,754	154,001
Unrestricted	10,901,866	8,864,553	19,912,383	1,588,017
TOTAL NET POSITION	\$ 56,003,601	\$ 53,512,875	\$ 62,436,131	\$ 55,370,467

The College implemented GASB Statement No. 75 in 2018 which accounted for the reduction in unrestricted net position.

Data Source

Rock Valley College Financial Reports

	2019	2020	2021	2022	2023	2024
\$	32,734,119	\$ 35,848,876	\$ 46,307,312	\$ 53,072,597	\$ 61,700,714	\$ 67,531,968
	6,548,818	5,990,774	4,775,289	3,588,358	3,307,441	3,546,368
	5,123,084	6,198,154	6,241,317	7,012,618	6,708,297	6,474,674
	53,926	68,457	48,789	61,701	65,486	83,711
	15,746,194	14,925,487	7,245,809	1,577,339	1,577,340	9,053,236
	162,789	145,847	258,413	152,932	197,329	272,495
	4,695,087	17,684,334	31,194,870	41,622,723	57,502,420	65,469,159
\$	<u>65,064,017</u>	<u>\$ 80,861,929</u>	<u>\$ 96,071,799</u>	<u>\$ 107,088,268</u>	<u>\$ 131,059,027</u>	<u>\$ 152,431,611</u>

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**FINANCIAL TRENDS
CHANGES IN NET POSITION**

Last Ten Fiscal Years

Fiscal Year	2015	2016	2017	2018
OPERATING REVENUES				
Student tuition and fees	\$ 11,431,028	\$ 11,473,592	\$ 11,567,622	\$ 11,809,687
Sales and service fees	1,773,740	1,616,076	1,351,139	1,340,382
Auxiliary services revenue	197,090	154,466	150,000	93,429
Other operating revenue	1,204,507	1,277,602	1,594,941	2,327,694
Total operating revenues	14,606,365	14,521,736	14,663,702	15,571,192
OPERATING EXPENSES				
Instruction	26,684,436	27,353,071	29,377,540	27,339,390
Academic support	4,932,388	4,340,423	3,921,766	3,888,218
Student services	4,664,554	4,666,341	4,958,001	5,127,247
Public services	7,948,617	6,714,877	6,094,869	7,674,370
Operation and maintenance of plant	6,970,521	6,676,425	6,641,324	6,900,162
Institutional support	11,564,008	9,931,486	10,780,276	10,339,254
Auxiliary services	1,261,451	1,165,977	1,202,136	1,746,315
Amortization expense	-	-	-	-
Depreciation expense	6,829,218	5,894,384	6,044,978	7,301,785
Scholarships, grants and waivers	6,826,126	5,768,162	5,316,407	3,572,284
Total operating expenses	77,681,319	72,511,146	74,337,297	73,889,025
OPERATING INCOME (LOSS)	(63,074,954)	(57,989,410)	(59,673,595)	(58,317,833)
NON-OPERATING REVENUES (EXPENSES)				
Local property taxes	25,607,033	25,687,393	26,396,425	27,583,297
Personal property replacement tax	1,640,382	1,317,944	1,677,508	1,481,085
State appropriations	12,112,973	14,338,782	18,070,200	18,518,578
State grant and contracts	8,945,474	2,545,508	10,443,022	9,397,395
Federal grants and contracts	15,832,896	14,137,869	14,247,846	13,111,039
Local grants and contracts	707,249	1,043,822	669,730	729,388
Investment income	178,969	436,462	337,073	505,745
Gain (loss) on disposal of capital assets	14,406	5,832	(39,323)	-
Interest on capital asset-related debt	(2,479,796)	(4,020,819)	(3,554,030)	(3,321,273)
Non-operating revenues (expenses), net	62,559,586	55,492,793	68,248,451	68,005,254
CHANGE IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	(515,368)	(2,496,617)	8,574,856	9,687,421
CAPITAL CONTRIBUTIONS	733,942	5,891	348,400	9,342,214
Total capital contributions	733,942	5,891	348,400	9,342,214
CHANGE IN NET POSITION	218,574	(2,490,726)	8,923,256	19,029,635
NET POSITION, JULY 1	55,785,027	56,003,601	53,512,875	62,436,131
Prior period adjustment	-	-	-	(26,095,299)
NET POSITION, JULY 1, AS RESTATED	55,785,027	56,003,601	53,512,875	36,340,832
NET POSITION, JUNE 30	\$ 56,003,601	\$ 53,512,875	\$ 62,436,131	\$ 55,370,467

Data Source

Rock Valley College Financial Reports

	2019	2020	2021	2022	2023	2024
\$	13,398,730	\$ 13,742,723	\$ 13,085,670	\$ 13,068,084	\$ 14,972,460	\$ 15,480,901
	1,363,857	1,337,438	650,879	1,070,703	1,273,848	1,446,112
	78,779	47,923	31,709	23,267	13,034	11,487
	2,035,360	2,617,970	2,019,263	2,470,734	2,347,885	2,518,678
	16,876,726	17,746,054	15,787,521	16,632,788	18,607,227	19,457,178
	26,813,539	27,340,001	27,304,131	23,358,364	19,562,649	21,063,010
	3,971,394	4,320,724	4,448,587	4,028,560	3,382,100	3,538,469
	5,366,887	6,160,865	6,703,858	6,229,259	5,456,086	5,708,045
	7,800,384	7,876,539	8,743,867	7,252,297	8,008,855	8,236,282
	7,358,531	6,455,407	7,358,514	7,585,003	6,266,497	9,053,504
	10,363,673	12,245,713	15,957,856	17,136,856	15,852,224	12,597,650
	1,290,133	1,492,392	1,428,168	1,812,617	1,519,294	1,747,233
	-	-	-	-	-	8,864,552
	8,201,780	7,773,590	7,790,580	9,036,085	9,139,323	5,581,018
	4,144,123	5,846,261	4,164,587	8,055,414	6,489,685	-
	75,310,444	79,511,492	83,900,148	84,494,455	75,676,713	76,389,763
	(58,433,718)	(61,765,438)	(68,112,627)	(67,861,667)	(57,069,486)	(56,932,585)
	28,476,829	28,652,944	28,939,700	29,480,254	31,849,169	34,763,895
	1,518,538	1,662,245	2,108,387	4,595,736	5,194,536	3,421,509
	17,549,408	19,724,519	21,035,698	14,389,445	8,117,466	7,806,553
	9,953,983	11,613,685	12,230,878	12,789,483	15,585,632	17,831,349
	12,291,308	14,555,240	19,915,733	18,142,914	18,067,124	11,245,621
	1,019,625	861,856	966,755	446,764	562,192	602,714
	1,353,431	1,111,398	106,253	(1,130)	3,213,970	4,707,338
	-	-	-	-	-	-
	(2,935,854)	(2,606,720)	(2,248,212)	(1,227,646)	(1,557,042)	(1,308,050)
	69,227,268	75,575,167	83,055,192	78,615,820	81,033,047	79,070,929
	10,793,550	13,809,729	14,942,565	10,754,153	23,963,561	22,138,344
	-	-	267,305	262,316	7,198	428,169
	-	-	267,305	262,316	7,198	428,169
	10,793,550	13,809,729	15,209,870	11,016,469	23,970,759	22,566,513
	55,370,467	66,164,017	80,861,929	96,071,799	107,088,268	131,059,027
	-	888,183	-	-	-	-
	55,370,467	67,052,200	80,861,929	96,071,799	107,088,268	131,059,027
\$	66,164,017	\$ 80,861,929	\$ 96,071,799	\$ 107,088,268	\$ 131,059,027	\$ 153,625,540

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

REVENUE CAPACITY
EQUALIZED ASSESSED VALUATION, TAX RATES AND TAX EXTENSIONS

Last Ten Tax Levy Years

	2014	2015	2016	2017
TOTAL EQUALIZED ASSESSED VALUATIONS	\$ 5,339,259,046	\$ 5,313,920,076	\$ 5,483,921,459	\$ 5,617,226,123
EAV PERCENTAGE INCREASE (DECREASE)	(3.90%)	(0.47%)	3.20%	2.43%
TAX RATES (PER \$100 ASSESSED VALUATION)				
Educational Fund	0.2274	0.2300	0.2300	0.2300
Operations and Maintenance Fund	0.0396	0.0400	0.0400	0.0400
Debt Service Fund				
2000 Bond	0.0127	-	-	-
2002 A&B Bond	0.0745	0.0563	-	-
2005 Refinancing Bond	0.0070	-	-	-
2006 Refinancing Bond	-	-	-	-
2008 Bond	-	-	-	-
2009 Bond	0.0141	0.0137	-	-
2010 A&B Bond	0.0322	0.0351	0.0338	0.0096
2014 Refinancing Bond	0.0044	0.0045	0.0089	0.0214
2015C Bond	-	0.0114	0.0111	0.0108
2015D Bond	-	0.0209	0.0203	0.0198
2015E Bond	-	0.0041	0.0040	0.0039
2017A Bond	-	-	0.1437	0.1201
2017C Bond	-	-	-	0.0309
Liability, Protection and Settlement Fund				
Tort Liability	0.0434	0.0421	-	0.0179
Workers' Compensation	0.0056	0.0110	-	-
Unemployment Insurance	0.0051	0.0014	-	-
Athletics	0.0015	0.0011	-	-
Property/Casualty	0.0030	0.0056	-	-
FICA	0.0106	0.0111	-	-
Audit Fund	0.0012	0.0010	0.0009	0.0009
Protection, Health and Safety Fund	-	-	-	-
Adjustment for Overextended Tax	-	-	-	-
Prior Year Adjustment	-	-	-	-
TOTAL TAX RATE	0.4823	0.4893	0.4927	0.5053

2018	2019	2020	2021	2022	2023
\$ 5,786,184,094	\$ 6,087,389,555	\$ 6,373,157,081	\$ 6,683,597,509	\$ 7,160,941,744	\$ 7,869,445,871
3.01%	5.21%	4.69%	4.87%	7.14%	9.89%
0.2300	0.2296	0.2300	0.2300	0.2276	0.2223
0.0400	0.0400	0.0400	0.0400	0.0396	0.0387
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
0.0309	0.0291	0.0163	-	-	-
0.0769	0.0713	-	-	-	-
0.0105	0.0100	0.0095	0.0092	0.0020	0.0019
0.0192	0.0183	0.0174	0.0168	-	-
0.0038	0.0036	0.0036	0.0705	0.0377	-
0.0548	0.0520	0.0497	-	-	-
0.0142	0.0155	0.0944	0.0872	0.0305	-
-	-	-	-	0.0904	0.1445
0.0173	-	-	-	0.0001	0.0063
-	-	-	-	-	-
-	-	-	-	0.0220	0.0200
-	-	-	-	-	-
-	-	-	-	-	-
0.0009	0.0009	0.0008	0.0008	0.0009	0.0009
-	-	-	-	0.0210	0.0191
0.0002	-	-	0.0019	0.0061	0.0055
-	-	-	-	(0.0017)	0.0001
0.4987	0.4703	0.4617	0.4564	0.4762	0.4593

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

REVENUE CAPACITY
EQUALIZED ASSESSED VALUATION, TAX RATES AND TAX EXTENSIONS (Continued)

Last Ten Tax Levy Years

	2014	2015	2016	2017
TAX EXTENSION				
Educational Fund	\$ 12,140,794	\$ 12,222,016	\$ 12,613,019	\$ 12,908,077
Operations and Maintenance Fund	2,113,392	2,134,494	2,198,281	2,252,067
Debt Service Fund				
2000 Bond	678,782	-	-	-
2002 A&B Bond	3,981,851	2,994,933	-	-
2005 Refinancing Bond	374,130	-	-	-
2006 Refinancing Bond	-	-	-	-
2008 Bond	-	-	-	-
2009 Bond	753,609	728,785	-	-
2010 A&B Bond	1,721,013	1,867,178	1,855,481	539,779
2014 Refinancing Bond	235,166	239,382	488,573	1,203,258
2015C Bond	-	606,434	609,344	607,252
2015D Bond	-	1,111,796	1,114,386	1,113,295
2015E Bond	-	218,103	219,584	219,285
2017A Bond	-	-	7,888,537	6,752,863
2017C Bond	-	-	-	1,737,414
2022A Bond	-	-	-	-
2022B Bond	-	-	-	-
Liability, Protection and Settlement Fund				
Tort Liability	2,314,439	2,236,973	-	1,003,441
Workers' Compensation	300,274	587,491	-	-
Unemployment Insurance	272,100	75,059	-	-
Athletics	81,336	56,044	-	-
Property/Casualty	159,530	295,233	-	-
FICA	565,702	588,262	-	-
Audit Fund	62,767	51,821	48,984	50,415
Protection, Health and Safety Fund	-	-	-	-
Adjustment for Overextended Tax	-	-	-	-
TOTAL LOCAL GOVERNMENT SUPPORT	\$ 25,754,883	\$ 26,014,004	\$ 27,036,189	\$ 28,387,146
PERCENTAGE INCREASE (DECREASE)	0.06	1.01%	3.93%	5.00%

	2018	2019	2020	2021	2022	2023
\$	13,308,223	\$ 13,978,085	\$ 14,658,261	\$ 14,994,830	\$ 16,259,585	\$ 17,465,470
	2,318,427	2,433,727	2,552,169	2,607,807	2,828,656	3,039,647
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	1,789,877	1,773,823	1,039,907	-	-	-
	4,454,419	4,346,171	-	-	-	-
	608,211	609,561	606,081	598,549	143,092	149,499
	1,112,157	1,115,497	1,110,085	1,093,002	-	-
	220,114	219,442	229,673	4,586,705	2,697,288	-
	3,174,280	3,169,718	3,170,759	-	-	-
	822,533	944,820	6,022,528	5,673,201	2,182,156	-
	-	-	-	-	6,467,768	11,369,765
	-	-	-	-	7,155	495,706
	1,000,724	-	-	-	2,003,809	1,571,259
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	431,532
	51,403	52,890	50,777	51,201	64,193	68,654
	-	-	-	-	1,499,197	1,500,791
	1,588	-	-	70,429	-	-
\$	28,861,956	\$ 28,643,734	\$ 29,440,240	\$ 29,675,724	\$ 34,152,899	\$ 36,092,323
	1.67%	(0.76%)	2.78%	0.80%	15.09%	5.68%

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

REVENUE CAPACITY
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Farm Property	Residential Property	Commercial Property	Industrial Property	Mineral	Railroad Property	Total Taxable Assessed Value	Tax Rates per \$100 Assessed Valuation	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2014	\$ 272,394,696	\$ 3,523,480,345	\$ 743,776,679	\$ 784,847,112	\$ -	\$ 14,786,646	\$ 5,339,285,478	\$ 0.4823	33.33%	\$ 16,019,458,380
2015	281,354,154	3,470,202,590	759,303,894	787,461,459	-	15,597,979	5,313,920,076	0.4893	33.33%	15,943,354,563
2016	295,742,554	3,548,673,977	771,377,861	850,571,965	-	17,555,102	5,483,921,459	0.4927	33.33%	16,453,409,718
2017	311,610,448	3,647,794,774	780,804,019	860,682,501	-	16,334,381	5,617,226,123	0.5053	33.33%	16,853,363,705
2018	332,725,424	3,785,524,588	810,872,074	838,816,753	-	18,245,252	5,786,184,091	0.4987	33.33%	17,360,288,302
2019	351,906,309	3,996,560,129	868,618,177	851,578,116	-	18,820,108	6,087,482,839	0.4703	33.33%	18,264,274,944
2020	374,596,348	4,207,750,326	901,676,487	866,753,371	-	22,380,549	6,373,157,081	0.4617	33.33%	19,121,383,381
2021	395,475,658	4,447,305,087	937,849,855	878,773,708	-	24,193,201	6,683,597,509	0.4564	33.33%	20,052,797,807
2022	424,045,616	4,822,076,093	995,987,635	893,074,775	832,193	24,925,432	7,160,941,744	0.4762	33.33%	21,484,973,729
2023	473,577,819	5,370,643,130	1,074,717,943	922,531,845	1,106,571	26,868,563	7,869,445,871	0.4593	33.33%	23,610,698,683

Data Sources

Counties of Winnebago, Boone, Ogle, DeKalb, Stephenson and McHenry

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

REVENUE CAPACITY
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Tax Levy Year	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
COLLEGE DIRECT RATES										
Educational	0.2274	0.2300	0.2300	0.2300	0.2300	0.2296	0.2300	0.2300	0.2276	0.2223
Operations and Maintenance	0.0396	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0396	0.0387
Audit Fund	0.0012	0.0010	0.0009	0.0009	0.0009	0.0009	0.0008	0.0008	0.0009	0.0009
Liability and Protection	0.0586	0.0612	0.0000	0.0179	0.0173	0.0000	0.0000	0.0000	0.0220	0.0200
Bond and Interest	0.1449	0.1460	0.2218	0.2165	0.2103	0.1998	0.1909	0.1837	0.1607	0.1527
Social Security	0.0106	0.0111	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0061	0.0055
Protection, Health and Safety	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0210	0.0191
Adjustment for Overextended tax	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Prior Year Adjustment	0.0000	0.0000	0.0000	0.0000	0.0002	0.0000	0.0000	0.0019	(0.0017)	0.0001
Total college direct rate	0.4823	0.4893	0.4927	0.5053	0.4987	0.4703	0.4617	0.4564	0.4762	0.4593
OVERLAPPING RATES										
Winnebago County	1.0845	1.0984	1.0826	1.0587	1.0173	0.9661	0.9436	0.9032	0.8373	0.7587
Forest Preserve District	0.1199	0.1203	0.1207	0.1182	0.1147	0.1132	0.1073	0.1041	0.0993	0.0913
Rockford Township	0.1394	0.1452	0.1455	0.1446	0.1385	0.1298	0.1233	0.1173	0.1072	0.0963
Rockford Township Road	*	*	0.1487	0.1478	0.1416	0.1327	0.1260	0.1218	0.1173	0.1108
Greater Rockford Airport Authority	0.1063	0.1073	0.1103	0.1102	0.1073	0.1011	0.0987	0.0955	2.4575	2.1972
City of Rockford	3.2931	3.3595	3.3207	3.2517	3.1194	2.9185	2.7943	2.6361	0.9401	0.8914
Rockford Park District	1.1286	1.1629	1.1544	1.1371	1.0963	1.0334	1.0042	0.9739	0.1593	0.1425
Four Rivers Sanitary Authority, Formerly Rock River Water Reclamation Authority	0.2008	0.2075	0.2082	0.2040	0.1964	0.1848	0.1795	0.1731	0.3760	0.3528
Rockford City Library	0.5042	0.5196	0.5190	0.5091	0.4890	0.4564	0.4343	0.4103	0.0926	0.0877
Rockford Public Schools	7.7810	7.9379	7.8031	7.6496	7.3508	6.8929	6.5857	6.2646	6.7247	5.1954
Total overlapping rates	14.3578	14.6586	14.6132	14.3310	13.7713	12.9289	12.3969	11.7999	11.9113	9.9241
TOTAL RATES	14.8401	15.1479	15.1059	14.8363	14.2700	13.3992	12.8586	12.2563	12.3875	10.3834

*Information not available

Data Source

Winnebago County Clerk's Office

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

REVENUE CAPACITY
PRINCIPAL PROPERTY TAXPAYERS

Current Levy and Nine Years Ago

2023					2014				
Taxpayer	Type of Business	Taxable Assessed Value	% of District EAV	Rank	Taxpayer	Type of Business	Taxable Assessed Value	% of District EAV	Rank
Constellation Energy Generation LLC	Nuclear Power Plant	\$ 490,301,616	6.24%	1	Exelon Generation Co LLC	Nuclear Power Plant	\$ 470,340,000	8.81%	1
Lowes Home Centers	Distribution Center	16,211,133	0.21%	2	New Carco Acquisition LLC (Chrysler)	Automotive	19,264,126	0.36%	2
Woodward Inc	Manufacturing	11,602,396	0.15%	3	Lowes Home Center	Distribution Center	11,298,668	0.21%	3
Greater Rockford Airport	Airport	10,509,942	0.13%	4	Beloit Memorial Hospital	Hospital	10,714,903	0.20%	4
Forest Plaza LLC	Retail	10,169,127	0.13%	5	Greater Rockford Airport	Airport	10,401,909	0.19%	5
CBL/Cherry Vale LLC	Real Estate Holdings	10,009,910	0.13%	6	CBL Cherryvale	Real Estate Holdings	8,314,816	0.16%	6
Swedish American Hospital	Hospital	9,089,342	0.12%	7	Forest Plaza LLC	Real Estate Holdings	6,556,951	0.12%	7
NM PCI L P	Pharmaceutical company	8,511,964	0.11%	8	Petry Family Trust	Real Estate Holdings	5,464,460	0.10%	8
Wesley Willows	Retirement community	8,509,344	0.11%	9	Lubrizol Holding INC	Real Estate Holdings	5,033,920	0.09%	9
Meijer Stores Limited Partnership	Retail	7,621,668	0.10%	10	CBL Cherryvale I LLC	Real Estate Holdings	4,659,435	0.09%	10
TOTAL PERCENTAGE OF DISTRICT EAV			<u>7.42%</u>		TOTAL PERCENTAGE OF DISTRICT EAV			<u>10.34%</u>	

Data Sources

Counties of Winnebago, Boone and Ogle

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

REVENUE CAPACITY
PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied	Collected within the Fiscal Year		*Collections in Subsequent Years	Total Collections to Date	
		*Amount	Percentage of Levy		*Amount	Percentage of Levy
2014	\$ 25,754,883	\$ 12,804,167	49.72%	\$ 12,655,830	\$ 25,459,997	98.86%
2015	26,013,917	12,961,269	49.82%	12,937,239	25,898,508	99.56%
2016	27,036,189	13,773,501	50.94%	13,132,119	26,905,620	99.52%
2017	28,387,146	14,588,708	51.39%	13,417,549	28,006,257	98.66%
2018	28,861,956	8,011,735	27.76%	20,746,420	28,758,155	99.64%
2019	28,643,734	11,552,196	40.33%	16,986,894	28,539,090	99.63%
2020	29,455,292	15,905,477	54.00%	13,471,372	29,376,849	99.73%
2021	29,675,724	16,034,440	54.03%	13,540,333	29,574,773	99.66%
2022	34,152,900	18,390,185	53.85%	15,385,496	33,775,681	98.90%
2023	36,092,324	19,243,487	53.32%	-	19,243,487	53.32%

*Based on the College's property tax receipts and internal reconciliation documentation.

Data Sources

District and County Treasurer's Office - for Tax Levied

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

REVENUE CAPACITY
ENROLLMENT, TUITION AND FEE RATES, CREDIT HOURS CLAIMED AND TUITION FEE REVENUE

Last Ten Fiscal Years

Fiscal Year	FTE Credit Courses	Headcount Credit Courses	Tuition and Fee Rates			Total Credit Hours Claimed	Net Tuition and Fee Revenue	Gross Tuition
			In District Tuition and Fees per Semester Hour	Out of District Tuition and Fees per Semester Hour	Out of State Tuition and Fees per Semester Hour			
2015	5,262	13,292	\$ 101.00	\$ 264.00	\$ 492.00	157,865	\$ 11,431,028	\$ 18,014,491
2016	5,159	12,467	101.00	275.00	512.00	154,779	11,473,592	17,457,282
2017	5,031	11,799	110.00	287.00	519.00	150,915	11,567,622	18,224,423
2018	4,466	10,607	125.00	297.00	510.00	133,974	11,809,687	19,091,553
2019	4,319	10,102	125.00	280.00	507.00	129,566	13,398,730	19,171,650
2020	4,522	10,295	130.00	309.00	561.00	135,646	13,742,723	21,051,415
2021	4,090	8,744	132.00	310.00	566.00	116,443	13,085,670	19,727,647
2022	4,078	9,460	132.00	297.00	585.00	106,083	13,068,084	19,246,499
2023	3,685	8,031	137.00	344.00	713.00	118,511	14,972,460	20,200,642
2024	4,148	9,473	142.00	342.00	711.00	111,231	15,480,901	21,404,006

Data Source

College records

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**DEBT CAPACITY
RATIOS OF OUTSTANDING DEBT BY TYPE**

Last Ten Fiscal Years

Fiscal Year Ended	General Obligation Bonds	Capital Appreciation Bonds	Leases	SBITAs	Total Outstanding Debt	District 511 Estimated Actual Taxable Property Value	Percentage of Total Outstanding Debt to Estimated Actual Taxable Property Value	Population*	Total Outstanding Debt Per Capita
2015	\$ 92,540,566	\$ 6,513,595	\$ -	\$ -	\$ 99,054,161	\$ 5,339,285,478	1.86%	342,367	\$ 289
2016	89,558,072	2,832,595	-	-	92,390,667	5,313,920,076	1.74%	340,663	271
2017	103,910,292	-	-	-	103,910,292	5,483,921,459	1.89%	339,376	306
2018	94,570,436	-	-	-	94,570,436	5,617,226,123	1.68%	338,291	280
2019	85,505,580	-	-	-	85,505,580	5,786,184,091	1.48%	337,658	253
2020	75,925,734	-	1,350,080	-	77,275,814	6,087,482,839	1.27%	336,116	230
2021	66,035,907	-	1,249,738	724,584	68,010,229	6,373,157,081	1.07%	336,116	202
2022	58,032,476	-	1,190,432	3,262,269	62,485,177	6,683,597,509	0.93%	336,278	186
2023	46,801,135	-	943,437	2,361,398	50,105,970	7,160,941,744	0.70%	335,342	149
2024	35,679,582	-	1,217,324	1,442,495	38,339,401	7,869,445,871	0.49%	334,124	115

*See the Schedule of Demographic and Economic Information for personal income and population data.

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

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**DEBT CAPACITY
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING**

Last Ten Fiscal Years

Fiscal Year Ended	General Obligation Bonds	Less: Amounts Available In Debt Service Fund	Net General Bonded Debt	District 511 Estimated Actual Taxable Property Value	Percentage of Net General Bonded Debt to Estimated Actual Taxable Property Value	Population*	Net General Bonded Debt Per Capita
2015	\$ 92,540,566	\$ 5,649,540	\$ 86,891,026	\$ 5,339,285,478	1.63%	342,367	\$ 254
2016	89,558,072	3,772,203	85,785,869	5,313,920,076	1.61%	340,663	252
2017	103,910,292	5,701,784	98,208,508	5,483,921,459	1.79%	339,376	289
2018	94,570,436	6,095,796	88,474,640	5,617,226,123	1.58%	338,291	262
2019	85,505,580	6,123,084	79,382,496	5,786,184,091	1.37%	337,658	235
2020	75,925,734	6,198,154	69,727,580	6,087,482,839	1.15%	336,116	207
2021	66,035,907	6,241,317	59,794,590	6,373,157,081	0.94%	336,116	178
2022	58,032,476	7,012,619	51,019,857	6,683,597,509	0.76%	336,278	152
2023	46,801,135	6,708,297	40,092,838	7,160,941,744	0.56%	335,342	120
2024	38,339,401	6,474,674	31,864,727	7,869,445,871	0.40%	334,124	95

*See the Schedule of Demographic and Economic Information for personal income and population data.

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

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**DEBT CAPACITY
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
GENERAL OBLIGATION BONDS**

June 30, 2024

District	Bonded Debt (1)	Percent (2)	Amount Applicable To District
Rock Valley College	\$ 38,339,401	100.00%	\$ 38,339,401
SCHOOLS			
Belvidere School District 100	57,776,195 (1)	100.00%	57,776,195
Byron Community Unit School District 226	10,078,919 (1)	100.00%	10,078,919
Durand School District 322	21,103 (1)	100.00%	21,103
Harlem School District 122	12,325,000 (1)	100.00%	12,325,000
Hiawatha School District 426	3,680,000 (1)	0.00%	-
Hononegah High School District 207	17,530,307 (1)	100.00%	17,530,307
Kinnikinnick School District 131	6,060,100 (1)	100.00%	6,060,100
Meridian Community Unit School District 223	7,290,000 (1)	100.00%	7,290,000
North Boone School District 200	9,969,327 (1)	100.00%	9,969,327
Pecatonica Community Unit School District 321	1,081,100 (1)	100.00%	1,081,100
Prairie Hill School District 133	4,803,659 (1)	100.00%	4,803,659
Rockford School District 205	163,534,093 (1)	100.00%	163,534,093
Shirland School District 134	2,626,722 (1)	100.00%	2,626,722
South Beloit School District 320	10,270,000 (1)	100.00%	10,270,000
Winnebago School District 323	12,604,676 (1)	100.00%	12,604,676
LOCAL GOVERNMENTS			
Boone County	4,963,000 (4)	99.03%	4,914,859
City of Rockford	73,350,000 (2)	100.00%	73,350,000
PARK DISTRICTS			
Belvidere Park District	1,183,000 (2)	100.00%	1,183,000
Oregon Park District	1,552,000 (2)	93.03%	1,443,826
Rockford Park District	45,296,598 (1)	100.00%	45,296,598
OTHER			
Byron Forest Preserve District	2,675,000 (2)	98.04%	2,622,570
Winnebago County Forest Preserve District	1,934,000 (3)	99.98%	1,933,613
Northwest Fire Protection District	N/A (1)	100.00%	N/A
Subtotal	<u>450,604,799</u>		<u>446,715,667</u>
TOTAL	<u>\$ 488,944,200</u>		<u>\$ 485,055,068</u>

Sources: Winnebago County Clerk Office

Audited financial reports for governmental units in Boone and Ogle Counties

(1) As of 06/30/2023

(2) As of 12/31/2023

(3) As of 10/31/2023

(4) As of 11/30/2023

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**DEBT CAPACITY
LEGAL DEBT MARGIN INFORMATION**

Last Ten Fiscal Year

Fiscal Year	Total Taxable Assessed Value	Statutory Rate	Debt Limit (Assessed Value x Debt Limit Rate)	Total Bonded Outstanding Debt	Legal Debt Margin	Net Debt Applicable to Debt Limit as a Percentage of Debt Limit
2015	\$ 5,339,285,478	2.875%	\$ 153,504,457	\$ 99,054,161	\$ 54,450,296	64.53%
2016	5,313,920,076	2.875%	152,775,202	92,390,667	60,384,535	60.47%
2017	5,483,921,459	2.875%	157,662,742	103,910,292	53,752,450	65.91%
2018	5,617,226,123	2.875%	161,495,251	94,570,436	66,924,815	58.56%
2019	5,786,184,091	2.875%	166,352,793	85,505,580	80,847,213	51.40%
2020	6,087,482,839	2.875%	175,015,132	75,925,734	99,089,398	43.38%
2021	6,373,157,081	2.875%	183,228,266	66,035,907	117,192,359	36.04%
2022	6,683,597,509	2.875%	192,153,428	58,032,476	134,120,952	30.20%
2023	7,160,941,744	2.875%	205,877,075	46,801,135	159,075,940	22.73%
2024	7,869,445,871	2.875%	226,246,569	35,679,582	190,566,987	15.77%

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

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	* District Population	*****	****	Unemployment Rates by County***						***
		Total Personal Income (\$000)	Per Capita Personal Income	Winnebago County	Boone County	Stephenson County	Ogle County	DeKalb County	Mc Henry County	State of Illinois Unemployment Rate
2015	342,367	\$ 13,091,627	\$ 38,239	6.2%	5.7%	5.9%	5.5%	5.0%	5.5%	5.3%
2016	340,663	13,515,620	39,674	6.4%	6.0%	5.4%	5.4%	5.2%	5.4%	6.0%
2017	339,376	13,661,333	40,254	5.8%	5.6%	4.8%	4.9%	4.7%	4.1%	4.7%
2018	338,291	14,273,300	42,192	5.0%	4.9%	4.5%	4.3%	4.1%	3.5%	4.3%
2019	337,658	14,967,703	44,328	6.5%	6.8%	4.3%	4.7%	4.5%	3.5%	4.3%
2020	336,116	15,052,234	44,783	16.1%	15.5%	9.5%	11.3%	12.2%	13.4%	14.5%
2021	336,116	16,029,583	47,982	9.5%	9.6%	5.8%	5.9%	6.2%	6.8%	7.2%
2022	336,278	17,197,161	51,140	6.8%	6.7%	4.5%	4.8%	4.6%	3.6%	4.8%
2023	335,342	16,975,504	50,806	6.2%	6.8%	4.9%	5.1%	4.9%	3.6%	4.5%
2024	334,124	Not Available	Not Available	6.6%	7.1%	5.6%	5.7%	5.6%	5.5%	6.1%

Data Sources

* U.S. Census Bureau, "Annual Estimates of the Resident Population: April 1, 2020 to July 1, 2023 population estimate for July 1, 2023.

** Illinois Department of Employment Security, Unemployment Rate by County, June 2024 - Not Seasonally Adjusted

*** Illinois Department of Employment Security, June 2024 Unemployment Rate for Illinois - Seasonally Adjusted

****Per Capita Personal Income is based on the City of Rockford 2023 Audit (Data Source - U.S. Department of Commerce.)

*****Total Personal Income is based on Per Capita Personal income multiplied by the population

All Statistics are for the Rockford Metropolitan Statistical Area which includes Winnebago and Boone Counties.

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**DEMOGRAPHIC AND ECONOMIC INFORMATION
STUDENT ENROLLMENT DEMOGRAPHIC AND TOTAL CREDIT HOURS BY YEAR**

Last Ten Fiscal Years

Categories	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Baccalaureate	108,221.5	103,322.0	101,126.5	89,615.0	86,183.0	89,060.0	83,379.0	77,579.5	77,441.5	76,826.0
Business Occupational	5,321.5	4,970.5	4,583.0	3,519.0	3,782.5	3,284.0	5,285.0	5,377.0	5,122.5	5,594.0
Technical Occupational	15,875.0	16,137.0	17,736.5	15,143.0	13,904.5	14,389.5	10,467.5	13,922.5	17,648.5	18,219.5
Health Occupational	7,727.0	7,917.0	7,252.0	7,209.5	6,895.5	6,831.0	6,103.0	7,131.0	7,730.0	7,920.5
Remedial Development	12,281.0	11,073.0	11,148.0	9,698.0	9,549.0	8,823.0	3,749.0	1,915.0	1,380.0	2,028.0
Adult Basic and Secondary Ed	8,438.5	11,359.5	9,068.5	8,789.0	9,252.0	13,258.5	7,459.0	8,354.0	9,188.5	5,980.5
TOTAL CREDIT HOURS	157,864.5	154,779.0	150,914.5	133,973.5	129,566.5	135,646.0	116,442.5	114,279.0	118,511.0	116,568.5
PERCENTAGE										
INCREASE (DECREASE)	(7.0%)	(2.0%)	(2.5%)	(11.2%)	(3.3%)	4.7%	(14.2%)	(1.9%)	3.7%	(1.6%)

Data Source

District records (Apportionment Claim Reports)

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**DEMOGRAPHIC AND ECONOMIC INFORMATION
PRINCIPAL EMPLOYERS**

Current Year and Nine Years Ago

2024				2015			
Employer	Rank	Employees	% of District Population	Employer	Rank	Employees	% of District Population
Rockford Public Schools (1)	1	4,832	1.45%	Chrysler	1	4,500	1.30%
UW Health (2)	2	3,780	1.13%	Rockford Public Schools	2	3,730	1.08%
Mercy Health (2)	3	3,000	0.90%	Rockford Health Systems	3	3,000	0.87%
OSF Healthcare (2)	4	2,200	0.66%	Swedish American Health	4	2,988	0.86%
Collins Aerospace (3)	5	2,000	0.60%	UTC Aerospace Systems	5	2,296	0.66%
Woodward (3)	6	2,000	0.60%	OSF Healthcare	6	1,800	0.52%
UPS (3)	7	2,000	0.60%	Rockford Park District	7	1,739	0.50%
PCI Pharma Services (3)	8	1,885	0.56%	Winnebago County	8	1,731	0.50%
Amazon (3)	9	1,535	0.46%	Walmart	9	1,611	0.47%
Rockford Park District (4)	10	1,223	0.37%	Woodward	10	1,600	0.46%
TOTAL PERCENTAGE OF DISTRICT POPULATION			<u>7.32%</u>	TOTAL PERCENTAGE OF DISTRICT POPULATION			<u>7.22%</u>

Data Sources

- (1) Information based on the published staff directory
- (2) 12/31/23 City of Rockford Audit (Data Source - Rockford Area Economic & Development Council)
- (3) 2023 Rockford Regional Overview-Rockford Area Economic Council pg 14.
- (4) Based on the public 2023 Annual Financial Report

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

OPERATING INFORMATION
FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
FACULTY										
Full-time	157	158	159	134	126	127	123	116	120	117
Part-time	336	300	278	268	269	285	300	214	198	205
FULL-TIME ADMINISTRATORS	33	36	30	33	31	35	36	35	45	51
CLASSIFIED STAFF										
Full-time	237	236	200	190	195	201	215	213	221	235
Part-time	83	64	51	44	34	46	40	33	29	32
TOTAL FULL-TIME EMPLOYEES	427	430	389	357	352	363	374	364	386	403
TOTAL EMPLOYEES	846	794	718	669	655	694	714	611	613	640

Data Source

ICCB Centralized Data System--Faculty, Staff, and Salary (C1) Data and Supplementary Faculty, Staff, and Salary Information

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS

OPERATING INFORMATION
OPERATING INDICATORS

Last Ten Fiscal Years

Categories	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Baccalaureate	108,221.5	103,322.0	101,126.5	89,615.0	86,183.0	89,060.0	83,379.0	77,579.5	77,441.5	76,826.0
Business Occupational	5,321.5	4,970.5	4,583.0	3,519.0	3,782.5	3,284.0	5,285.0	5,377.0	5,122.5	5,594.0
Technical Occupational	15,875.0	16,137.0	17,736.5	15,143.0	13,904.5	14,389.5	10,467.5	13,922.5	17,648.5	18,219.5
Health Occupational	7,727.0	7,917.0	7,252.0	7,209.5	6,895.5	6,831.0	6,103.0	7,131.0	7,730.0	7,920.5
Remedial Development	12,281.0	11,073.0	11,148.0	9,698.0	9,549.0	8,823.0	3,749.0	1,915.0	1,380.0	2,028.0
Adult Basic and Secondary Ed	8,438.5	11,359.5	9,068.5	8,789.0	9,252.0	13,258.5	7,459.0	8,354.0	9,188.5	5,980.5
TOTAL CREDIT HOURS	157,864.5	154,779.0	150,914.5	133,973.5	129,566.5	135,646.0	116,442.5	114,279.0	118,511.0	116,568.5
Student headcount	13,292	12,467	11,799	10,607	10,102	10,295	8,744	9,460	8,031	9,473
Student FTE	5,262	5,159	5,030	4,466	4,319	4,678	4,090	4,078	3,685	4,148
Tuition Rate per Hour	\$ 91	\$ 91	\$ 100	\$ 115	\$ 115	\$ 115	\$ 115	\$ 115	\$ 120	\$ 125
Tuition and Fee Revenue	\$ 18,014,491	\$ 17,457,282	\$ 18,224,423	\$ 19,091,553	\$ 19,171,650	\$ 21,051,415	\$ 19,727,647	\$ 19,246,499	\$ 20,200,642	\$ 21,404,006
Degrees and Certificates awarded*										
A.A.; A.S.	783	887	811	772	744	731	714	809	654	677
A.E.S.	7	19	21	20	21	27	28	32	26	28
A.G.S	1	1	4	1	1	-	-	1	-	1
A.A.S.	237	209	217	201	187	142	211	209	139	220
Certificates	565	937	1,198	653	626	515	466	340	642	349

Data Source

*Source: ICCB S3 Apportionment Reports

ICCB Centralized Data System--Annual Enrollment and Completion (A1 and A2) Data

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

OPERATING INFORMATION
CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Facility Information	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Square feet - classrooms	73,661	72,012	70,599	90,958	118,292	118,292	118,292	118,292	123,641	111,467
Square feet - labs	133,884	146,503	144,306	187,884	194,681	194,146	194,146	194,146	232,330	204,927
Square feet - libraries	33,308	32,731	32,731	47,251	49,981	49,981	49,981	49,981	50,177	50,177
Square feet - offices	99,313	98,204	92,163	106,522	113,654	113,505	113,505	113,505	117,124	104,612
Total assignable square feet	553,085	562,404	551,668	605,461	648,565	649,435	649,435	649,435	713,904	647,776
Number of classrooms	98	97	88	125	152	152	152	145	149	130
Number of laboratories	156	158	118	230	237	235	235	241	254	216
Number of libraries	37	35	39	80	89	89	89	89	90	90
Number of offices	498	574	419	589	569	567	567	645	653	591
Number of buildings	40	38	37	38	38	38	38	38	39	38
Acres	235	235	235	235	235	235	235	235	242	228

Data Source

Source: Rock Valley College Facilities, Plant Operations and Maintenance department

SPECIAL REPORTS SECTION

ICCB STATE GRANT PROGRAMS

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Rock Valley College
Illinois Community College
District Number 511
Rockford, Illinois

Opinions

We have audited the accompanying balance sheet of Rock Valley College - Illinois Community College District Number 511's (the College), State Adult Education and Family Literacy Grant Programs as of June 30, 2024, and the related statement of revenues, expenditures and changes in program balance for the year then ended and the notes to financial statements - grants programs.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Rock Valley College - Illinois Community College District Number 511's State Adult Education and Family Literacy Grant Programs as of June 30, 2024, and the changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

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

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we

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

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

Other Matters

Our audit was conducted for the purpose of forming opinions on the balance sheet the College's State Adult Education and Family Literacy Grant Programs as of June 30, 2024, and the related statement of revenues, expenditures and changes in program balances for the year then ended. The schedule of expenditure amounts and percentages for ICCB Grant Funds only is presented for purposes of additional analysis and is not a required part of these financial statements. The schedule of expenditure amounts and percentages for ICCB Grant Funds only is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare these financial statements.

The information has been subjected to the auditing procedures applied in the audit of these financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to these financial statements as a whole.

In connection with our audit, nothing came to our attention that caused us to believe that the College failed to comply with the terms, covenants, provisions or conditions of the agreements, 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 with the above-referenced terms, covenants, provisions or conditions of the agreements, insofar as they relate to accounting matters.

Sikich CPA LLC

Naperville, Illinois
November 1, 2024

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

**STATE ADULT EDUCATION AND FAMILY LITERACY GRANT PROGRAM
BALANCE SHEET**

June 30, 2024

	<u>State Basic</u>	<u>Performance</u>	<u>Total (Memorandum Only)</u>
ASSETS			
None	\$ -	\$ -	\$ -
TOTAL ASSETS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND PROGRAM BALANCE			
LIABILITIES			
None	\$ -	\$ -	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
PROGRAM BALANCE			
None	<u>-</u>	<u>-</u>	<u>-</u>
Total program balance	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND PROGRAM BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(See independent auditor's report.)

ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS

STATE ADULT EDUCATION AND FAMILY
LITERACY GRANT PROGRAM
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN PROGRAM BALANCE

For the Year Ended June 30, 2024

	State Basic	Performance	Total (Memorandum Only)
REVENUES			
Grant revenue	\$ 174,243	\$ 114,630	\$ 288,873
EXPENDITURES			
Direct instruction			
Salaries	118,440	65,832	184,272
Benefits	34,394	17,417	51,811
Travel	-	1,309	1,309
Supplies	6,126	203	6,329
Contractual services	-	21,416	21,416
Total direct instruction	158,960	106,177	265,137
Program support			
Occupancy	-	-	-
Training and education	-	128	128
Miscellaneous	-	-	-
Indirect costs	15,283	8,325	23,608
Total program support	15,283	8,453	23,736
Total expenditures	174,243	114,630	288,873
EXCESS REVENUES OVER (UNDER)			
EXPENDITURES	-	-	-
PROGRAM BALANCE, JULY 1, 2023			
	-	-	-
PROGRAM BALANCE, JUNE 30, 2024			
	\$ -	\$ -	\$ -

(See independent auditor's report.)

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

STATE ADULT EDUCATION AND FAMILY
LITERACY GRANT PROGRAM
SCHEDULE OF EXPENDITURE AMOUNTS AND
PERCENTAGES FOR ICCB GRANT FUNDS ONLY

For the Year Ended June 30, 2024

	<u>Audited Expenditure Amount</u>	<u>Audited Expenditure Percentage</u>
STATE BASIC		
Instruction (45% minimum required)	\$ 158,960	91.23%
General administration (15% maximum allowed)	15,283	8.77%

(See independent auditor's report.)

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS - GRANT PROGRAMS

June 30, 2024

1. ESTABLISHMENT OF PROGRAMS

State Adult Education and Family Literacy Grants

State Basic

Grant awarded to Adult Education and Family Literacy providers to establish special classes for the instruction of persons of age 16 and over and not otherwise in attendance in public school; and (1) lack sufficient mastery of basic educational skills to enable the individuals to function effectively in society; (2) do not have a secondary school diploma or its recognized equivalent, and have not achieved an equivalent level of education; or (3) are unable to speak, read or write the English language.

Performance

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

2. SIGNIFICANT ACCOUNTING POLICIES

a. General

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

b. Basis for Accounting

The statements have been prepared on the accrual basis of accounting and the current financial resources measurement focus. Expenditures include all accounts payable representing liabilities for goods and services actually received as of June 30, 2024. Funds obligated for goods prior to June 30 for which the goods are received prior to August 31, if any, are recorded as restricted fund balances.

c. Capital Assets

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

3. PAYMENTS OF PRIOR YEAR'S ENCUMBRANCES

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

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

Board of Trustees
Rock Valley College
Illinois Community College
District Number 511
Rockford, Illinois

We have examined management of Rock Valley College - Illinois Community College District Number 511's (the College) assertion that the College complied with the guidelines of the Illinois Community College Board's *Fiscal Management Manual* included in the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed and the Reconciliation of Total Semester Credit Hours of Rock Valley 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 requirements based on our examination.

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

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

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

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

Sikich CPA LLC

Naperville, Illinois
November 1, 2024

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

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

For the Year Ended June 30, 2024

CATEGORIES	Total Semester Credit Hours by Term							
	Summer		Fall		Spring		Total	
	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted
Baccalaureate	0.0	8,631.0	0.0	35,574.0	0.0	32,621.0	0.0	76,826.0
Business occupational	0.0	239.0	0.0	2,543.5	0.0	2,811.5	0.0	5,594.0
Technical occupational	0.0	2,196.0	0.0	7,770.5	0.0	8,253.0	0.0	18,219.5
Health occupational	0.0	822.5	0.0	3,253.0	0.0	3,845.0	0.0	7,920.5
Remedial developmental	0.0	206.0	0.0	1,065.0	0.0	757.0	0.0	2,028.0
Adult basic education/adult secondary education	0.0	0.0	3,309.5	177.0	2,028.0	466.0	5,337.5	643.0
TOTAL CREDIT HOURS VERIFIED	0.0	12,094.5	3,309.5	50,383.0	2,028.0	48,753.5	5,337.5	111,231.0

	In-District	Chargeback/ Contractual Agreement	Total
Reimbursable credit hours (unrestricted)	106,008.0	-	106,008.0
	In-District		Total
Reimbursable credit hours (restricted)	5,337.5		5,337.5
	Dual Credit		Dual Enrollment
Reimbursable credit hours (unrestricted)	14,095.0		723.0
	Dual Credit		Dual Enrollment
Reimbursable credit hours (restricted)	-		-

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

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

- 1) Valid Illinois driver's license or motor vehicle registration
- 2) Voter's registration card
- 3) Real estate tax bill showing liability to the College
- 4) Apartment lease
- 5) Contract of sale for a new home
- 6) Utility bill
- 7) Rent receipt

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

DISTRICT'S 2023 EQUALIZED ASSESSED VALUATION \$ 7,869,445,871

**ROCK VALLEY COLLEGE
ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511
ROCKFORD, ILLINOIS**

RECONCILIATION OF TOTAL SEMESTER CREDIT HOURS

For the Year Ended June 30, 2024

	Total Unrestricted Credit Hours	Total Unrestricted Credit Hours Certified to the ICCB	Difference	Total Restricted Credit Hours	Total Restricted Credit Hours Certified to the ICCB	Difference
Baccalaureate	76,826.0	76,826.0	-	-	-	-
Business occupational	5,594.0	5,594.0	-	-	-	-
Technical occupational	18,219.5	18,219.5	-	-	-	-
Health occupational	7,920.5	7,920.5	-	-	-	-
Remedial developmental	2,028.0	2,028.0	-	-	-	-
Adult basic education/adult secondary education	643.0	643.0	-	5,337.5	5,337.5	-
TOTAL	111,231.0	111,231.0	-	5,337.5	5,337.5	-