

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

# 2011

Fiscal Year Ended June 30, 2011



**JOLIET**  
JUNIOR COLLEGE  
— 1901 —



Community College District No. 525 • Joliet, Illinois

**JOLIET JUNIOR COLLEGE**  
**COMMUNITY COLLEGE DISTRICT NO. 525**  
Joliet, Illinois

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
Fiscal Year Ended June 30, 2011

Prepared by:  
Financial Services

Tammy Rust  
Vice President, Administrative Services

Jeffrey A. Heap  
Controller

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
Joliet, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
June 30, 2011

CONTENTS

INTRODUCTORY SECTION

Transmittal Letter.....	i – vi
Principal Officials.....	vii
Organization Chart.....	viii - ix
Certificate of Excellence.....	x
Certificate of Achievement.....	xi

FINANCIAL SECTION

Independent Auditors' Report.....	1 - 2
Management's Discussion and Analysis.....	3 - 10
Basic Financial Statements	
Statement of Net Assets.....	11 - 12
Statement of Revenues, Expenses and Changes in Net Assets.....	13
Statement of Cash Flows.....	14 - 15
Notes to Financial Statements.....	16 - 38

STATISTICAL SECTION (UNAUDITED)

Statistical Section Contents.....	39
Schedule of Net Assets by Component.....	40
Schedule of Changes in Net Assets.....	41
Representative (Direct and Overlapping) Tax Rates.....	42
Assessed and Estimated Actual Value of Taxable Property.....	43
Property Tax Levies and Collections.....	44
Principal Taxpayers.....	45
Tuition and Fees.....	46
Ratio of Outstanding Debt by Type.....	47
Computation of Legal Debt Margin.....	48
Direct and Overlapping General Obligation Bonded Debt.....	49 - 51
Schedule of Bond Coverage.....	52
Demographic and Economic Statistics.....	53
Principal Employers.....	54
Faculty, Staff and Administrator Statistics.....	55
Student Enrollment Demographic Statistics.....	56
Schedule of Capital Asset Information.....	57
Miscellaneous Statistics.....	58

SPECIAL REPORTS SECTION

SUPPLEMENTARY INFORMATION (UNAUDITED)

Balance Sheet – By Accounts.....	59
Schedule of Revenues, Expenses and Changes in Account Balances – By Accounts.....	60
Combining Balance Sheet – Current Unrestricted Accounts.....	61
Schedule of Revenues, Expenses and Changes in Current Unrestricted Account Balances.....	62
Combining Balance Sheet – Current Restricted Accounts.....	63
Schedule of Revenues, Expenses and Changes in Current Restricted Account Balances.....	64

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
Joliet, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
June 30, 2011

CONTENTS

SPECIAL REPORTS SECTION (Continued)

UNIFORM FINANCIAL STATEMENTS

Independent Auditors' Report .....	65 - 66
Uniform Financial Statement #1	
All Funds Summary .....	67
Uniform Financial Statement #2	
Summary of Fixed Assets and Debt .....	68
Uniform Financial Statement #3	
Operating Funds Revenues and Expenditures .....	69 - 70
Uniform Financial Statement #4	
Restricted Purpose Fund Revenues and Expenditures .....	71 - 72
Uniform Financial Statement #5:	
Current Funds Expenditures By Activity .....	73 - 74
Notes to Uniform Financial Statements .....	75
Certification of Chargeback Reimbursement – For Fiscal Year 2012 .....	76

ENROLLMENT DATA

Independent Auditor's Report .....	77 - 78
Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed .....	79
Reconciliation of Semester Credit Hours .....	80
Residency Policy (Unaudited) .....	81
Schedule of Assessed Valuations, Tax Rates and Tax Extensions (Unaudited) .....	82

ILLINOIS COMMUNITY COLLEGE BOARD, WORKFORCE DEVELOPMENT  
BUSINESS/INDUSTRY, ADULT EDUCATION AND FAMILY LITERACY COMPONENT,  
CAREER AND TECHNICAL EDUCATION, AND STUDENT SUCCESS GRANTS

Independent Auditors' Report .....	83 - 84
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Grant Program Financial Statements Performed in Accordance with Government Auditing Standards .....	85 - 86
Workforce Development Business/Industry Grant Program:	
Balance Sheet .....	87
Statement of Revenues, Expenditures and Changes in Program Balance .....	88
ICCB Compliance Statement – Total Expenditures for ICCB Grant Funds .....	89
Adult Education and Family Literacy Component Grant Program	
Balance Sheet .....	90
Statement of Revenues, Expenditures and Changes in Program Balance .....	91
ICCB Compliance Statement .....	92
Career and Technical Education – Program Improvement Grant Program	
Statement of Revenues, Expenditures and Changes in Program Balance .....	93
Student Success Grant Program	
Balance Sheet .....	94
Statement of Revenues, Expenditures and Changes in Program Balance .....	95
Notes to Financial Statements .....	96 - 97

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
Joliet, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
June 30, 2011

CONTENTS

SPECIAL REPORTS SECTION (Continued)

ILLINOIS BOARD OF HIGHER EDUCATION, ILLINOIS COOPERATIVE WORK  
STUDY GRANT PROGRAM

Independent Auditor's Report .....	98
Illinois Cooperative Work Study Program	
Balance Sheet .....	99
Statement of Revenues, Expenditures and Changes in Program Balance – Actual and Budget	
2011 Program .....	100
2010 Program .....	101
Notes to Financial Statements .....	102

## **INTRODUCTORY SECTION**



October 6, 2011

Letter to the Citizens of Joliet Junior College  
Community College District No. 525

## **FORMAL TRANSMITTAL OF THE COMPREHENSIVE ANNUAL FINANCIAL REPORT**

The Comprehensive Annual Financial Report of Joliet Junior College, Community College District No. 525, Counties of Will, Grundy, Livingston, Cook, Kendall, LaSalle, and Kankakee, and the State of Illinois, for the fiscal year ended June 30, 2011, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. 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 results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities in relation to its mission have been included.

### **Financial Statements**

This letter of transmittal should be read in conjunction with the management's discussion and analysis which immediately follows the independent auditor's report and focuses on current activities, accounting changes, and currently known facts.

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical, and special reports. The introductory section includes this transmittal letter, a list of principal officials and the District's organizational chart. The financial section includes the report of our independent public accountants, management's discussion and analysis, the basic financial statements, and notes to the financial statements. The statistical section includes selected unaudited financial and demographic information, generally presented on a multi-year basis. The special reports section includes grants and enrollment audits required by the Illinois Community College Board (ICCB) together with the related auditor's reports.

The District maintains its accounts and prepares its financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP) as set forth by Governmental and Financial Accounting Standards Boards (GASB and FASB), National Association of College and University Business Officers (NACUBO) and the Illinois Community College Board (ICCB). The financial records of the District are maintained on the accrual basis of accounting whereby all revenues are recorded when earned and all expenses are recorded when they have been reduced to a legal obligation to pay. The notes to the financial statements expand and explain the financial statements and the accounting principles applied. The financial statements have been audited by our independent auditors, Crowe Horwath LLP, and their report is included as part of this financial presentation.

Joliet Junior College is subject to the authority of the Illinois Community College Board under the Illinois Board of Higher Education. The District is governed by the Board of Trustees, which is elected by the public and has the exclusive responsibility and accountability for the decisions it makes. The District has the statutory authority to adopt its own budget, to levy taxes, and to issue bonded debt without the approval of another government. It has the right to sue and be sued, and has the right to buy, sell, lease or mortgage property in its own name. Based on these criteria, the District is considered a primary government. In addition, a primary government may also be financially accountable for governmental and non-governmental organizations that are fiscally dependent on it. The District has determined that the Joliet Junior College Assistance Corporation and the Joliet Junior College Foundation and its subsidiary meet these criteria and have been included in the District's reporting entity. These component units are described in the footnotes to the financial statements.

## **PROFILE OF THE GOVERNMENT**

### **History**

Joliet Junior College is the nation's first public community college. In 1901, Joliet Township High School Superintendent J. Stanley Brown and University of Chicago President William Rainey Harper developed a program in which Joliet area students could complete the first two years of baccalaureate coursework at the local high school and then transfer to the University of Chicago for the final two years of study. That first class consisted of six students; today, the College has grown to more than 47,000 credit and non-credit students.

Joliet Junior College is a comprehensive suburban community college and continues to offer pre-baccalaureate programs for students planning to transfer to four-year colleges and universities. In addition, the college provides career preparation training, workforce development and a lifetime of learning to the diverse community it serves.

Classes are offered during the day, evening and weekends at the Main Campus on Houbolt Road in Joliet, the City Center Campus in downtown Joliet, the Romeoville Campus in Romeoville, the Frankfort Education Center in Frankfort, the Morris Education Center in Morris, the Weitendorf Agricultural Education Center in Joliet and at satellite sites throughout the District's seven counties, which include parts of Will, Grundy, Kankakee, Kendall, LaSalle, Livingston and Cook Counties.

The District's mission is determined by the Illinois Community College Act, which establishes the statewide community college system. Simply stated, the mission is to serve the post-secondary educational needs of the residents of Community College District No. 525. To fulfill this mandate, the District, through its strategic planning process, has expanded its mission and vision to be in concert with the educational needs of its constituents.

### **Mission**

Joliet Junior College enriches people's lives through affordable, accessible, and quality programs and services. The college provides transfer and career preparation, training and workforce development, and a lifetime of learning to the diverse community it serves.

### **Vision**

Joliet Junior College, the nation's first public community college, will be a leader in teaching and learning, and the first choice for postsecondary education.

## **Strategic Goals**

1. Increase student success and completion.
2. Develop programs that anticipate and respond to labor market demand.
3. Increase and strengthen resource development and utilization.
4. Address the needs of the growing minority, underrepresented and underprepared student populations.
5. Expand the use of technology.

## **INFORMATION USEFUL IN ASSESSING THE GOVERNMENT'S ECONOMIC CONDITION**

### **Economic Condition and Outlook**

The District encompasses not only the far southwest suburban region of Chicago, but it also includes significant rural and unincorporated areas of Northern Illinois. The largest part of the 1,442-square-mile District resides in Will and Grundy Counties. Will County has the distinction of being one of the fastest growing counties in Illinois. Its growth over the last 10 years is due primarily to low unemployment, good transportation availability and its proximity to the Chicago metropolitan area. Despite the dramatic slowdown in the economy, \$343,000,000 in new construction occurred in Will County, but the assessed value still decreased by \$436,000,000 in the county from falling property values.

Grundy County is the second largest county in the District and is mostly rural. As Chicagoland continues to expand southwest, Grundy County has also experienced growth. In this year alone, \$14,000,000 in new construction occurred primarily related to wind farms in the southwest corner of Grundy County, but the assessed value still decreased by \$65,000,000 in the county from falling property values.

The City of Joliet, located in Will County, is the District's largest urban area. The City has a population of 152,000 and had enjoyed significant economic growth until recently. One of the main reasons for the economic growth is the revenue generated by two riverboat casinos that operate within the city limits along with the Chicagoland Speedway and the Route 66 Raceway. Revenue from the riverboat casinos has continued to decrease in 2011 and the City has been reducing expenses by not replacing positions that become vacant, an early retirement program and the elimination of any nonessential services. In addition, the City continues to look at instituting new sources of revenue to maintain the services they provide and close their current budget deficit.

In developing the District's budget for the year ending June 30, 2012, new assessed value growth was estimated at \$200,000,000, or only a 1% increase. Property tax revenue is only expected to increase 2.8% in total. State revenues are budgeted to remain level with the prior year's allocation even though the State increased the income tax rates to address their fiscal crisis and its inability to pay obligations timely. Due to the economy, the trustees decided not to increase the tuition rate. The budget is balanced and all major revenue sources are expected to meet budget.

## Major Initiatives

During 2008, a Campus Master Planning Study was completed that created a new vision for the District that was based on a detailed analysis of existing goals, growth and needs of the District's community and current trends in higher education.

Throughout the process, the District assessed space and facility needs to design a master plan that encompasses 750,000 square feet of facilities and 463 acres of land. The District community has been a vital part of the process providing valuable feedback that has helped create the consensus plan that was presented to the Board of Trustees in March 2008.

The District is financing its \$208 million master plan through the shared responsibility of students, taxpayers, and the private and not-for-profit sector.

- A \$70 million bond for student service-based projects was issued in November 2008 and is being financed by a student fee. The projects include a new campus center, greenhouse, facility services building, classroom remodeling and expanded parking. The capital assessment fee was increased \$9 per credit hour to a total of \$14 per credit hour in fiscal year 2009. For fiscal year 2010, the capital assessment fee was increased from \$14 to \$16 and for fiscal year 2011, it was increased to \$17 per credit hour to provide further funding for the District's master plan.
- Community members were asked to support projects through an \$89 million building-bond referendum on the November 4, 2008 ballot. The success of the referendum provided the necessary funding for projects that support the creation of new jobs in high growth industries in the district such as nursing, automotive technology, culinary arts and science.

**Three-Year Financial Plan:** As a part of its planning activities, the District developed a *Three-Year Financial Plan* that is consistent with the strategic goals. This financial plan, which is updated annually, is presented to the Board of Trustees in January of each year. The plan identifies major areas of concern that must be addressed if the college is to continue to fulfill its mission, vision, and strategic planning initiatives:

- Addressing potential impact of the state's fiscal crisis on the college's budget.
- Realistic projections in property tax revenues.
- Accommodating staff and resource needs to address projected enrollment growth.
- Responsible reserves.
- Continued implementation of the master plan and addressing its impact on operating costs.

## Financial Information

**Internal Control.** Management of the District is responsible for establishing and maintaining internal controls designed 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 of America. 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.

**Budgetary Controls.** The District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the District's Board of Trustees. The following activities are included in the annual budget:

- Current Unrestricted
  - Educational Accounts
  - Operations and Maintenance Accounts
  - Capital Projects Fund (Operations and Maintenance – Restricted)
  - Auxiliary Enterprises
  - Audit
  - Liability, Protection and Settlement
  - Working Cash
  - Self-Insurance
- Current Restricted
  - Restricted Purpose
  - General Obligation Bond

The level of budgetary control (that is, the level at which expenditures cannot exceed the budget amount) is established for each individual fund. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

#### **OTHER INFORMATION**

**Awards.** The Association of School Business Officials International awarded a Certificate of Excellence in Financial Reporting to Joliet Junior College for its June 30, 2010 Comprehensive Annual Financial Report. The Certificate of Excellence in Financial Reporting Program is a prestigious national award, recognizing conformance with the highest standards of financial reporting. Fiscal 2010 was the eleventh year the District received this award for financial reporting.

In addition, the Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Joliet Junior College for its comprehensive annual financial report for the fiscal year ended June 30, 2010. Fiscal 2010 was the ninth year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

These certificates are valid for a period of one year only. The administration believes the current comprehensive financial report continues to conform to these high standards of financial reporting and will be submitted for review.

During the 2008-09 academic year, the District received recognition by the ICCB for the next five years. Recognition is a statutory term describing the status of a community college district that meets instructional, administrative, financial, facility, and equipment standards as established by the ICCB. Community colleges are recognized on a five-year cycle. The District's current recognition lasts until the 2014-15 academic year.

Letter to the Citizens of Joliet Junior College  
Community College District No. 525

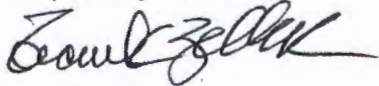
In March 2008, the Higher Learning Commission announced the District had received reaffirmation of accreditation through the Academic Quality Improvement Program (AQIP). Reaffirmation of accreditation involves a focused visit from an accreditation team, the completion of an institutional Systems Portfolio and several action projects, and several other compliance reports and activities. The District's next reaffirmation of accreditation will be during the 2014-15 academic year.

**Independent audit.** State statutes require an annual audit by independent certified public accountants. The accounting firm of Crowe Horwath LLP was selected by the District's Board of Trustees. The auditor's report on the financial statements and schedules is unqualified and is included in the financial section of this report.

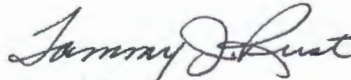
**Acknowledgments.** We wish to thank the members of the Board of Trustees for their interest and support in conducting the financial operations of the District to the degree of excellence necessary for continuance of operation of the District in a responsible manner.

The timely preparation of the comprehensive annual financial report was made possible by the continued dedicated service of Joliet Junior College's Financial Services staff.

Respectively submitted,



Frank Zeller, Ed.D.  
Interim President



Tammy Rust  
Vice President,  
Administrative Services

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

**Principal Officials**  
**Year Ended June 30, 2011**

<b>BOARD OF TRUSTEES</b>		
<b>Name</b>	<b>Position</b>	<b>Term Expires</b>
Barbara DeLaney	Chair	2013
Jeff May	Vice Chair	2017
Andrew Mihelich	Secretary	2013
Susan Marie Klen	Trustee	2015
Dan O'Connell	Trustee	2013
Michael O'Connell	Trustee	2017
Robert Wunderlich	Trustee	2015
Kayla Randolph-Clark	Student Trustee	2012

<b>OFFICERS OF THE COLLEGE</b>	
<b>Name</b>	<b>Title</b>
Frank Zeller, Ed.D.	Interim President
Susan Paddock	Interim Vice President, Student Development
Valerie Roberson, Ph.D.	Vice President, Academic Affairs
Tammy Rust	Vice President, Administrative Services

OFFICIALS ISSUING REPORT:

Tammy Rust, Vice President, Administrative Services  
Jeffrey A. Heap, Controller

DIVISION ISSUING REPORT:

Financial Services

## ORGANIZATIONAL CHART DIVISIONS AND DEPARTMENTAL CODES

B O A R D  O F  T R U S T E E S	P R E S I D E N T	VP Academic Affairs	Co-Coordinator (2) Adjunct Faculty Center		
			Director Extended Campuses & High School Relations	Romeoville	
				City Center	
				Morris	
				Weitendorf	
				Frankfort	
			Dean Arts & Sciences	Department Chairs	Fine Arts
					English/World Language.... Int'l Ed.
					Math
			Natural Science/P.E.		
		Director Developmental Education		Social/Behavioral Science	
		Dean Career & Technical Education	Department Chairs	Ag/Hort...Vet Tech	
				Business Ed	
				Computer Info & Office Systems	
				Technical Ed.	
				Culinary Arts/Hospitality	
		Business & Education for Successful Transitions (BEST)			
		Dean Community & Economic Development	Director Adult Education & Family Services		
Director Workforce Development					
Director Corporate & Comm Svcs					
Dean Nursing, Allied Health and Emergency Srvcs	Nursing Department	Health Care/Continuing Ed			
		EMS Fire Science			
Director iCampus					
Director Library					
VP Administrative Services	Director Financial Services & Controller	Assistant Controller			
		Manager Budget & Risk			
		Manager Grant Accounting			
		Manager Payroll			
	Director Business & Auxiliary Services	Manager Purchasing			
		Manager Food Service			
		Manager Renaissance Center			
		Manager Bookstore			
		Manager Child Care			
		Mail Center & Central Stores			
Shipping & Receiving					
Switchboard					
Director Campus Safety & Police Chief	Watch Commander	Police Officers (12)			
		Campus Safety Officers (4)			
		Dispatchers (3)			
		Records			
Director Facility Services	Manager Construction & Facility Planning	Coordinator Construction Project			
		Superintendent Maintenance			
	Superintendent Custodial				
	Assistant Director Roads & Grounds				
	Manager Environmental Health & Safety				

## ORGANIZATIONAL CHART DIVISIONS AND DEPARTMENTAL CODES

B O A R D  O F  T R U S T E E S	P R E S I D E N T	VP Institutional Advancement & Research	Director Institutional Advancement	Assistant Director, OIA & Alumni Relations	
				Senior Coordinator, Grant Development	
				Grant Writer	
				Gifts/Scholarships Specialist	
				Financial Administrative Assistant	
				OIA Administrative Assistant	
			Director Communications & External Relations	Communications & Media Specialist	
				Communications & External Relationships Assistant	
			Director Marketing & Creative Services	Lead Design/Project Coordinator	
				2 Graphic Designer	
		Marketing & Communications Specialist			
		Director Institutional Research & Effectiveness	2 Research Associate		
		VP Student Development	Dean Enrollment Management	Registrar Registration and Records	
				Director Admissions & Recruitment	
				Director Financial Aid	
			Dean of Students	Director Student Activities & Campus Life ... Holistic Wellness	
				Coordinator Judicial Affairs & Residence Life	
			Dean Student Success	Dept Chair Counselling & Test	...Coordinator General Student Devt
					...Transfer Articulation Coordinator
				Director Project Achieve	
				Manager StAR	
				Manager Academic Skills Center	
			Director Career Services		
			Director Athletics	Coordinator Women's Athletics	
				Student-Athlete Retention Specialist (10 Athletic Teams)	
		Intramural Sports			
		Director Multicultural Student Affairs	Multicultural Retention & Outreach Specialist		
			Latino Student Support Specialist		
VP Information Technology	Director Communications & Operations	Academic Technology			
	Director Administrative Application Services				
	Chief Information Security Officer				
	Manager Media & Print Services	Print Services Supervisor			
Director Human Resources	Manager Employee Relations	Benefits Coordinator			
	Manager Recruitment- Diversity/EEO				
	Manager Labor Relations				
	Compensation Analyst				

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**JOLIET JUNIOR COLLEGE, COMMUNITY COLLEGE DISTRICT NO. 525**

**For its Comprehensive Annual Financial Report (CAFR)**

For the Fiscal Year Ended June 30, 2010

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Joliet Junior College, Community  
College District No. 525, Illinois

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

## **FINANCIAL SECTION**

## INDEPENDENT AUDITORS' REPORT

To the Board of Trustees  
Joliet Junior College -  
Community College District No. 525  
Joliet, Illinois

We have audited the accompanying financial statements of the business-type activities and the discretely presented component unit of Joliet Junior College – Community College District No. 525 as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Joliet Junior College Foundation and subsidiaries (Foundation), the discretely presented component unit. Those statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Foundation, is based solely on the report of other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the Foundation, a discretely presented component unit of the District, were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit, and the report of other auditors, provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the discretely presented component unit of Joliet Junior College – Community College District No. 525, as of June 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 6, 2011, on our consideration of the Joliet Junior College – Community College District No. 525's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the basic financial statements taken as a whole. The introductory section, statistical section, and supplementary information as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Crowe Horwath LLP*  
Crowe Horwath LLP

Oak Brook, Illinois  
October 6, 2011

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2011

---

This section of Joliet Junior College Community College District No. 525's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ended June 30, 2011. Please read it in conjunction with the transmittal letter found in the introductory section and the District's financial statements.

The management's discussion and analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, issued June 1999 and Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities*, issued in November 1999.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of two parts: management's discussion and analysis (this section) and the basic financial statements.

The basic financial statements also include notes that explain some of the information in the statements and provide more detailed data. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Figure A-1**  
**Organization of Joliet Junior College - Community College District No. 525 Annual Financial Report**

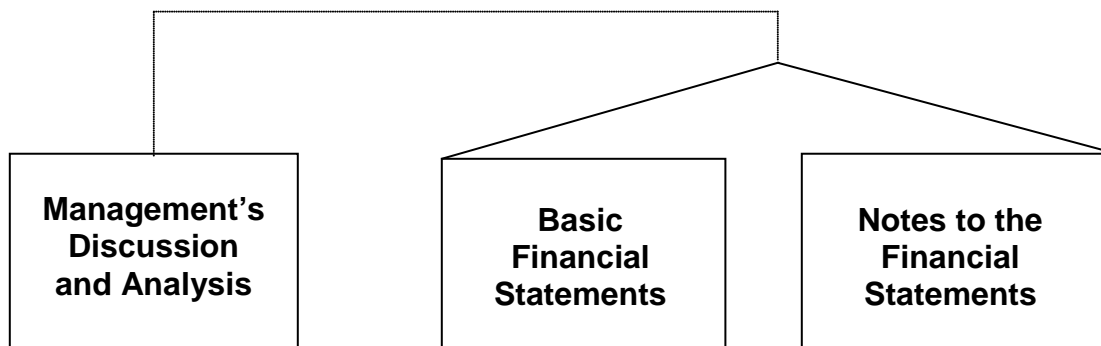


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain.

**Figure A-2**  
**Major Features of the District Financial Statements**

<b>Scope</b>	<b>Entire District (except fiduciary funds)</b>
Required financial statements	<ul style="list-style-type: none"> <li>• Statement of net assets</li> <li>• Statement of revenues, expenses and changes in net assets</li> <li>• Statement of cash flows</li> </ul>
Accounting basis and measurement focus	Accrual accounting and economic resources focus.
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term.
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid.

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2011

---

The district-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The statements report the District's net assets and how they have changed. Net assets – the difference between the District's assets and liabilities – is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net assets are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, additional non-financial factors such as changes in the District's property tax base and the condition of college buildings and other facilities are considered.

### **FINANCIAL HIGHLIGHTS**

The financial highlights of the District are as follows:

- The District's financial status continues to be strong despite economic conditions. Net assets increased 20.9% over the course of the year. State and federal revenue increased 30.6% primarily due to a construction grant from the state and despite the economy, construction in the District increased property tax revenue by 3.5% in fiscal 2011.
- Overall revenues were \$137.6 million, \$17.8 million more than expenses of which \$2.4 million of this increase is unrestricted.
- Total costs increased by approximately 3.0% because of budgeted increases in personnel line items, benefit costs, student financial aid passed through the District and the on-behalf pension contribution from the state of Illinois.
- Net tuition revenue increased by 8.1%. This was due to a 10.8% increase in the tuition and fee rate combined with 10.7% increase in credit hours generated which was offset by a 38.8% increase in scholarships and tuition allowances.

### **FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE**

Net assets: Changes in net assets over time serve as a useful indicator of a government's financial position. The District's combined net assets increased 20.9% percent to \$103 million during fiscal 2011. (See Figure A-3). Invested in capital assets, net of related debt totaled \$43.7 million. This reflects the District's investment in capital assets (land, buildings, furniture and equipment), less related debt outstanding that was issued to acquire those items and any unspent proceeds. The District uses these capital assets to provide services to residents of the District; consequently, these assets are not available for future spending. Restricted assets represent resources that are subject to restriction on how they may be spent. Restricted assets totaled \$21.3 million and are committed for debt service, capital projects and specific instructional programs. The remaining balance of \$38 million represents unrestricted net assets and is available for spending at the District's discretion.

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2011

**Figure A-3**  
**Condensed Statement of Net Assets (in millions of dollars)**

	2011	2010	Increase (Decrease)	Percent Change
Current assets	\$ 173.6	\$ 139.7	\$ 33.9	24.3%
Capital assets	121.4	68.2	53.2	78.0%
Noncurrent assets	15.2	76.5	(61.3)	-80.1%
<b>Total assets</b>	<b>310.2</b>	<b>284.4</b>	<b>25.8</b>	<b>9.1%</b>
Current liabilities	43.4	32.7	10.7	32.7%
Long-term liabilities	163.8	166.5	(2.7)	-1.6%
<b>Total liabilities</b>	<b>207.2</b>	<b>199.2</b>	<b>8.0</b>	<b>4.0%</b>
Net assets:				
Invested in capital assets, net of related debt	43.7	35.5	8.2	23.1%
Restricted	21.3	14.1	7.2	51.1%
Unrestricted	38.0	35.6	2.4	6.7%
<b>Total net assets</b>	<b>\$ 103.0</b>	<b>\$ 85.2</b>	<b>\$ 17.8</b>	<b>20.9%</b>

The District's financial position increase is the product of three main factors: a construction grant from the state, increased enrollment, and keeping expenses under budget.

Changes in net assets: The District's total revenues were \$137.6 million. (See Figure A-4.) Due to an increase in student financial aid, a construction grant from the state and the state's on-behalf pension payment, state and federal sources of revenue account for the largest share of the District's revenue, contributing approximately 35.4% of every dollar raised, (See Figure A-5.). 34.2% came from real estate taxes, 20.3% came from net tuition and fees and the remainder from sales and service fees and miscellaneous sources.

The total cost of all programs and services was \$119.8 million. The District's program-related expenses are predominantly instructional cost, academic support, student services, and public services which were \$62.0 million or 51.8% of total expenses. Operation and maintenance of the District's facility were \$11.7 million or 9.8% of total expenditures. Independent operations represent auxiliary operations, such as the bookstore and foodservice, which were \$9.4 million or 7.8% of total expenses, which by their nature are to be self-supporting. The District's administrative/business activities, including institutional support, accounted for \$25.9 million or 21.6% of total expenses.

(Continued)

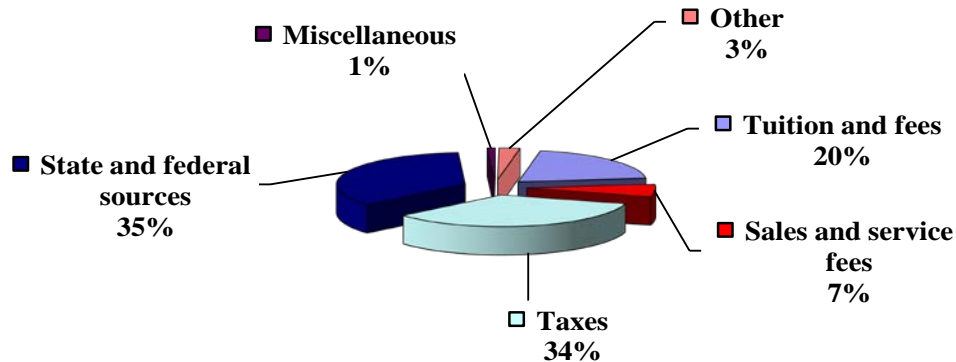
JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2011

**Figure A-4**  
**Changes in Net Assets from Operating Results (in millions of dollars)**

	2011	2010	Increase (Decrease)	Percent Change
<b>Revenues</b>				
Operating revenues:				
Tuition and fees	\$ 41.6	\$ 35.7	\$ 5.9	16.5%
Less scholarships and allowances	(13.6)	(9.8)	(3.8)	38.8%
Net tuition and fees	28.0	25.9	2.1	8.1%
Sales and service fees	8.8	8.9	(0.1)	-1.1%
Miscellaneous	1.4	1.5	(0.1)	-6.7%
Non-operating revenues:				
Taxes	47.1	45.5	1.6	3.5%
State and federal sources	48.7	37.3	11.4	30.6%
Other	3.6	4.3	(0.7)	-16.3%
<b>Total revenues</b>	<b>137.6</b>	<b>123.4</b>	<b>14.2</b>	<b>11.5%</b>
<b>Expenses</b>				
Instruction	43.5	40.1	3.4	8.5%
Academic support	3.4	3.1	0.3	9.7%
Student services	12.9	12.3	0.6	4.9%
Public services	2.2	3.0	(0.8)	-26.7%
Operations and maintenance of plant	11.7	13.1	(1.4)	-10.7%
Independent operations	9.4	9.3	0.1	1.1%
General administration	4.6	4.3	0.3	7.0%
Institutional support	21.3	19.0	2.3	12.1%
Depreciation	3.1	3.0	0.1	3.3%
Interest	7.7	9.1	(1.4)	-15.4%
<b>Total expenses</b>	<b>119.8</b>	<b>116.3</b>	<b>3.5</b>	<b>3.0%</b>
<b>Increase in net assets</b>	<b>17.8</b>	<b>7.1</b>	<b>\$ 10.7</b>	
Net assets:				
Beginning of year	85.2	78.1		
End of year	\$ 103.0	\$ 85.2		

(Continued)

*Figure A-5 Revenue for Fiscal Year 2011*

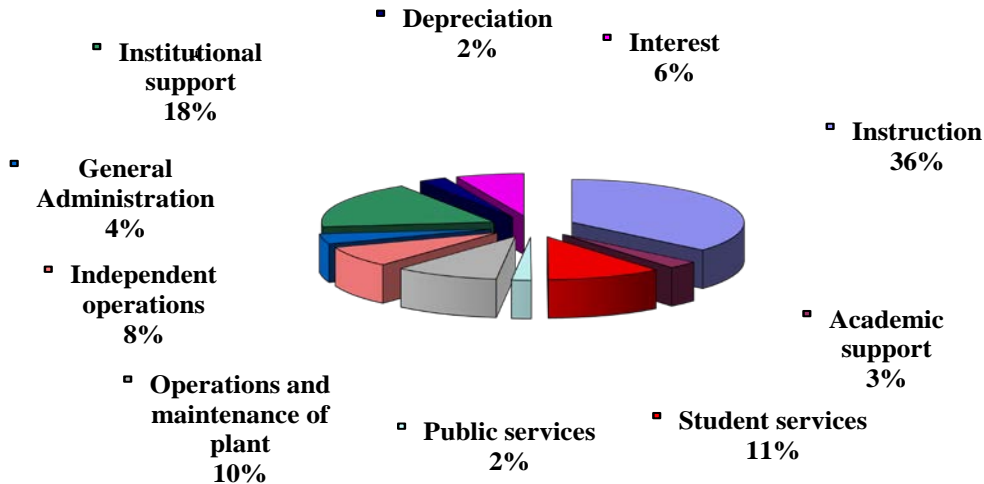


Operating revenues, which consist of tuition, sales and service fees, and miscellaneous charges to students, increased \$1.9 million or 5.2%. Net tuition and fee revenue increased \$2.1 million from larger enrollment and an increase in the tuition and capital assessment fee rates charged to students. Sales and service fees decreased slightly from lower sales at the District's bookstore due to a book rental program started this year. Non-operating revenues, which consist of property taxes, state and federal sources, and other miscellaneous revenues increased \$12.3 million or 14.1%. Property tax revenues increased 3.5% from new construction in the District's despite an overall reduction to the equalized assessed valuation. The District's boundaries are predominantly in Will County, which is one of the fastest growing counties in the State of Illinois. State and federal sources of revenue increased \$11.4 million or 30.6% due to a \$7.4 million construction grant from the State of Illinois, a \$2.8 million increase in student financial aid from the Department of Education and a \$1.5 million increase in the pension contribution the state of Illinois makes on-behalf of the District offset by a decrease in the Workforce Investment grants from the U.S. Department of Labor. Other revenues, which are comprised of investment earnings, corporate personal property taxes and capital contributions decreased by \$0.7 million or 16.3% due to lower interest rates and less investments as the bond proceeds are spent on master plan construction.

---

(Continued)

*Figure A-6 Expenses for Fiscal Year 2011*



Instruction expenses increased 8.5% from an increase in the number of full-time faculty and enrollment growth which increased the number of overload and adjunct pay contracts along with budgeted increases in salary and benefit expenses. Academic support expenses increased 9.7% due to a new position in the library, vacancies in 2010 and budgeted salary and benefit increases. Student services increased 4.9% as a result of the student financial aid passed through the District to the students along with budgeted salary and benefit increases. Operations and maintenance of plant decreased 10.7% because of less repair and maintenance projects this year. Independent operations increased 1.1% and correspond with the sales and service fees revenue. General administration increased 7.0% due to consulting costs for a business process improvement project and budgeted salary and benefit increases. Institutional support increased 12.1% as a result of an increase in the pension contribution the state of Illinois makes on-behalf of the District. Depreciation increased 3.3% due to an increase of depreciable assets. Interest expense decreased because a \$1.7 million increase in the amount of interest capitalized on construction projects.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

Capital Assets: By the end of 2011, the District has invested \$121.4 million in a broad range of capital assets, including three campuses and three centers, computer and audio-visual equipment, and furniture and equipment. (See Figure A-7.) (More detailed information about capital assets can be found in Note 3 to the financial statements.) Total depreciation expense for the year was \$3.1 million, while building improvements and additions to equipment and furniture amounted to \$56.4 million.

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2011

---

**Figure A-7**  
**Capital Assets (net of depreciation, in millions of dollars)**

	2011	2010	Increase (Decrease)	Percent Change
Land	\$ 4.5	\$ 3.3	\$ 1.2	36.4%
Land improvements	9.3	9.0	0.3	3.3%
Buildings and improvements	55.4	55.0	0.4	0.7%
Furniture and equipment	13.9	13.0	0.9	6.9%
Construction in process	71.2	18.7	52.5	280.7%
	154.3	99.0	55.3	55.9%
Less accumulated depreciation	(32.9)	(30.8)	(2.1)	-6.8%
Capital assets, net	\$ 121.4	\$ 68.2	\$ 53.2	78.0%

Long-Term Debt: At year-end, the District had \$167.6 million in general obligation bonds and other long-term debt outstanding – as shown in Figure A-8. (More detailed information about the District's long-term liabilities is presented in Note 5 to the financial statements.)

**Figure A-8**  
**Outstanding Long-Term Debt (in millions of dollars)**

	2011	2010	Increase/ (Decrease)	Percent Change
General obligation bonds & note (financed with tuition and fees)	\$ 165.8	\$ 167.6	\$ (1.8)	-1.1%
Other long-term debt	1.8	1.4	0.4	28.6%
Total debt	\$ 167.6	\$ 169.0	\$ (1.4)	-0.8%

Debt service requirements over the next five years average \$13.3 million per year.

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2011

---

**FACTORS BEARING ON THE DISTRICT'S FUTURE**

The District's management believes it will continue its strong financial position into the future. Standard & Poor's upgraded the District's credit rating to AA from AA- in 2008 and affirmed the rating in 2009. Compensation and benefits comprise the largest portion of the District's expenses. There are seven bargaining units representing employees of the District, which expire at various times through fiscal year 2015. As long as property tax and tuition revenue increases stay in line with salary increases and there is not a large reduction in state funding, the District projects balanced budgets for the foreseeable future.

**COMPONENT UNITS**

The District has two component units. The Joliet Junior College Assistance Corporation is a blended component unit of the District because its sole function was to issue tax-exempt bonds for the construction of the Romeoville Campus facility. Complete financial statements can be obtained from the Office of the Vice President of Administrative Services, 1215 Houbolt Road, Joliet, Illinois 60431. The District's second component unit is the Joliet Junior College Foundation and Subsidiary, which is a discretely presented component unit because its resources directly benefit the District and its students even though it has a board of directors that are independent of the District. Complete financial statements can be obtained from the Joliet Junior College Foundation, 1215 Houbolt Road, Joliet, Illinois 60431.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Office of the Vice President of Administrative Services, 1215 Houbolt Road, Joliet, Illinois 60431.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
STATEMENT OF NET ASSETS  
June 30, 2011

	Primary Institution Business-type Activities	Component Unit Foundation
<b>Assets</b>		
Current Assets		
Cash and cash equivalents	\$ 52,587,242	\$ 329,847
Investments	68,514,045	16,147,397
Receivables		
Property taxes, less allowance of \$634,776	25,464,054	-
Government claims and grants	10,729,013	-
Student tuition and fees, less allowance of \$1,619,068	12,115,284	-
Accrued interest	1,915,412	-
Other, less allowance of \$102,434	7,942	34,790
Prepaid items	1,669,368	-
Inventories	638,538	-
Total Current Assets	173,640,898	16,512,034
Noncurrent Assets		
Investments	13,487,514	-
Capital assets, net of accumulated depreciation		
Land	4,534,357	1,835,932
Construction in progress	71,259,735	-
Depreciable buildings, property and equipment, net	45,611,170	8,130,123
Note receivable from component unit, less allowance of \$1,104,988	35,500	-
Deferred charges	1,601,898	-
Other	-	905
Total Noncurrent Assets	136,530,174	9,966,960
<b>Total Assets</b>	<b>310,171,072</b>	<b>26,478,994</b>

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
STATEMENT OF NET ASSETS  
June 30, 2011

	Primary Institution Business-type Activities	Component Unit Foundation
<b>Liabilities</b>		
Current Liabilities		
Accounts payable	\$ 17,401,281	\$ 76,772
Accrued salaries and related costs	2,431,408	-
Accrued interest	436,578	4,984,945
Other liabilities	176,169	122,248
Unearned revenue		
Tuition and fees	17,289,361	-
Government claims and grants	23,105	-
Claims payable	1,819,087	-
Current portion of note payable to primary government	-	176,432
Current portion of long-term obligations	3,760,900	14,435,000
Total Current Liabilities	43,337,889	19,795,397
Noncurrent Liabilities		
Note payable to primary government	-	964,056
Long-term obligations, including unamortized premium	163,825,111	-
Total Noncurrent Liabilities	163,825,111	964,056
<b>Total Liabilities</b>	<b>207,163,000</b>	<b>20,759,453</b>
<b>Net Assets</b>		
Invested in capital assets, net of related debt	43,664,450	(6,369,433)
Restricted for:		
Nonexpendable, scholarships	-	10,135,674
Expendable:		
Scholarships	-	2,093,616
Capital projects	14,949,181	-
Debt service	3,722,027	-
Instructional	2,617,430	-
Unrestricted (deficit)	38,054,984	(140,316)
<b>Total Net Assets</b>	<b>\$ 103,008,072</b>	<b>\$ 5,719,541</b>

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
Year ended June 30, 2011

	Primary Institution Business-type Activities	Component Unit Foundation
<b>Operating Revenues</b>		
Tuition and fees	\$ 41,587,567	\$ -
Less scholarships and allowances	(13,632,872)	-
Sales and service fees	8,783,273	1,212,674
Contributions and special events	-	1,596,392
Miscellaneous	1,390,842	110,905
Total Operating Revenues	38,128,810	2,919,971
<b>Operating Expenses</b>		
Instruction	43,502,676	-
Academic support	3,384,441	-
Student services	12,908,318	1,103,571
Public services	2,157,134	-
Operations and maintenance of plant	11,687,768	-
Independent operations	9,429,893	1,214,797
General administration	4,651,812	-
Institutional support	21,257,382	-
Depreciation	3,070,926	390,994
Total Operating Expenses	112,050,350	2,709,362
Operating Income (Loss)	(73,921,540)	210,609
<b>Non-Operating Revenues (Expenses)</b>		
Property taxes	47,087,585	-
Corporate personal property replacement taxes	2,058,866	-
State and federal sources	48,675,479	-
Investment income	1,599,261	2,950,466
Interest expense	(7,659,096)	(1,032,366)
Loss on sale of capital assets	(115,154)	-
Total Non-Operating Revenues (Expenses)	91,646,941	1,918,100
Income (Loss) Before Capital Contributions	17,725,401	2,128,709
<b>Capital contributions - donated property</b>	22,000	-
<b>Increase in Net Assets</b>	17,747,401	2,128,709
<b>Net Assets:</b>		
July 1, 2010	85,260,671	3,590,832
June 30, 2011	\$ 103,008,072	\$ 5,719,541

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
STATEMENT OF CASH FLOWS  
Year ended June 30, 2011

---

	Primary Institution Business-type Activities
<b>Cash Flows from Operating Activities</b>	
Tuition and fees	\$ 28,141,007
Payments to suppliers	(35,570,374)
Payments to employees	(53,329,140)
Sales and service fees	8,783,273
Other miscellaneous receipts	<u>1,410,661</u>
Net Cash Used in Operating Activities	<u>(50,564,573)</u>
<b>Cash Flows From Noncapital Financing Activities</b>	
Property taxes	46,231,857
Corporate personal property replacement taxes	2,058,866
State and federal sources	<u>30,206,911</u>
Net Cash Provided by Noncapital Financing Activities	<u>78,497,634</u>
<b>Cash Flows from Capital and Related Financing Activities</b>	
Purchase of capital assets	(56,384,422)
Principal paid on long-term obligations	(1,632,055)
Interest paid on long-term obligations	<u>(7,726,959)</u>
Net Cash Used in Capital and Related Financing Activities	<u>(65,743,436)</u>
<b>Cash Flows from Investing Activities</b>	
Proceeds from maturities of investments	87,530,315
Purchase of investments	(28,110,649)
Interest received	<u>1,778,684</u>
Net Cash Provided by Investing Activities	<u>61,198,350</u>
<b>Net Increase in Cash and Cash Equivalents</b>	23,387,975
<b>Cash and cash equivalents</b>	
July 1, 2010	<u>29,199,267</u>
June 30, 2011	<u>\$ 52,587,242</u>

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
STATEMENT OF CASH FLOWS  
Year ended June 30, 2011

	Primary Institution
	Business-type Activities
<b>Reconciliation of Operating (Loss) to Net Cash Used In Operating Activities</b>	
Operating (loss)	\$ (73,921,540)
Adjustments to reconcile operating (loss) to net cash used in operating activities:	
Depreciation	3,070,926
On-behalf payments for the State Universities Retirement System of Illinois	10,023,748
Change in assets and liabilities:	
(Increase) decrease in:	
Receivables	1,043,667
Prepaid items	(722,210)
Inventories	166,879
Increase (decrease) in:	
Accounts payable	10,230,806
Accrued salaries and related costs	(49,016)
Other liabilities	18,270
Unearned revenue	(837,536)
Claims payable	411,433
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<b>\$ (50,564,573)</b>
 <b>Noncash Investing, Capital and Financing Activities</b>	
On-behalf payments for the State Universities Retirement System of Illinois	\$ 10,023,748
Value of donated property and equipment	22,000
Decrease in fair value of investments	361,668

---

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

NOTE	<u>Page</u>
1. Reporting Entity and Summary of Significant Accounting Policies .....	17
Financial Reporting Entity .....	17
Blended Component Unit .....	17
Discretely Presented Component Unit .....	17
Measurement Focus, Basis of Accounting, and Basis of Presentation .....	18
Cash and Cash Equivalents .....	18
Investments .....	18
Receivables .....	18
Inventories .....	18
Prepaid Items .....	18
Capital Assets .....	18
Compensated Absences .....	18
Unearned Revenue .....	18
Property Taxes .....	19
Long-Term Obligations .....	19
Enterprise Activity Accounting and Financial Reporting .....	19
Net Assets .....	19
Classification of Revenues and Expenses .....	19
Use of Estimates .....	20
Comparative Data .....	20
2. Cash and Investments .....	20
3. Capital Assets .....	22
4. Related Party Transactions .....	23
5. Long-Term Obligations .....	24
6. Lease Commitments .....	28
7. Retirement Commitments – State University Retirement System .....	28
8. Risk Management .....	29
9. Contingent Liabilities and Commitments .....	29
10. Component Unit .....	30
11. Pronouncements Issued But Not Yet Adopted .....	37

---

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Joliet Junior College (the District) is subject to the authority of the Illinois Community College Board under the Illinois Board of Higher Education. Initially created in 1901, Joliet Junior College is the nation's oldest post-graduate high school program. In 1967, the voters of 12 high school districts in Will, Grundy, Kendall, and portions of LaSalle and Kankakee counties approved the establishment of Community College District No. 525, the nation's first public community college. Joliet Junior College is governed by a seven member Board of Trustees who are elected to six-year staggered terms through district-wide voting. The Board has three officers (chairman, vice chairman, and secretary) elected on an annual basis.

Financial Reporting Entity: Accounting principles generally accepted in the United States of America require that the financial statements of the reporting entity include: (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. These financial statements present Joliet Junior College (the primary government) and its component units. The component units discussed below are included in the District's reporting entity because of their operational significance or financial relationships with the District based on criteria provided in Government Accounting Standards Board Statements No. 14 and 39.

Blended Component Unit: The Joliet Junior College Assistance Corporation (JJCAC), which is a separate not-for-profit entity, has been included in the basic financial statements since JJCAC's sole function is to issue tax-exempt bonds for the construction of the Romeoville campus facility. Complete financial statements of JJCAC can be obtained from:

Joliet Junior College Assistance Corporation  
c/o Vice President of Administrative Services  
1215 Houbolt Road  
Joliet, Illinois 60431

Discretely Presented Component Unit: The Joliet Junior College Foundation and Subsidiary (Foundation), which is a separate not-for-profit entity, is a discretely presented component unit of the District. The Foundation is governed by a board of directors that is independent of the District; however, the Foundation's resources directly benefit the District and its students. The District is also entitled to the resources of the Foundation. The Foundation is the sole member of a limited liability company that benefits the College. Foundation Housing, LLC has been consolidated in the Foundation's financial statements. Foundation Housing was created specifically for the purpose of owning and managing a 284-bed student housing facility adjacent to the campus of Joliet Junior College. Complete financial statements of the Foundation can be obtained from:

Joliet Junior College Foundation  
c/o Executive Director  
1215 Houbolt Road  
Joliet, Illinois 60431

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

(Continued)

Measurement Focus, Basis of Accounting, and Basis of Presentation: The District is a special-purpose government engaged only in business-type activities. Therefore, the District's financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Cash and Cash Equivalents: For purposes of reporting cash flows, all highly liquid investments with a maturity of three months or less when purchased are considered to be cash equivalents.

Investments: Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income.

Receivables: All receivables are expected to be received within one year.

Inventories: Inventories are valued at the lower of cost or market, on a first-in, first-out basis. Inventories consist primarily of supplies and items held for resale by the bookstore. The cost is recorded as an expense at the time individual inventory items are utilized or sold.

Prepaid Items: Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Prepaid items are accounted for under the purchases method.

Capital Assets: Capital assets include buildings, property, equipment and infrastructure assets, such as roads. Capital assets are defined by the District as assets with an initial unit cost of \$2,500 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value). Donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Interest incurred during the construction of capital assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period. Straight-line depreciation is used based on the following estimated useful lives:

Buildings and improvements	20 – 50 years
Furniture and equipment	5 – 10 years
Improvements other than buildings	20 years

Compensated Absences: Vacation leave can be accumulated up to 240 hours. Sick leave does not vest and is accumulated at a rate of twenty (20) days per year, with a maximum of 420 days. All vacation leave which is earned during the year is reported as an expense and as a liability.

Unearned Revenue: Deferred tuition revenue represents that portion of tuition and other fees received before June 30, 2011, but applicable to sessions occurring after June 30, 2011. Deferred government claims and grants represent monies received before all eligibility requirements imposed by the provider have been met.

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

(Continued)

Property Taxes: Property taxes are levied each year on the basis of the equalized assessed property values in the District as of January 1 of that year. Assessed values are established by each of the respective counties. Property taxes are billed and collected by the various counties included within the District's boundaries. These taxes are assessed in December and become an enforceable lien on the property as of the preceding January 1. A reduction for collection losses, based on historical collection experience, has been provided to reduce the taxes receivable to the estimated amount to be collected.

Property taxes are recognized as revenue on the accrual basis of accounting. The property tax levy passed in December 2010 was recognized as a receivable and revenue for the year ended June 30, 2011.

Long-Term Obligations: Long-term debt and other long-term obligations are reported as liabilities in the statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the applicable bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

Enterprise Activity Accounting and Financial Reporting: In accounting for and reporting on its business-type (enterprise) activities, the District has elected to apply all applicable Governmental Accounting Standards Board (GASB) pronouncements and has elected not to follow Financial Accounting Standards Board pronouncements issued after November 30, 1989.

Net Assets: Net assets are classified as follows:

*Invested in Capital Assets, Net of Related Debt* – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets, less any unspent debt proceeds.

*Restricted Net Assets* – Consists of net assets with constraints placed on their use either by 1) external groups such as creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.

*Unrestricted Net Assets* – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

When both restricted and unrestricted resources are available for use, the District uses restricted resources first and then unrestricted resources as they are needed.

Classification of Revenues and Expenses: Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees and (2) sales and service fees. Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as local property taxes, state appropriations, most federal, state and local grants and interest.

Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. Expenses not meeting this definition are reported as nonoperating expenses.

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

**NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

(Continued)

Use of Estimates: The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Comparative Data: Comparative data has not been presented in the statements since their inclusion would make the statements unduly complex and difficult to read.

**NOTE 2 - CASH AND INVESTMENTS**

The District has adopted an investment policy that follows the State statute for allowable investments. That policy limits investments to securities issued to the United States of America and its agencies, interest bearing accounts of any bank as defined by the Illinois Banking Act, collateralized repurchase agreements which conform with paragraph 2(g) and 2(h) of the Public Funds Investment Act of the State of Illinois and the following investment pools: Illinois School District Liquid Asset Fund, Illinois Funds and Illinois Institutional Investors Trust Fund. Investment products that are considered as derivatives are excluded from approved investments.

Cash, cash equivalents and investments as shown on the District's Statement of Net Assets are as follows:

	Fair Value	Investment Maturities (in Years)	
		Less Than 1	1-5
Cash			
Non-interest bearing demand deposits and cash on hand	\$ 744,572	\$ 744,572	\$ -
Interest bearing demand deposits	29,961,710	29,961,710	-
Illinois School District Liquid Asset Fund	21,869,981	21,869,981	-
Illinois Funds	10,979	10,979	-
Total Cash and Cash Equivalents	52,587,242	52,587,242	-
Long-Term Investments			
Certificates of deposit	68,144,436	54,656,922	13,487,514
Federal Home Loan Bank	3,398,781	3,398,781	-
Federal Farm Credit Bank	3,358,342	3,358,342	-
Illinois School District Liquid Asset Fund	7,100,000	7,100,000	-
Total Investments	82,001,559	68,514,045	13,487,514
Total Cash and Investments	\$ 134,588,801	\$ 121,101,287	\$ 13,487,514

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 2 - CASH AND INVESTMENTS** (Continued)

The Illinois Funds and Illinois School District Liquid Asset Funds are shown as maturing in less than one year because the weighted average maturities of the pool's investments are less than one year.

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for interest bearing accounts and \$250,000 for noninterest bearing accounts. All deposits in excess of \$250,000 were covered by collateral held by the District's agent in the District's name.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Fund's share price, which is the price the investment could be sold for.

Illinois School District Liquid Asset Fund Plus is a not-for-profit investment trust fund formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. Illinois School District Liquid Asset Fund Plus is not registered with the SEC as an investment company. Investments in Illinois School District Liquid Asset Fund Plus are valued at Illinois School District Liquid Asset Fund Plus' share price, which is the price the investment could be sold for.

*Custodial Credit Risk:* This is the risk that in the event of a financial institution failure, the District's deposits may not be returned to it. The District's policy for investments and deposits requires collateralization on all investments except U.S. Government securities, the approved investment pools and time deposits at in-district financial institutions that are no more than 50% of the capital stock and surplus of that institution. The Federal Home Loan Mortgage Corporation, Federal Home Loan Bank, and the Federal Farm Credit Bank securities are insured or registered or are held by the District or its agent in the District's name. All collateral exposed to custodial risk is held by the District's agent in the District's name.

*Interest Rate Risk:* As a means of limiting its exposure to fair value losses arising from rising interest rates, the District's policy on investments is to structure the portfolio in a manner as to provide sufficient liquidity to pay obligations as they come due.

*Credit Risk:* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. The District's investment policy minimizes credit risk by limiting investments to the safest type of securities and diversifying the investment portfolio.

As of June 30, 2011, the District's investments were rated as follows:

Investment Type	Type	Standard & Poor's
Illinois Funds	Investment Pool	AAAm
Illinois School District Liquid Asset Fund	Investment Pool	AAAm
Federal Home Loan Mortgage Corporation	Government Agency Securities	AAA
Federal Home Loan Bank	Government Agency Securities	AAA
Federal Farm Credit Bank	Government Agency Securities	AAA

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 3 - CAPITAL ASSETS**

A summary of the changes in capital assets for the District for the year ended June 30, 2011, is as follows:

	Balance July 1, 2010	Additions	Deletions/ Transfers	Balance June 30, 2011
Nondepreciated Assets:				
Land	\$ 3,286,269	\$ 1,248,088	\$ -	\$ 4,534,357
Construction in progress	18,717,085	53,997,950	1,455,300	71,259,735
Total Nondepreciated Assets	<u>22,003,354</u>	<u>55,246,038</u>	<u>1,455,300</u>	<u>75,794,092</u>
Depreciated Assets:				
Land improvements	9,006,885	319,237	46,550	9,279,572
Buildings and improvements	55,025,862	792,303	448,860	55,369,305
Furniture and equipment	12,932,160	1,504,144	548,419	13,887,885
Total Depreciated Capital Assets	<u>76,964,907</u>	<u>2,615,684</u>	<u>1,043,829</u>	<u>78,536,762</u>
Less accumulated depreciation:				
Land improvements	3,045,592	347,521	13,784	3,379,329
Buildings and improvements	19,676,044	1,644,413	372,554	20,947,903
Furniture and equipment	8,061,705	1,078,992	542,337	8,598,360
Total Accumulated Depreciation	<u>30,783,341</u>	<u>3,070,926</u>	<u>928,675</u>	<u>32,925,592</u>
Depreciable Capital Assets, Net	<u>46,181,566</u>	<u>(455,242)</u>	<u>115,154</u>	<u>45,611,170</u>
Capital Assets, Net	<u>\$ 68,184,920</u>	<u>\$ 54,790,796</u>	<u>\$ 1,570,454</u>	<u>\$ 121,405,262</u>

**Capitalized Interest:** The District issued General Obligation Bonds to fund various projects on campus such as building, equipping, altering and repairing buildings of the District. A portion of the interest cost incurred on this borrowing can be capitalized as part of the historical cost of the assets, and depreciated over the useful life of the assets. For year ended June 30, 2011, the portion of interest cost recognized on the bonds and capitalized as construction in progress was \$2,002,132.

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 4 - RELATED PARTY TRANSACTIONS**

The District entered into an agreement with Foundation Housing, LLC, a subsidiary of the Foundation whereby the District sold 15.048 acres of land to construct the student housing facility. As consideration for the land, Foundation Housing, LLC has agreed to pay the District \$1,075,932 and interest at 6% per annum. As of June 30, 2011, the balance owed to the District is \$1,140,488 including capitalized interest of \$64,556. The principal and interest shall be payable solely from net cash flows, if any, that exceed 120% of the debt service for the preceding year. The payments are to be made in 30 annual installments of \$78,165 beginning on October 1, 2003. Net cash flow is defined as the excess, if any, of gross revenues less annual expenses. Because the payments are to be made solely from excess cash flow, the District has set up an allowance in the amount of \$1,104,988 which represents the amount in excess of the \$35,500 cost of the land. However, Foundation Housing, LLC has recorded a long-term payable to the District of \$1,140,488, which has annual debt service requirements as follows:

Year Ended June 30,

2012	\$	176,432
2013		16,448
2014		17,435
2015		18,481
2016		19,590
2017 to 2021		117,057
2022 to 2026		156,649
2027 to 2031		209,631
2032 to 2033		<u>408,765</u>
Total	\$	<u><u>1,140,488</u></u>

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 5 - LONG-TERM OBLIGATIONS**

The following is a summary of debt transactions of the District for the year ended June 30, 2011:

	Balance July 1, 2010	Additions	Payments	Balance June 30, 2011	Current Portion	Long-term Portion
Lease Revenue Bonds, Series 1992	\$ 1,760,000	\$ -	\$ 415,000	\$ 1,345,000	\$ 445,000	\$ 900,000
General Obligation Debt Certificates, Series 2001	217,055	-	217,055	-	-	-
General Obligation Debt Certificates, Series 2003	4,240,000	-	1,000,000	3,240,000	1,035,000	2,205,000
General Obligation Bond (Alternate Revenue Source), Series 2008	70,000,000	-	-	70,000,000	55,000	69,945,000
Add deferred amounts, for issuance premium	1,074,744	-	59,708	1,015,036	59,708	955,328
General Obligation Bond Series 2009A	7,000,000	-	-	7,000,000	1,340,000	5,660,000
Series 2009B	82,000,000	-	-	82,000,000	-	82,000,000
Add deferred amounts, for issuance premium	1,277,085	-	67,215	1,209,870	67,215	1,142,655
Compensated absences	978,866	1,158,131	1,089,571	1,047,426	701,775	345,651
Early retirement benefits	420,312	423,384	115,017	728,679	57,202	671,477
<b>Totals</b>	<u>\$ 168,968,062</u>	<u>\$ 1,581,515</u>	<u>\$ 2,963,566</u>	<u>\$ 167,586,011</u>	<u>\$ 3,760,900</u>	<u>\$ 163,825,111</u>

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 5 - LONG-TERM OBLIGATIONS (Continued)**

The outstanding debt consists of:

<p>A lease revenue bond issue dated March 1, 1992, provides for the retirement of the principal of \$445,000 in 2012, and \$900,000 in 2013. Interest is payable on March 1 and September 1 at 6.3% to 6.7%. The District has pledged revenues of the operations and maintenance account for the repayment of these bonds. The original amount of the bond was \$6,030,000.</p>	\$ 1,345,000
<p>A general obligation debt certificate issue dated September 1, 2003, for capital repairs to the District. The note provides for the retirement of principal of \$1,035,000 in 2012, \$1,080,000 in 2013, and \$1,125,000 in 2014. Interest is payable on January 1 and July 1 at 2.0% to 4.0%. The original amount of the note was \$9,700,000.</p>	3,240,000
<p>A general obligation bond (alternate revenue source) issue dated November 12, 2008, for the support of the Master Plan, provides for the retirement of principal of \$55,000 in 2012, \$970,000 in 2014, \$2,375,000 in 2015, \$2,645,000 in 2016, \$2,790,000 in 2017, \$2,940,000 in 2018, \$3,105,000 in 2019, \$4,210,000 in 2020, \$4,470,000 in 2021, \$4,750,000 in 2022, \$5,045,000 in 2023, \$6,335,000 in 2024, \$6,735,000 in 2025, \$7,610,000 in 2026, \$7,760,000 in 2027, and \$8,205,000 in 2028. Interest is payable on December 1 and June 1 at 4.25% to 6.25%. The District has pledged the education tuition account revenue for the repayment of these bonds. These bonds received an "AA" rating from Standard &amp; Poor's.</p>	70,000,000
<p>A general obligation bond issue dated July 21, 2009, for the support of the Master Plan, provides for the retirement of principal of \$1,340,000 in 2012, \$1,600,000 in 2013, \$1,880,000 in 2014, and \$2,180,000 in 2015. Commencing in 2011, interest is payable on January 1 and June 30 at 2.80% to 4.20%. These bonds received an "AA" rating from Standard &amp; Poor's.</p>	7,000,000
<p>A general obligation bond issue dated July 31, 2009, for the support of the Master Plan, provides for the retirement of principal of \$2,495,000 in 2016, \$2,845,000 in 2017, \$3,225,000 in 2018, and \$3,650,000 in 2019, \$4,110,000 in 2020, \$4,610,000 in 2021, \$5,155,000 in 2022, \$5,745,000 in 2023, \$6,395,000 in 2024, \$7,095,000 in 2025, \$7,860,000 in 2026, \$8,685,000 in 2027, \$9,575,000 in 2028, and \$10,555,000 in 2029. Commencing in 2011, interest is payable on January 1 and June 30 at 4.30% to 7.0%. These bonds received an "AA" rating from Standard &amp; Poor's.</p>	82,000,000
Issuance premium	2,224,906
Compensated absences	1,047,426
Early retirement benefits	<u>728,679</u>
Total Long-Term Obligations	167,586,011
Less: Current portion	<u>(3,760,900)</u>
Total	<u>\$ 163,825,111</u>

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

**NOTE 5 - LONG-TERM OBLIGATIONS** (Continued)

The summary of the future debt service requirements to amortize the outstanding long-term debt of \$163,585,000, excluding deferred issuance premium of \$2,224,906, compensated absences of \$1,047,426 and early retirement benefits of \$728,679, as of June 30, 2011 are as follows:

Fiscal Year	Principal	Interest	Total
2012	\$ 2,875,000	\$ 9,627,880	\$ 12,502,880
2013	3,580,000	9,495,525	13,075,525
2014	3,975,000	9,361,185	13,336,185
2015	4,555,000	9,183,290	13,738,290
2016	5,140,000	8,959,181	14,099,181
2017	5,635,000	8,694,628	14,329,628
2018	6,165,000	8,398,343	14,563,343
2019	6,755,000	8,067,993	14,822,993
2020	8,320,000	7,672,737	15,992,737
2021	9,080,000	7,172,895	16,252,895
2022	9,905,000	6,614,673	16,519,673
2023	10,790,000	5,990,502	16,780,502
2024	12,730,000	5,323,751	18,053,751
2025	13,830,000	4,495,782	18,325,782
2026	15,470,000	3,616,588	19,086,588
2027	16,445,000	2,622,378	19,067,378
2028	17,780,000	1,545,763	19,325,763
2029	10,555,000	369,425	10,924,425
Totals	<u>\$ 163,585,000</u>	<u>\$ 117,212,519</u>	<u>\$ 280,797,519</u>

A computation of the legal debt margin of the District as of June 30, 2011, is as follows:

Assessed valuation - 2010 tax levy	<u>\$ 20,829,647,683</u>
Debt limit - 2.875% of assessed valuation	\$ 598,852,371
Less applicable debt:	
General obligation debt certificates, Series 2003	(3,240,000)
General obligation bonds, Series 2009A	(7,000,000)
General obligation bonds, Series 2009B	<u>(82,000,000)</u>
Legal Debt Margin	<u>\$ 506,612,371</u>

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

**NOTE 5 - LONG-TERM OBLIGATIONS (Continued)**

Early Retirement Benefits: As provided for in the faculty union agreement, a faculty member is permitted to participate in the "Early Retirement Plan" if they retire prior to reaching the age of 65. To qualify, the faculty must be eligible to retire under the State Universities Retirement System (SURS) and shall have at least fifteen years of full-time service at Joliet Junior College. The College funds this plan on a pay-as-you-go basis. The number of persons currently receiving benefits is 21. For the year ended June 30, 2011, the District's cost under this plan was \$423,384, with the total amount under these agreements due as follows:

<u>Year Ending</u>	<u>Amount</u>
2012	\$ 57,202
2013	126,204
2014	75,796
2015	136,651
2016	75,077
2017	81,083
2018	75,205
2019	67,867
2020	<u>33,594</u>
Total	<u>\$ 728,679</u>

Pledged Revenues: Information related to pledged revenue on the District's debt is as follows:

<u>Date of Debt Issue</u>	<u>Pledged Revenue Source</u>	<u>Pledged Revenue</u>	<u>Principal and Interest Retired</u>	<u>Pledge Remaining</u>	<u>Commitment End Date</u>	<u>Principal and Interest as a Percentage of Pledged Revenue</u>
March 1, 1992	Operations and Maintenance account revenues	\$ 13,781,672	\$ 519,018	\$ 1,450,357	9/1/2012	4%
November 12, 2008	Education tuition account revenue	30,148,679	4,100,863	119,186,967	6/1/2028	14%

**NOTE 6 - LEASE COMMITMENTS**

Equipment Lease: The District leases certain copier equipment under an operating lease that expires December 31, 2011. The lease requires minimum monthly payments of \$5,340.

Rent charges on the copier equipment lease were \$111,161 for the year ended June 30, 2011.

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 7 - RETIREMENT COMMITMENTS – STATE UNIVERSITIES RETIREMENT SYSTEM**

**Pension Plan**

Plan Description: The District contributes to the State Universities Retirement System of Illinois (SURS), 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](http://www.SURS.org) or by calling 1.800.275.7877.

Funding Policy: Plan members are required to contribute 8.0% of their annual covered salary and substantially all employer contributions are made by the State of Illinois on behalf of the individual employers at an actuarially determined rate. The rate for June 30, 2011, 2010 and 2009 was 24.21%, 21.27% and 18.61%, respectively, of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the Illinois General Assembly. The employer contributions to SURS for the years ending June 30, 2011, 2010 and 2009 were \$9,946,534 and \$8,628,375, and \$5,162,927, respectively, equal to the required contributions for each year.

**Health Plan**

Plan Description: In addition to the pension plan described above, the District contributes to the state of Illinois Community College Health Insurance Security Fund (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 dependent 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 0.5% of covered payroll and every community college district to contribute 0.5% 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 make an annual appropriation to the CIP to cover any expected expenditures in excess of the contributions by active employees, employers and retirees. The result is pay as you go financing of the plan. The employer contributions to the Plan for the years ending June 30, 2011, 2010, and 2009 were \$214,369, \$204,008, and \$189,247, respectively, equal to the required contributions for each year.

On-behalf Pension and Health Plan contributions by the State of Illinois for the year ended June 30, 2011 were \$10,023,748. The District has recognized these contributions (as revenues and expenses) as an "on-behalf-payment" in accordance with GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance*.

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 8 - RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District is self-insured for employee health insurance and workers' compensation.

All known claims and estimated claims incurred but not reported, which are based on historical cost information, have been accrued as a current liability as they are expected to be paid within one year. The District has also purchased stop/loss coverage. An analysis of claims activities consists of the following:

	2011	2010
Balance, July 1	\$ 1,407,654	\$ 1,352,713
Claims incurred	8,917,078	7,725,930
Claims paid	(8,505,645)	(7,670,989)
Balance, June 30	\$ 1,819,087	\$ 1,407,654

Stop loss coverage limits for the year ended June 30, 2011, were as follows:

<u>Type</u>	Stop Loss Coverage Limits	
	Per Occurrence	Aggregate
Workers' compensation	\$ 325,000	\$ 1,000,000
Medical	150,000	7,894,532

The District has purchased commercial insurance to cover its general liability and property coverages. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. No significant reductions in coverage occurred in the past year.

**NOTE 9 - CONTINGENT LIABILITIES AND COMMITMENTS**

At June 30, 2011, the District is committed under construction contracts of approximately \$50,860,000.

The District is a defendant in various lawsuits. Although the outcome of these proceedings is not presently determinable, in the opinion of the District's management through consultation of legal counsel, the resolution of these matters will not have a material adverse effect on the financial statements of the District.

The District has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenses disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 10 - COMPONENT UNIT**

The Foundation is a private, not-for-profit organization that reports its financial results under the *Financial Accounting Standards Board (FASB) Accounting Standards Codification*<sup>®</sup> (Codification) which is the source of authoritative generally accepted accounting principles (GAAP) recognized by the FASB. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The financial statements of the Foundation have been reformatted to comply with the classification and display requirements in GASB Statement 34 on the Statement of Net Assets and the Statement of Revenues, Expenses, and Changes in Net Assets. However, no modifications have been made to the Foundation's financial information in the District's financial reporting entity for revenue recognition or footnote disclosure differences.

**Summary of Significant Accounting Policies**

Principles of Consolidation: The consolidated financial statements include the Foundation's wholly owned subsidiary, Foundation Housing, LLC, a limited liability company. All significant intercompany transactions have been eliminated.

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

Under the Codification, the Foundation reports its fund balances as net assets. Net assets are classified into one of three classes of net assets based on the existence or absence of donor-imposed restrictions. The following is a description of each class:

*Unrestricted:* Unrestricted net assets include all net assets, which are neither temporarily or permanently restricted.

*Temporarily Restricted:* Temporarily restricted net assets include contributed net assets for which donor imposed time and purpose restrictions have not been met and the ultimate purpose of the contribution is not permanently restricted.

*Permanently Restricted:* Permanently restricted net assets include contributed net assets, which require by donor restriction that the corpus be invested in perpetuity and only the income be made available for program operations in accordance with donor restrictions.

Cash and Cash Equivalents: Cash and cash equivalents include checking accounts, savings accounts, and repurchase agreements with maturity dates of 90 days or less.

Concentration of Credit Risk: The Foundation and Foundation Housing maintain cash balances in banks located in Joliet, Illinois. The balances for these accounts at times exceed \$250,000, the amount insured by the Federal Deposit Insurance Corporation (FDIC).

The Foundation and Foundation Housing have repurchase agreements with a bank. The fair market values of the pledged securities exceed the balances in the accounts at June 30, 2011.

Investments: Investments are composed of publicly traded securities, which are carried at fair value and certificates of deposits, which are carried at cost, but which approximates fair value.

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 10 - COMPONENT UNIT (Continued)**

Donated Property: Donated property is recorded at its fair value at the date of donation. If donors stipulate how long the assets must be used or held, the contributions are recorded as restricted support. In absence of such stipulations, contributions of property are recorded as unrestricted support.

Accounting Estimates: The preparation of financial statements requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Advertising: Advertising costs are expensed as incurred and included in operating costs. Advertising expense amounted to \$8,675 for the year ended June 30, 2011.

Endowment: The Foundation's endowment consists of many funds established for a variety of purposes. Its endowment includes both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by generally accepted accounting principles, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence of absence of donor-imposed restrictions.

The Board of Directors of the Foundation has interpreted state law as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulation to the contrary. As a result of this interpretation, the Foundation classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the directions of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the purposes of the Foundation and the donor-restricted endowment fund.

The Foundation has authorized that the amount to be allocated to operations from the endowment fund be determined by applying a spending rate determined annually based on investment income. For fiscal 2011, this rate was 4%.

**Investments**

Investments consist of the following as of June 30, 2011:

	<u>Cost</u>	<u>Fair Value</u>
Money market funds	\$ 438,007	\$ 438,007
Certificate of deposits	200,025	200,025
U.S. Treasury and governmental agency obligations	514,663	524,341
Corporate and other obligations	3,865,726	4,035,268
Common stock and equity funds	<u>9,267,019</u>	<u>10,949,756</u>
 Total Investments	 <u>\$ 14,285,440</u>	 <u>\$ 16,147,397</u>

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 10 - COMPONENT UNIT (Continued)**

The following schedule summarizes investment returns and their classification in the statement of activities for the year ended June 30, 2011:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Interest and dividend income	\$ 175,881	\$ 222,237	\$ 398,118
Net realized and unrealized gains	<u>1,794,968</u>	<u>757,380</u>	<u>2,552,348</u>
Total investment return	<u>\$ 1,970,849</u>	<u>\$ 979,617</u>	<u>\$ 2,950,466</u>

**Fair Value Measurement**

The fair value measurements and levels within the fair value hierarchy of those measurements for the assets reported at fair value on a recurring basis at June 30, 2011 are as follows:

	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>
U.S. Treasury and governmental agency obligations	\$ 524,341	\$ 524,341
Corporate and other obligations	4,035,268	4,035,268
Common stock and equity funds	<u>10,949,756</u>	<u>10,949,756</u>
Total Investments	<u>\$ 15,509,365</u>	<u>\$ 15,509,365</u>

**Other Receivables**

Other receivables are comprised of the following amounts at June 30, 2011:

Interest and dividends receivable on the Foundation's investments.	\$ 23,743
Residential rentals due Foundation Housing. At June 30, 2011, total rent receivables are \$98,106; this amount is reduced by an allowance for uncollectible rents of \$91,497.	6,609
Deposit on utility accounts due Foundation Housing.	1,059
Pledges receivable	<u>3,379</u>
Total Other Receivables	<u>\$ 34,790</u>

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

**NOTE 10 - COMPONENT UNIT (Continued)**

The allowance for uncollectible rents was established by management of Foundation Housing and it represents rents which are thirty days or more past due. Balances that are outstanding after management has used reasonable collection efforts are written off through a charge to the allowance for uncollectible rents, and the amount is removed from rent receivable.

Foundation Housing had gross rental revenue of \$1,312,454 for the year ended June 30, 2011. This amount was reduced by \$99,780 in uncollectible rents to reflect net rental revenue of \$1,212,674.

**Property and Equipment**

Property and equipment are stated at cost, or, if it is contributed property, at its fair market value at the date of contribution. Buildings and improvements are depreciated over 30-50 years on a straight-line basis. All other assets are depreciated on a straight-line basis over their useful lives estimated from 5 to 10 years. A summary of changes in property and equipment for the year ended June 30, 2011 is as follows:

	Balance July 1, 2010	Additions	Deletions	Balance June 30, 2011
Land	\$ 1,075,932	\$ 760,000	\$ -	\$ 1,835,932
Buildings and improvements	11,458,681	-	-	11,458,681
Furniture and equipment	300,736	26,537	-	327,273
Total Property and Equipment	<u>12,835,349</u>	<u>786,537</u>	<u>-</u>	<u>13,621,886</u>
Less: Accumulated depreciation				
Buildings and improvements	2,991,801	381,955	-	3,373,756
Furniture and equipment	273,036	9,039	-	282,075
Total Accumulated Depreciation	<u>3,264,837</u>	<u>390,994</u>	<u>-</u>	<u>3,655,831</u>
Net Property and Equipment	<u>\$ 9,570,512</u>	<u>\$ 395,543</u>	<u>\$ -</u>	<u>\$ 9,966,055</u>

**Debt**

**2002 Series Revenue Bonds:** In May 2002, \$14,455,000 of Revenue Bonds were issued by the County of Will, Illinois and the proceeds loaned to Foundation Housing to provide permanent financing for the student housing facility. The bond offering consisted of \$13,985,000 Student Housing Revenue Bonds Series 2002A and \$470,000 Student Housing Revenue Bonds Taxable Series 2002B. The bonds were issued at a discount of \$401,906. The interest rate on the bonds varies from 6.375% to 7.75%. The bonds are secured by the student housing land and buildings and are payable from the revenues generated by the facility.

In 2003 and 2004 Foundation Housing used debt service reserves to meet debt service requirements. On March 1, 2005, as a result of certain actions of Bondholders and a firm representing the Bondholders, the Trustee for the 2002 Series Revenue Bonds did not make the March 1, 2005 interest payments, which resulted in an Event of Default. On June 15, 2005, Foundation Housing entered into a Forbearance Agreement with the Bondholders of the 2002 Series Revenue Bonds.

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

**NOTE 10 - COMPONENT UNIT (Continued)**

Under the Forbearance Agreement, the Trustee would not exercise any remedies available under the Bond Document as a result of any past or future defaults. Payments due on September 1, 2005 through March 1, 2011 were not made as scheduled. Partial payments of interest have been made as follows:

Scheduled Debt Service			Actual Interest Due and Payments			
Date	Principal	Interest	Interest Due	Payment Date	Amount	Unpaid Interest
9/1/05	\$ 50,000	\$ 484,750	\$ 484,750	3/1/06	\$ 194,630	\$ -
				9/1/06	120,000	
				2/15/07	170,120	
3/1/06	-	482,812	484,750	2/15/07	179,880	-
				8/23/07	217,000	
				3/3/08	87,870	
9/1/06	80,000	482,813	484,750	3/3/08	292,130	-
				3/2/09	192,620	
3/1/07	-	479,712	484,750	3/2/09	145,425	207,832
				9/1/09	87,255	
				11/29/10	24,238	
				3/1/11	20,000	
9/1/07	120,000	479,713	484,750			484,750
3/1/08	-	475,062	484,750			484,750
9/1/08	160,000	475,063	484,750			484,750
3/1/09	-	468,862	484,750			484,750
9/1/09	200,000	468,863	484,750			484,750
3/1/10	-	462,212	484,750			484,750
9/1/10	240,000	462,213	484,750			484,750
3/1/11	-	454,562	484,750			484,750

On June 15, 2008, the Forbearance Agreement terminated, and the 2002 Series Revenue Bonds were in an Event of Default. Under the bond trust indenture, the bonds became due immediately in the event of default. As a result, the 2002 Series Revenue Bonds with a balance payable of \$14,435,000 are classified as short-term debt.

As of June 30, 2011, total accrued interest for the 2002 Series Revenue Bonds is \$4,408,999.

**Mortgage Payable:** Foundation Housing entered into an agreement with the College to purchase 15.048 acres of land to construct the student housing facility. As consideration for the land, Foundation Housing has agreed to pay the College \$1,075,932 and interest at 6% per annum. At June 30, 2011, total debt of \$1,140,488 includes capitalized interest of \$64,556. The principal and interest shall be payable solely from net cash flows, if any, that exceed 120% of the debt service for the preceding year. The payments are to be made in 30 annual installments of \$78,165 beginning on October 1, 2003. Net cash flow is defined as the excess, if any, of gross revenues less annual expenses. No payments have been made as of June 30, 2011.

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 10 - COMPONENT UNIT** (Continued)

Current maturities on the mortgage payable for the next five years ending June 30 and thereafter are as follows:

Year Ended June 30,	Mortgage Payable		
	Interest	Principal	Total
2012	\$ 62,648	\$ 176,432	\$ 239,080
2013	61,717	16,448	78,165
2014	60,730	17,435	78,165
2015	59,684	18,481	78,165
2016	58,575	19,590	78,165
Thereafter	<u>742,948</u>	<u>892,102</u>	<u>1,635,050</u>
Totals	<u>\$ 1,046,302</u>	<u>\$ 1,140,488</u>	<u>\$ 2,186,790</u>

Total accrued interest for the mortgage payable is \$575,946 at June 30, 2011.

**Income Taxes**

The Foundation is exempt from income taxes under Section 501 (c)(3) of the Internal Revenue Code. In addition, the Foundation qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation.

Income taxes or credits resulting from earnings or losses that are payable by the Foundation's two subsidiaries are not included in the accompanying financial statements. It is the intent of the Foundation and its wholly owned subsidiary, Foundation Housing, LLC to avoid any action that would jeopardize the tax status of the Foundation.

**Related Parties**

The College provides personnel and general operating costs of the Foundation. The College paid \$367,543 for salary, benefits, and operating costs for the year ended June 30, 2011.

As explained in the mortgage payable note, Foundation Housing has a mortgage payable to the College with a balance of \$1,140,488 at June 30, 2011.

**Commitments and Contingencies**

Effective June 1, 2011, Foundation Housing entered into a property management agreement with UCH Illinois Group, LLC. The property management fee is \$6,000 per month through May 31, 2012.

Payment of the management fees is the responsibility of Foundation Housing and is without recourse to the Foundation.

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

**NOTE 10 - COMPONENT UNIT (Continued)**

**Changes to Endowment Net Assets**

Changes in the endowment net assets for the year ended June 30, 2011 are as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Investment return:				
Investment income	\$ 175,751	\$ 222,237	\$ -	\$ 397,988
Net depreciation realized and unrealized	1,794,968	757,380	-	2,552,348
	<u>1,970,719</u>	<u>979,617</u>	<u>-</u>	<u>2,950,336</u>
Contributions	15,905	750,290	830,197	1,596,392
Appropriation of endowment assets for expenditure	(218,835)	(884,736)	-	(1,103,571)
Other changes:				
Board allocation to endowment scholarships	-	-	-	-
Total changes in net assets	<u>1,767,789</u>	<u>845,171</u>	<u>830,197</u>	<u>3,443,157</u>
Endowment net assets, beginning of year	<u>3,122,765</u>	<u>1,248,445</u>	<u>9,305,477</u>	<u>13,676,687</u>
Endowment net assets, end of year	<u>\$ 4,890,554</u>	<u>\$ 2,093,616</u>	<u>\$ 10,135,674</u>	<u>\$ 17,119,844</u>

**Net Assets**

The composition of net assets at June 30, 2011 are as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor restricted endowment funds	\$ 1,324,083	\$ 2,093,616	\$ 10,135,674	\$ 13,553,373
Board designated endowment funds	<u>3,566,471</u>	<u>-</u>	<u>-</u>	<u>3,566,471</u>
Endowment net assets	4,890,554	2,093,616	10,135,674	17,119,844
Member equity - Foundation Housing	<u>(11,400,303)</u>	<u>-</u>	<u>-</u>	<u>(11,400,303)</u>
Net assets	<u>\$ (6,509,749)</u>	<u>\$ 2,093,616</u>	<u>\$ 10,135,674</u>	<u>\$ 5,719,541</u>

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 10 - COMPONENT UNIT (Continued)**

**Subsequent Event**

From June 30, 2011 to August 31, 2011 the fair market value of the Foundation's investments declined \$831,170 or approximately 5.1% of its total investments portfolio. Also, during this period, the Foundation moved \$9,885,856 in common stock, equity funds, corporate obligations and other obligations to money market funds, thus reducing the effect of future market fluctuation.

On September 1, 2011 Foundation Housing made a partial interest payment of \$40,000 to the Trustee on the Student Housing Revenue Bond Series 2002A and 2002B.

**NOTE 11 - PRONOUNCEMENTS ISSUED BUT NOT YET ADOPTED**

In November 2010, the GASB issued Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*. The Statement improves financial reporting by addressing issues related to service concession arrangements, which are arrangements between a transferor (government) and an operator (governmental or non-governmental entity in which (1) the transferor conveys to an operator the right and related obligation to provide services through the use of infrastructure in exchange for significant consideration and (2) the operator collects and is compensated by fees from third parties. This statement is effective for periods beginning after December 31, 2011.

In November 2010, the GASB issued Statement No. 61, *The Financial Reporting Entity: Omnibus*. The Statement improves financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, *The Financial Reporting Entity*, and the related financial reporting requirements of Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, were amended to better meet user needs and to address reporting entity issues. This Statement is effective for fiscal years beginning after June 15, 2012, with earlier application encouraged.

In December 2010, the GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The Statement incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements: (1) Financial Accounting Standards Board (FASB) Statements and Interpretations; (2) Accounting Principles Board Opinions; and (3) Accounting Research Bulletins of the American Institute of Certified Public Accountants' (AICPA) Committee on Accounting Procedure. This Statement is effective for fiscal years beginning after December 15, 2011 with earlier application encouraged.

In June 2011, the GASB issued GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. This Statement provides a new statement of net position format to report all assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position (which is the net residual amount of the other elements). This Statement requires that deferred outflows of resources and deferred inflows of resources be reported separately from assets and liabilities. This Statement also amends certain provisions of GASB Statement No. 34, *Basic Financial Statements -- and Management's Discussion and Analysis -- for State and Local Governments*, and related pronouncements to reflect the residual measure in the statement of financial position as net position, rather than net assets. This Statement is effective for financial statements for periods beginning after December 15, 2011, with earlier application encouraged.

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 11 - PRONOUNCEMENTS ISSUED BUT NOT YET ADOPTED** (Continued)

In June 2011, the GASB issued GASB Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions* (an amendment of GASB Statement No. 53). This Statement clarifies that when certain conditions are met, the use of hedge accounting should not be terminated. The conditions specified in this Statement are:

- Collectability of swap payments is considered to be probable;
- Replacement of the counterparty or credit support provider meets the criteria of an assignment or in-substance assignment as described in GASB 64; and
- The counterparty or counterparty credit support provider (and not the government) has committed the act of default or termination event.

When all of these conditions exist, the GASB believes that the hedging relationship continues and hedge accounting should continue to be applied. This Statement is effective for periods beginning after June 15, 2011, with earlier application encouraged.

Management has not determined what impact, if any, these GASB statements may have on its financial statements.

**STATISTICAL SECTION  
(UNAUDITED)**

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
STATISTICAL SECTION  
June 30, 2011

---

This section of the Joliet Junior College's Comprehensive Annual Financial Report presents additional historical perspective, context, and detailed information to assist the reader in using the information in the financial statements, note disclosures, and required supplementary information to understand and assess the District's overall economic condition.

Contents

**Financial Trends**

Tabular information is presented to demonstrate changes in the District's financial position over time.

**Revenue Capacity**

These tables contain information to assist the reader in understanding and assessing the District's ability to generate its most significant local revenue sources; real estate taxes and tuition and fees.

**Debt Capacity**

Data are shown to disclose the District's current level of outstanding debt and to indicate the District's ability to issue additional debt.

**Demographic and Economic Information**

These tables offer information about the socioeconomic environment within which the District operates. Data are provided to facilitate comparisons of financial statement information over time and between the District and other community college districts.

**Operating Information**

Non-financial information about the District's operations and resources is provided in these tables to facilitate the reader's use of the District's financial statement information to understand and assess the District's economic condition.

Sources: Unless otherwise noted, the information in these tables is derived from the District's Comprehensive Annual Financial Reports for the relevant years. The District implemented GASB Statements 34 and 35 in fiscal year 2002; the data contained in some tables may begin in that year if it is otherwise unavailable.

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

SCHEDULE OF NET ASSETS BY COMPONENT (Unaudited)

**Last Nine Fiscal Years**

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Invested in capital assets, net of related debt	\$ 43,664,450	\$ 35,546,906	\$ 34,794,317	\$ 33,077,483	\$ 28,128,309	\$ 27,512,036	\$ 25,493,219	\$ 23,554,781	\$ 22,278,853
Restricted - expendable	21,288,638	14,093,517	11,155,225	8,310,935	8,595,975	6,081,088	5,481,709	5,947,786	6,467,109
Unrestricted	<u>38,054,984</u>	<u>35,620,248</u>	<u>32,199,457</u>	<u>30,463,710</u>	<u>24,256,452</u>	<u>20,143,099</u>	<u>16,830,166</u>	<u>14,466,074</u>	<u>12,012,563</u>
<b>Total primary government net assets</b>	<b><u>\$ 103,008,072</u></b>	<b><u>\$ 85,260,671</u></b>	<b><u>\$ 78,148,999</u></b>	<b><u>\$ 71,852,128</u></b>	<b><u>\$ 60,980,736</u></b>	<b><u>\$ 53,736,223</u></b>	<b><u>\$ 47,805,094</u></b>	<b><u>\$ 43,968,641</u></b>	<b><u>\$ 40,758,525</u></b>

Note: Only available data due to reporting format changes prescribed by GASB Statement 34.

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

SCHEDULE OF CHANGES IN NET ASSETS (Unaudited)

**Last Nine Fiscal Years**

	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>OPERATING REVENUES</b>									
Tuition and fees	\$ 41,587,567	\$ 35,685,885	\$ 30,076,560	\$ 24,898,013	\$ 23,082,213	\$ 22,470,611	\$ 20,022,549	\$ 17,496,718	\$ 16,161,399
Less scholarships and allowances	(13,632,872)	(9,785,996)	(2,609,745)	(1,954,167)	(1,900,011)	(1,065,939)	(839,527)	(846,647)	(1,002,437)
Sales and service fees	8,783,273	8,893,707	7,847,125	7,516,907	7,063,603	6,317,066	6,602,930	5,925,069	5,277,819
Miscellaneous	1,390,842	1,467,287	1,890,377	1,798,400	1,652,089	2,545,508	1,487,165	1,332,331	1,768,475
Total Operating Revenues	<u>38,128,810</u>	<u>36,260,883</u>	<u>37,204,317</u>	<u>32,259,153</u>	<u>29,897,894</u>	<u>30,267,246</u>	<u>27,273,117</u>	<u>23,907,471</u>	<u>22,205,256</u>
<b>OPERATING EXPENSES</b>									
Instruction	43,502,676	40,100,718	37,200,339	33,754,814	31,993,631	32,794,486	29,642,790	27,729,199	27,780,025
Academic support	3,384,441	3,105,601	3,019,578	2,718,963	2,575,508	2,325,204	2,241,166	2,035,678	1,972,851
Student services	12,908,318	12,300,487	13,650,510	10,975,317	9,326,012	8,984,406	8,704,244	7,854,179	7,875,813
Public services	2,157,134	3,017,439	2,871,076	1,775,609	2,143,788	1,852,036	1,303,228	840,577	1,092,360
Operations and maintenance of plant	11,687,768	13,086,207	10,656,280	9,419,912	9,315,694	8,190,269	6,927,108	5,976,641	5,922,652
Independent operations	9,429,893	9,289,471	8,603,497	8,196,306	7,841,709	6,749,512	6,378,136	6,362,236	7,987,883
General administration	4,651,812	4,314,175	4,194,682	3,751,785	3,586,041	3,433,231	3,040,849	2,840,913	3,040,717
Institutional support	21,257,382	18,967,984	15,126,939	12,756,614	10,782,414	10,312,712	12,027,091	25,200,269	10,076,910
Depreciation	3,070,926	2,868,731	2,626,814	2,456,698	2,145,587	1,834,979	1,630,761	1,440,138	1,300,554
Total Operating Expenses	<u>112,050,350</u>	<u>107,050,813</u>	<u>97,949,715</u>	<u>85,806,018</u>	<u>79,710,384</u>	<u>76,476,835</u>	<u>71,895,373</u>	<u>80,279,830</u>	<u>67,049,765</u>
Operating Income (Loss)	<u>(73,921,540)</u>	<u>(70,789,930)</u>	<u>(60,745,398)</u>	<u>(53,546,865)</u>	<u>(49,812,490)</u>	<u>(46,209,589)</u>	<u>(44,622,256)</u>	<u>(56,372,359)</u>	<u>(44,844,509)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>									
Property taxes	47,087,585	45,520,758	39,891,012	37,189,773	34,798,230	31,591,593	28,706,667	26,093,888	24,574,201
Corporate personal property replacement taxes	2,058,866	1,587,629	1,962,477	2,243,420	2,097,884	1,922,876	1,517,111	1,253,750	1,103,129
State and federal sources	48,675,479	37,342,993	26,100,981	21,371,673	19,676,647	18,508,115	18,534,256	32,685,710	18,107,248
Investment income	1,599,261	2,678,876	2,020,912	1,090,415	1,053,616	762,538	408,517	258,006	245,025
Interest expense	(7,659,096)	(9,105,679)	(2,953,128)	(514,766)	(577,374)	(644,404)	(707,842)	(708,879)	(490,235)
Loss on sale of capital assets	(115,154)	(133,075)	-	-	-	-	-	-	-
Total Non-Operating Revenues (Expenses)	<u>91,646,941</u>	<u>77,891,502</u>	<u>67,022,254</u>	<u>61,380,515</u>	<u>57,049,003</u>	<u>52,140,718</u>	<u>48,458,709</u>	<u>59,582,475</u>	<u>43,539,368</u>
Income Before Contributions	17,725,401	7,101,572	6,276,856	7,833,650	7,236,513	5,931,129	3,836,453	3,210,116	(1,305,141)
Capital Contributions - donated property	<u>22,000</u>	<u>10,100</u>	<u>20,015</u>	<u>3,037,742</u>	<u>8,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Increase (Decrease) in Net Assets</b>	<u>\$ 17,747,401</u>	<u>\$ 7,111,672</u>	<u>\$ 6,296,871</u>	<u>\$ 10,871,392</u>	<u>\$ 7,244,513</u>	<u>\$ 5,931,129</u>	<u>\$ 3,836,453</u>	<u>\$ 3,210,116</u>	<u>\$ (1,305,141)</u>

Note: Only available data due to reporting format changes prescribed by GASB Statement 34.

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

REPRESENTATIVE (DIRECT AND OVERLAPPING) TAX RATES (Unaudited)

<b><u>TAXING DISTRICTS</u></b>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Tax Rates:										
Direct:										
General Fund:										
Educational Accounts	\$ 0.1291	\$ 0.1228	\$ 0.1176	\$ 0.1106	\$ 0.1109	\$ 0.1185	\$ 0.1206	\$ 0.1217	\$ 0.1248	\$ 0.1250
Operations, Building and Maintenance Accounts	0.0650	0.0589	0.0592	0.0611	0.0645	0.0698	0.0726	0.0722	0.0749	0.0750
Debt service	0.0233	0.0237	-	-	-	-	-	-	-	-
Audit Fund	0.0005	0.0004	0.0004	0.0005	0.0005	0.0005	0.0005	0.0005	0.0006	0.0006
Liability, Protection and Settlement Fund	0.0039	0.0038	0.0075	0.0127	0.0129	0.0145	0.0148	0.0140	0.0145	0.0141
Life Safety	<u>0.0054</u>	<u>0.0050</u>	<u>0.0049</u>	<u>0.0051</u>	<u>0.0051</u>	<u>0.0055</u>	<u>0.0057</u>	<u>0.0028</u>	<u>0.0059</u>	<u>0.0090</u>
JOLIET JUNIOR COLLEGE NO. 525	<u>0.2272</u>	<u>0.2146</u>	<u>0.1896</u>	<u>0.1900</u>	<u>0.1939</u>	<u>0.2088</u>	<u>0.2142</u>	<u>0.2112</u>	<u>0.2207</u>	<u>0.2237</u>
Overlapping:										
Will County	0.5274	0.5024	0.4942	0.4943	0.5154	0.5380	0.5708	0.5814	0.6061	0.6232
Will County Forest Preserve	0.1567	0.1519	0.1445	0.1424	0.1369	0.1481	0.1235	0.1266	0.1315	0.1352
Troy Township Road Funds	0.0743	0.0687	0.0679	0.0717	0.0791	0.0830	0.0858	0.0868	0.0900	0.0920
DuPage Township	0.0662	0.0665	0.0633	0.0534	0.0545	0.0565	0.0584	0.0601	0.0651	0.0677
Village of Bolingbrook	0.6666	0.6202	0.6202	0.6095	0.6098	0.6528	0.7077	0.7610	0.8383	0.8740
Bolingbrook Park District	0.4842	0.4554	0.4351	0.4433	0.4470	0.4546	0.4769	0.4801	0.5360	0.5696
Fountaindale Public Library	0.4073	0.4045	0.3685	0.2838	0.2900	0.3018	0.3133	0.3217	0.3549	0.3667
UD 365-U Valley View	<u>5.2276</u>	<u>4.9435</u>	<u>4.5671</u>	<u>4.6476</u>	<u>4.7837</u>	<u>5.0327</u>	<u>4.9719</u>	<u>4.8579</u>	<u>5.1083</u>	<u>5.3814</u>
Total	<u>\$ 7.8375</u>	<u>\$ 7.4277</u>	<u>\$ 6.9504</u>	<u>\$ 6.9360</u>	<u>\$ 7.1103</u>	<u>\$ 7.4763</u>	<u>\$ 7.5225</u>	<u>\$ 7.4868</u>	<u>\$ 7.9509</u>	<u>\$ 8.3335</u>

Representative tax rate includes the tax code with the largest EAV in the District.

Tax rates are assessed in dollars per hundred of equalized assessed value.

Note: The tax levy for 2010 is the latest information available.

Source: Will County Clerk

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

ASSESSED AND ESTIMATED ACTUAL VALUE  
OF TAXABLE PROPERTY (Unaudited)

**Last Ten Fiscal Years**

Year of Levy	Assessed Valuation	Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
2010	\$ 20,829,647,683	\$ 0.2272	\$ 62,488,943,049	33.33%
2009	21,307,945,484	0.2146	63,923,836,452	33.33%
2008	21,200,304,630	0.1896	63,600,913,890	33.33%
2007	19,698,629,345	0.1900	59,095,888,035	33.33%
2006	17,805,881,791	0.1939	53,417,645,373	33.33%
2005	15,299,377,998	0.2088	45,898,133,994	33.33%
2004	13,519,932,907	0.2142	40,559,798,721	33.33%
2003	12,425,003,225	0.2112	37,275,009,675	33.33%
2002	11,244,104,015	0.2207	33,732,312,045	33.33%
2001	10,219,528,812	0.2237	30,658,586,436	33.33%

Note: Assessed value is computed by various county's clerks offices and is equal to approximately one-third of the estimated actual value.

Note: The tax levy for 2010 is the latest information available.

Note: Assessed value of taxable property by class of real and personal property not available.

Sources: Cook, Grundy, Kankakee, Kendall, LaSalle, Livingston and Will County Clerk's Office.

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

PROPERTY TAX LEVIES AND COLLECTIONS (Unaudited)

**Last Ten Fiscal Years**

Year of Levy	Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percent of Levy
2010	2011	\$ 47,315,778	\$ 21,216,964	44.84%	\$ -	\$ 21,216,964	44.84%
2009	2010	45,724,841	20,215,343	44.21%	24,974,168	45,189,511	98.83%
2008	2009	40,198,903	17,254,452	42.92%	22,580,280	39,834,732	99.09%
2007	2008	37,422,299	16,145,796	43.14%	21,123,849	37,269,645	99.59%
2006	2007	34,538,141	14,873,294	43.06%	19,556,235	34,429,529	99.69%
2005	2006	31,949,879	13,985,208	43.77%	17,877,256	31,862,464	99.73%
2004	2005	28,962,921	12,781,545	44.13%	16,107,014	28,888,559	99.74%
2003	2004	26,246,755	11,397,332	43.42%	14,810,937	26,208,269	99.85%
2002	2003	24,815,174	10,354,301	41.73%	14,398,733	24,753,034	99.75%
2001	2002	22,864,390	9,574,391	41.87%	13,225,435	22,799,826	99.72%

Property taxes which are measurable and available are recognized as revenue. Property taxes which are measurable but not available are deferred and recognized as revenue as they become available.

Note: The tax levy for 2010 is the latest information available.

Sources: Cook, Grundy, Kankakee, Kendall, LaSalle, Livingston and Will County Clerk's Office.

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

PRINCIPAL TAXPAYERS (Unaudited)

Current Year and Nine Years Ago			2010			2001		
Name	County	Type of Business or Property	Equalized Assessed Valuation*	Rank	Percent of District's Total EAV	Equalized Assessed Valuation*	Rank	Percent of District's Total EAV
Exelon Generation Co./ Commonwealth Edison	Cook County Grundy County Kendall County Will County	Electric utility	\$ 920,382,290	1	4.42%	\$ 634,365,774	1	6.21%
Exxon Mobil Corp.	Will County	Refining plant	305,719,437	2	1.47%	140,618,881	4	1.38%
PDV Midwest Refining	Will County	Refining plant	253,048,546	3	1.21%	71,289,500	6	0.70%
Equistar Chemicals LP	Grundy County	Plastic compounds and ethylene pallets	88,502,920	4	0.42%	147,564,690	3	1.44%
Wal Mart	Will County Grundy County	Discount department stores	83,382,072	5	0.40%	-		-
Aux Sable Liquid Products LP	Grundy	Natural gas liquids (ethane, propane, normal butane, iso-butane and natural gasoline)	79,318,360	6	0.38%	108,216,180	5	1.06%
Prologis IL	Will County Grundy County	Warehouses	46,058,167	7	0.22%	-		-
Catellus Finance & Dev Corp &	Will County Grundy County	Industrial properties - warehouses & vacant land	39,002,615	8	0.19%	29,333,675	7	0.29%
Target Corporation	Grundy County Will County	Discount department stores	36,498,067	9	0.18%	-		-
Industrial Prop Funds I, II, III, VI	Will County	Numerous industrial properties	35,517,404	10	0.17%	-		-
Midwest Generation	Grundy County	Electrical utility plant	-		-	239,676,003	2	2.35%
Chicago Carbon Co.	Will County	Real property holdings	-		-	19,537,403	8	0.19%
LSP Kendall Energy LLC	Kendall County	Electric Utility	-		-	19,056,287	9	0.19%
ALCOA engineered Products	Grundy County	Aluminium products	-		-	18,005,540	10	0.18%
			<u>\$ 1,887,429,878</u>		<u>9.06%</u>	<u>\$ 1,427,663,933</u>		<u>13.97%</u>

Note: The tax levy for 2009 is the latest information available from Cook County and 2010 is the latest information for all other counties.

Sources: County Clerk's and Assessor's Offices of Will, Grundy, Cook, Kendall, Livingston, LaSalle and Kankakee Counties, Illinois

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

TUITION AND FEES (Unaudited)

**Last Ten Fiscal Years**

	Joliet Junior College's Tuition and Fees per Credit Hour	Average Tuition and Fees Rate for Illinois Community Colleges	Average Grant Rate per Credit Hour from the State of Illinois	Credit Hours Awarded
2011	\$ 103.00	\$ 98.26	\$ 24.97	355,567
2010	93.00	88.95	28.76	321,300
2009	88.00	84.04	33.81	288,411
2008	76.00	78.62	32.87	260,332
2007	73.00	74.04	31.97	248,207
2006	71.00	69.92	31.20	230,398
2005	68.00	63.07	33.63	227,216
2004	60.50	59.45	35.50	223,735
2003	56.00	54.64	32.18	216,744
2002	56.00	51.32	32.22	199,109

Source: District records

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

RATIO OF OUTSTANDING DEBT BY TYPE (Unaudited)

**Last Ten Fiscal Years**

Fiscal Year	General Bonded Debt			Total	Percentage of Assessed Value of Property	Per Capita	Alternate Revenue Bonds	Capital Leases	Lease Revenue Bonds	Total	Per Capita	Percentage of Personal Income
	General Obligation Debt Certificates	General Obligation Bonds	Installment Contract									
2011	\$ 3,240,000	\$ 89,000,000	\$ -	\$ 92,240,000	0.443%	\$ 124.88	\$ 70,000,000	\$ -	\$ 1,345,000	\$ 163,585,000	\$ 221.48	N/A
2010	4,457,055	89,000,000	-	93,457,055	0.439%	127.38	70,000,000	-	1,760,000	165,217,055	225.19	0.590%
2009	5,630,986	-	-	5,630,986	0.027%	7.74	70,440,000	105,526	2,150,000	78,326,512	107.73	0.280%
2008	6,771,614	-	-	6,771,614	0.034%	9.44	860,000	208,286	2,520,000	10,359,900	14.44	0.040%
2007	7,878,770	-	-	7,878,770	0.044%	11.21	1,265,000	308,355	2,870,000	12,322,125	17.53	0.051%
2006	8,957,292	-	60,000	9,017,292	0.059%	13.87	1,650,000	-	3,195,000	13,862,292	21.33	0.068%
2005	9,946,404	-	190,000	10,136,404	0.075%	16.89	2,020,000	-	3,500,000	15,656,404	26.09	0.086%
2004	10,850,411	-	310,000	11,160,411	0.090%	20.19	2,375,000	-	3,785,000	17,320,411	31.33	0.105%
2003	1,184,269	-	425,000	1,609,269	0.014%	3.08	2,710,000	-	4,050,000	8,369,269	16.01	0.054%
2002	1,192,745	-	535,000	1,727,745	0.017%	3.51	3,030,000	-	4,300,000	9,057,745	18.38	0.061%

Note: The ratios are calculated using personal income and population for the prior calendar year.

Note: N/A = not available

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

COMPUTATION OF LEGAL DEBT MARGIN (Unaudited)

**Last Ten Fiscal Years**

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Assessed Value	\$ 20,829,647,683	\$ 21,307,945,484	\$ 21,200,304,630	\$ 19,698,629,345	\$ 17,805,881,791	\$ 15,299,377,998	\$ 13,519,932,907	\$ 12,425,003,225	\$ 11,244,104,015	\$ 10,219,528,812
Debt Limit -										
2.875% of assessed value	598,852,371	612,603,433	609,508,758	566,335,594	511,919,101	439,857,117	388,698,071	357,218,843	323,267,990	293,811,453
Less applicable debt:										
Installment contracts	-	-	-	-	-	60,000	190,000	310,000	425,000	535,000
General obligation bonds	89,000,000	89,000,000	-	-	-	-	-	-	-	-
General obligation debt certificates	<u>3,240,000</u>	<u>4,457,055</u>	<u>5,630,986</u>	<u>6,771,614</u>	<u>7,878,770</u>	<u>8,957,292</u>	<u>9,946,404</u>	<u>10,850,411</u>	<u>1,184,269</u>	<u>1,192,745</u>
Legal Debt Margin	<u>\$ 506,612,371</u>	<u>\$ 519,146,378</u>	<u>\$ 603,877,772</u>	<u>\$ 559,563,980</u>	<u>\$ 504,040,331</u>	<u>\$ 430,839,825</u>	<u>\$ 378,561,667</u>	<u>\$ 346,058,432</u>	<u>\$ 321,658,721</u>	<u>\$ 292,083,708</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>15.40%</u>	<u>15.26%</u>	<u>0.92%</u>	<u>1.20%</u>	<u>1.54%</u>	<u>2.05%</u>	<u>2.61%</u>	<u>3.12%</u>	<u>0.50%</u>	<u>0.59%</u>

Sources: District records

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT (Unaudited)  
(As of June 30, 2011)

Overlapping Agencies	Assessed Value in District	Outstanding Bonds	Applicable to District	
			Percent	Amount
Cook County	\$ 1,011,849,637	\$ 3,499,615,000 (1)	0.568%	\$ 19,884,812
Cook County Forest Preserve	1,011,849,637	101,935,000	0.568%	579,195
Grundy County	1,865,970,346	15,069,363 (3)(5)	98.874%	14,899,712
Kankakee County	577,029	- (3)(4)(6)	0.029%	-
Kendall County	408,694,865	- (3)(4)	12.883%	-
Kendall County Forest Preserve	408,694,865	48,972,000 (4)	12.883%	6,308,867
LaSalle County	22,773,620	- (4)	0.879%	-
Will County	17,379,370,763	840,000 (4)(6)	82.100%	689,637
Will County Forest Preserve	17,379,370,763	174,857,567 (5)	82.100%	143,557,538
<b>Municipalities:</b>				
Braceville	100	- (4)	100.000%	-
Bolingbrook	2,048,532,536	171,124,041 (5)	91.138%	155,958,857
Braidwood	100	255,000	100.000%	255,000
Carbon Hill	100	- (4)	100.000%	-
Channahon	100	9,030,000 (5)	100.000%	9,030,000
Coal City	100	6,000,000 (4)	100.000%	6,000,000
Diamond	100	- (4)	100.000%	-
Dwight	100	- (4)	100.000%	-
Elwood	100	- (5)	100.000%	-
Frankfort	919,938,857	3,160,000 (4)	99.957%	3,158,641
Gardner	100	- (4)	100.000%	-
Joliet	100	9,980,000	100.000%	9,980,000
Lemont	703,065,214	- (4)	99.770%	-
Lockport	100	2,905,684 (5)	100.000%	2,905,684
Manhattan	100	9,660,000	100.000%	9,660,000
Minooka	100	200,000 (4)	100.000%	200,000
Mokena	100	2,880,000 (4)	100.000%	2,880,000
Morris	100	- (4)	100.000%	-
Naperville	48,852,782	169,595,000	0.727%	1,233,125
New Lenox	100	10,590,000 (4)	100.000%	10,590,000
Newark	100	- (4)	100.000%	-
Orland Park	241,145,586	79,435,000	8.626%	6,852,143
Peotone	100	1,595,000	100.000%	1,595,000
Plainfield	1,178,916,920	23,665,000 (4)	89.387%	21,153,339
Romeoville	100	91,330,884 (4)(5)	100.000%	91,330,884
Shorewood	100	- (4)	100.000%	-
Tinley Park	369,317,530	55,120,000	20.525%	11,313,104
Willow Springs	47,444	2,560,000 (4)	0.021%	527
Wilmington	100	139,000 (4)	100.000%	139,000
Woodridge	84,874,535	26,865,000	7.083%	1,902,740
Yorkville	213,426	8,275,000 (4)	0.040%	3,277
<b>Fire Protection Districts:</b>				
Channahon	100	- (4)	100.000%	-
Minooka	100	- (4)	100.000%	-
Monee	84,127,073	74,487	31.303%	23,316
Plainfield	1,450,935,186	- (4)	89.619%	-
<b>Libraries:</b>				
DesPlaines Valley	1,505,515,664	23,000,000	69.285%	15,935,458
Fountaindale	2,113,950,899	38,275,000	95.917%	36,712,040
Frankfort	1,186,654,252	280,000	99.431%	278,408
Lemont	1,010,409,828	1,655,000	96.204%	1,592,170
Mokena	100	1,105,000	100.000%	1,105,000
New Lenox	100	7,595,000	100.000%	7,595,000

(continued)

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT (Unaudited)  
(As of June 30, 2011)

(continued)

Overlapping Agencies	Assessed Value in District	Outstanding Bonds	Applicable to District	
			Percent	Amount
Miscellaneous:				
DuPage Water Commission	\$ 48,852,782	\$ - (7)	0.126%	\$ -
Metropolitan Water Reclamation District of Greater Chicago	1,011,849,637	1,974,078,439 (2)	0.580%	11,449,655
Homer Township	100	2,825,000 (4)	100.000%	2,825,000
New Lenox Township	100	- (4)	100.000%	-
Seward Township	100	- (4)	100.000%	-
Bolingbrook SSA 5-1	100	19,524,731	100.000%	19,524,731
Joliet Special Service Area 99-66	100	1,180,000	100.000%	1,180,000
Will County SSA #2	100	685,375 (2)	100.000%	685,375
Park Districts:				
Bolingbrook	2,049,282,645	15,428,276 (4)(5)	92.594%	14,285,673
Braidwood	100	111,837	100.000%	111,837
Channahon	100	1,035,000 (4)	100.000%	1,035,000
Frankfort	797,123,370	585,000	99.950%	584,710
Frankfort Square	549,948,573	3,553,132 (4)(5)	93.608%	3,326,009
Godley	100	880,000	100.000%	880,000
Island	100	50,000	100.000%	50,000
Joliet	100	8,158,000 (4)	100.000%	8,158,000
Lemont	1,039,696,093	15,455,000	97.224%	15,026,016
Lockport	100	5,529,458 (5)	100.000%	5,529,458
Mokena Community	1,009,850,067	2,360,000 (5)	99.150%	2,339,945
Naperville	48,852,782	15,045,000 (4)	0.702%	105,616
New Lenox Community	100	3,039,000	100.000%	3,039,000
Oswegoland	20,096,761	5,655,000	1.407%	79,572
Plainfield Township	2,635,591,637	6,570,000	97.770%	6,423,469
Tinley Park	130,319,896	11,815,000	7.865%	929,214
Woodridge	79,724,284	4,845,000 (4)	6.504%	315,138
School Districts:				
USD #1	100	39,860,000	100.000%	39,860,000
#2-C	66,011,631	1,840,000	92.810%	1,707,704
#17	100	7,260,000	100.000%	7,260,000
#24-C	34,511,902	825,000	90.738%	748,592
#30-C	100	90,740,000	100.000%	90,740,000
#54	100	20,230,000	100.000%	20,230,000
#60-C	100	11,655,000	100.000%	11,655,000
#66	75,692,267	1,245,000	99.523%	1,239,060
#70-C	100	1,490,000	100.000%	1,490,000
#72-C	100	145,000 (4)	100.000%	145,000
HSD #73	100	190,000	100.000%	190,000
SD #75	100	60,000	100.000%	60,000
#81	100	-	100.000%	-
#86	100	63,198,593 (4)	100.000%	63,198,593
#88	100	205,000 (5)	100.000%	205,000
#88-A	100	22,470,000	100.000%	22,470,000
#89	100	-	100.000%	-
SD #90 (Grundy & Kendall Cos.)	100	61,000 (4)	100.000%	61,000
HSD #90 (Livingston County)	25,811,880	1,620,000	11.716%	189,806
#91	100	4,730,000	100.000%	4,730,000
#92	100	7,060,000	100.000%	7,060,000
HSD#111	100	65,310,000	100.000%	65,310,000
#113A	1,010,447,755	16,592,974	78.226%	12,980,070
#114	100	13,585,017 (5)	100.000%	13,585,017
USD #115	14,408,853	82,334,207 (5)	1.581%	1,301,457

(continued)

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT (Unaudited)  
(As of June 30, 2011)

(continued)

Overlapping Agencies	Assessed Value in District	Outstanding Bonds	Applicable to District	
			Percent	Amount
#122	\$ 100	\$ 124,763,312 (5)	100.000%	\$ 124,763,312
#157C	100	32,389,862 (4)(5)	100.000%	32,389,862
#159	100	7,951,722 (5)	100.000%	7,951,722
HSD 160	74,343,626	1,810,000 (5)	10.254%	185,605
#161	100	59,385,849	100.000%	59,385,849
#201-C	100	80,904,860 (5)	100.000%	80,904,860
#202-U	100	344,960,000	100.000%	344,960,000
#203 (Elwood)	100	1,420,000 (4)	100.000%	1,420,000
HSD #204	100	85,210,000	100.000%	85,210,000
USD #204-U	1,661,100	312,180,000	0.033%	101,771
HSD #205	100	15,727,640 (4)	100.000%	15,727,640
USD #207-U	100	27,730,000 (5)	100.000%	27,730,000
USD #209-U	100	33,690,505	100.000%	33,690,505
CCSD #210	1,406,175	630,000 (5)	2.528%	15,928
HSD #210 (Lemont)	1,010,481,045	48,942,412	77.382%	37,872,715
HSD #210 (Lincolnway)	100	205,608,548 (5)	100.000%	205,608,548
HSD 230	128,543,609	1,030,000 (5)	100.000%	1,030,000
# 232	113,404,206	1,000,000	89.522%	895,224
#308-U	8,244,608	364,042,013 (4)(5)	0.418%	1,521,332
USD #365-U	2,721,328,150	207,986,900 (5)	99.768%	207,504,370
SD #426	44,282	-	0.242%	-
SD #429	2,228,918	830,000	1.305%	10,829
				2,328,482,263
<b>Direct Debt</b>				
Joliet Junior Community College 525	20,829,647,683	89,000,000 (4)	100.000%	89,000,000
<b>TOTAL DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT</b>				<b>\$ 2,417,482,263</b>

\* For those taxing districts in Cook County 2009 EAVs were used as 2010 EAVs were not available.

- (1) Excludes outstanding Demand Notes.
- (2) Includes bonds issued through the IEPA.
- (3) Includes Public Building Commission Revenue Bonds payable from lease payments secured by ad valorem taxes levied on all taxable property within the County.
- (4) Excludes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds which are expected to be paid from sources other than general taxation.  
Excludes debt certificates, notes, installment contracts and/or agreements.
- (5) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.
- (6) Includes the Juvenile Justice Center Bonds in both Kankakee and Will Counties. Excludes Debt Certificates in Kankakee County.
- (7) Excludes self-supporting bonds for which an abatement is filed for annually.

Sources: Offices of the Cook County Clerk, Comptroller, the Treasurer of the Metropolitan Water Reclamation District, the County Clerks of Grundy, Kankakee, Kendall, LaSalle, Livingston and Will Counties, Illinois and administrative officers of various overlapping districts.

Note: Percentage of overlap based on assessed property values.

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

SCHEDULE OF BOND COVERAGE (Unaudited)

**Last Ten Fiscal Years**

**Alternate Revenue Bonds, Series 1998\***

Fiscal Year	Revenues	Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage Ratio
				Principal	Interest	Total	
2011	*	*	*	*	*	*	*
2010	\$ 74,641,793	\$ 69,137,932	\$ 5,503,861	\$ 440,000	\$ 19,800	\$ 459,800	11.97
2009	69,820,145	63,654,881	6,165,264	420,000	38,700	458,700	13.44
2008	62,825,378	56,462,223	6,363,155	405,000	56,925	461,925	13.78
2007	58,796,830	52,995,220	5,801,610	385,000	74,250	459,250	12.63
2006	53,970,188	49,906,449	4,063,739	370,000	91,270	461,270	8.81
2005	49,720,133	47,242,254	2,477,879	355,000	107,600	462,600	5.36
2004	46,255,693	43,553,391	2,702,302	335,000	123,010	458,010	5.90
2003	43,038,067	42,682,002	356,065	320,000	137,730	457,730	0.78
2002	40,590,874	39,253,501	1,337,373	310,000	151,990	461,990	2.89

**Alternate Revenue Bonds, Series 2008\*\***

Fiscal Year	Revenues	Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage Ratio
				Principal	Interest	Total	
2011	\$ 30,148,679	\$ -	\$ 30,148,679	\$ -	\$ 4,100,863	\$ 4,100,863	7.35
2010	25,682,398	-	25,682,398	-	4,100,863	4,100,863	6.26
2009	22,027,860	-	22,027,860	-	2,266,866	2,266,866	9.72

**Lease Revenue Bonds\*\*\***

Fiscal Year	Revenues	Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage Ratio
				Principal	Interest	Total	
2011	\$ 13,781,672	\$ 11,097,234	\$ 2,684,438	\$ 415,000	\$ 104,018	\$ 519,018	5.17
2010	12,800,799	10,824,817	1,975,982	390,000	130,985	520,985	3.79
2009	12,716,417	10,297,483	2,418,934	370,000	156,445	526,445	4.59
2008	12,024,950	9,563,072	2,461,878	350,000	180,565	530,565	4.64
2007	11,631,848	9,107,418	2,524,430	325,000	203,178	528,178	4.78
2006	10,627,918	8,753,515	1,874,403	305,000	224,283	529,283	3.54
2005	9,801,697	8,167,079	1,634,618	285,000	243,620	528,620	3.09
2004	8,991,227	7,254,896	1,736,331	265,000	261,087	526,087	3.30
2003	8,409,900	7,258,842	1,151,058	250,000	277,185	527,185	2.18
2002	7,693,571	6,199,289	1,494,282	235,000	292,103	527,103	2.83

Note: \* The Alternate Revenue Bonds, series 1998 are covered by a pledge of tuition and other revenues available from the Education and Operations & Maintenance accounts. Bonds were retired in 2010.

\*\* The Alternate Revenue Bonds, series 2008 are covered by a pledge of tuition and fee revenue from the Education account.

\*\*\* The Lease Revenue Bonds are covered by a pledge of revenues from the Operations & Maintenance account.

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

DEMOGRAPHIC AND ECONOMIC STATISTICS (Unaudited)

**Last Ten Calendar Years**

Year	District Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2010	738,600	N/A	N/A	10.6%
2009	733,672	\$ 28,010,129,616	\$ 38,178	10.7%
2008	727,074	27,967,628,484	38,466	6.2%
2007	717,650	26,163,366,050	36,457	4.8%
2006	703,000	24,028,540,000	34,180	4.3%
2005	650,000	20,447,050,000	31,457	5.8%
2004	600,000	18,100,800,000	30,168	6.3%
2003	552,786	16,535,487,618	29,913	6.7%
2002	522,786	15,505,832,760	29,660	6.3%
2001	492,786	14,739,229,260	29,910	5.1%

Note: N/A = not available

Sources: U.S. Department of Commerce Bureau of Economic Analysis and U.S. Department of Labor

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

PRINCIPAL EMPLOYERS (Unaudited)

**Current Year and Nine Years Ago**

Employer	2011		2002	
	Employees	Percentage of Total Employment	Employees	Percentage of Total Employment
Provena Saint Joseph Medical Center	2,500	0.794%	2,762	1.381%
Silver Cross Hospital	1,800	0.571%	1,200	0.600%
Empress Casino Joliet	1,756	0.557%	1,600	0.800%
Caterpillar Inc.	1,500	0.476%	2,762	1.381%
Harrah's Joliet Casino	1,100	0.349%	1,404	0.702%
University of St. Francis	1,100	0.349%	-	-
Adventist Bolingbrook Medical Center	1,001	0.318%	-	-
Omega Studios, Inc.	1,000	0.317%	-	-
Filtration Group	900	0.286%	-	-
Kehe Food Distributors	900	0.286%	-	-
Illinois Department of Corrections	-	-	945	0.473%
Exelon Generation Co./ Commonwealth Edison	-	-	2,560	1.280%
Will County	-	-	1,666	0.833%
Valley View School District 365U	-	-	1,100	0.550%
Tellabs, Inc.	-	-	1,063	0.532%

Sources: Will County Center for Economic Development and Grundy County Economic Development Council

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

FACULTY, STAFF AND ADMINISTRATOR STATISTICS (Unaudited)

**Last Ten Fiscal Years**

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
<b>Faculty</b>										
Full-time	218	213	214	209	199	188	185	184	178	162
Part-time	550	550	550	520	520	520	520	519	463	444
<b>Staff</b>										
Full-time	281	278	265	247	252	248	243	240	237	231
Part-time	270	267	291	270	263	260	262	261	259	250
<b>Administrators/Professional</b>										
Full-time	81	76	76	80	71	71	68	66	67	67
Part-time	6	8	6	9	9	9	9	16	7	6
<b>Total Employees</b>										
Part-time	826	825	847	799	792	789	791	796	729	700
Full-time	580	567	555	536	522	507	496	490	482	460

Source: District's records

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

STUDENT ENROLLMENT DEMOGRAPHIC STATISTICS (Unaudited)

**Last Ten Fiscal Years**

Fiscal Year	Fall Enrollment		Gender		Attendance		Enrollment Status				Average Age
	Head Count	Full Time Equivalent	Male	Female	Full Time	Part Time	Continuing Student	New	Transfer	Re-Admit	
2011	15,676	9,804	44%	56%	44%	56%	61%	17%	3%	19%	26
2010	15,288	9,419	44%	56%	44%	56%	58%	20%	3%	19%	26
2009	14,088	8,571	41%	59%	43%	57%	59%	23%	1%	17%	27
2008	13,149	7,879	41%	59%	41%	59%	59%	23%	1%	17%	27
2007	12,924	7,592	42%	58%	39%	61%	56%	25%	2%	17%	27
2006	13,022	7,503	41%	59%	38%	62%	56%	24%	2%	18%	28
2005	12,751	7,235	40%	60%	37%	63%	55%	25%	1%	19%	28
2004	13,245	7,061	42%	58%	34%	66%	55%	25%	1%	19%	29
2003	12,904	6,944	42%	58%	33%	67%	54%	25%	1%	20%	29
2002	12,089	6,391	41%	59%	32%	68%	54%	25%	1%	20%	29

Source: District records.

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

SCHEDULE OF CAPITAL ASSET INFORMATION (Unaudited)

**Last Eight Fiscal Years**

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Buildings:								
Permanent	17	16	16	16	15	15	15	15
Temporary	-	6	6	6	6	6	6	6
Total Acres	471	471	471	471	471	471	471	471
Net Assignable Square Feet:								
Classrooms and general use	241,173	266,351	265,671	265,671	241,370	241,370	241,370	241,370
Laboratory	190,013	160,943	160,943	160,943	160,943	160,943	160,943	160,943
Office	100,129	100,140	100,020	100,020	99,508	99,508	99,508	99,508
Support functions	<u>47,089</u>	<u>40,917</u>	<u>40,817</u>	<u>40,817</u>	<u>40,817</u>	<u>40,817</u>	<u>40,817</u>	<u>40,817</u>
Total	<u>578,404</u>	<u>568,351</u>	<u>567,451</u>	<u>567,451</u>	<u>542,638</u>	<u>542,638</u>	<u>542,638</u>	<u>542,638</u>
Parking capacity	4,278	4,235	4,101	4,101	3,976	3,976	3,976	3,470

Source: District records

Note: Only available data due to reporting format changes prescribed by GASB Statement 34.

**JOLIET JUNIOR COLLEGE -  
COMMUNITY COLLEGE DISTRICT NO. 525**

MISCELLANEOUS STATISTICS (Unaudited)  
June 30, 2011

---

**Year Founded** 1901

**District Data**

Population 738,600

**Communities Served**

Braceville	Elwood	Mazon	Ransom
Braidwood	Essex	Millington	Ritchie
Bolingbrook	Frankfort	Minooka	Rockdale
Carbon Hill	Gardner	Mokena	Romeoville
Channahon	Godley	Morris	Tinley Park
Coal City	Joliet	New Lenox	Shorewood
Crest Hill	Kinsman	Newark	So. Wilmington
Custer Park	Lemont	Odell	Symerton
Diamond	Lisbon	Orland Park	Verona
Dwight	Lockport	Peotone	Wilton Center
East Brooklyn	Manhattan	Plainfield	Wilmington
Eileen	Marley	Plattville	

**Accreditation**

North Central Association of  
Colleges and Schools 2008  
Next Accreditation Visit 2015

**Employee Data (full-time)**

	<u>2011</u>	<u>2010</u>
Faculty	218	213
Administrators	81	76
Support Staff	281	278

**Degree and Certificates Awarded**

	<u>FY 2011</u>	<u>FY 2010</u>
AA, AS and AGS	820	634
AAS	611	527
Certificates	432	382

Source: District records.

**SPECIAL REPORTS SECTION**

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
BALANCE SHEET - BY ACCOUNTS  
June 30, 2011  
(Unaudited)

	Current Accounts		Plant Accounts			Total
	Unrestricted	Restricted	Operations and		Eliminations	
			Maintenance (Restricted)	Investment in Plant		
<b>Assets</b>						
Cash and cash equivalents	\$ 29,428,552	\$ 586,989	\$ 22,571,701	\$ 85,938,848	\$ (85,938,848)	\$ 52,587,242
Investments	4,262,506	343,780	63,907,759	-	-	68,514,045
Receivables						
Property taxes, net	22,246,091	2,615,962	602,001	-	-	25,464,054
Government claims and grants	598,080	2,661,096	7,469,837	-	-	10,729,013
Student tuition and fees, net	12,115,284	-	-	-	-	12,115,284
Accrued interest	13,271	246	1,901,895	-	-	1,915,412
Other, net	7,942	-	-	-	-	7,942
Due from other accounts	15,347,988	1,038,490	9,696,071	-	(26,082,549)	-
Prepaid items	1,669,368	-	-	-	-	1,669,368
Inventories	638,538	-	-	-	-	638,538
<b>Total Current Assets</b>	<b>86,327,620</b>	<b>7,246,563</b>	<b>106,149,264</b>	<b>85,938,848</b>	<b>(112,021,397)</b>	<b>173,640,898</b>
Long term investments	-	-	13,487,514	-	-	13,487,514
Capital assets, Net						
Land	-	-	-	4,534,357	-	4,534,357
Construction in progress	-	-	-	71,259,735	-	71,259,735
Depreciable buildings, property and equipment, net	130,160	-	-	45,481,010	-	45,611,170
Note receivable from component unit, less allowance of \$1,104,988	-	-	-	35,500	-	35,500
Deferred charges	-	-	-	-	1,601,898	1,601,898
<b>TOTAL ASSETS</b>	<b>\$ 86,457,780</b>	<b>\$ 7,246,563</b>	<b>\$ 119,636,778</b>	<b>\$ 207,249,450</b>	<b>\$ (110,419,499)</b>	<b>\$ 310,171,072</b>
<b>Liabilities and Account Balances</b>						
Liabilities						
Accounts payable	\$ 1,455,138	\$ 278,611	\$ 15,667,532	\$ -	\$ -	\$ 17,401,281
Accrued salaries and related costs	2,374,564	56,844	-	-	-	2,431,408
Accrued interest	-	436,578	-	-	-	436,578
Other liabilities	176,169	-	-	-	-	176,169
Unearned revenue						
Tuition and fees	14,831,152	-	2,458,209	-	-	17,289,361
Government claims and grants	-	23,105	-	-	-	23,105
Due to other accounts	25,990,099	92,450	-	-	(26,082,549)	-
Claims payable	1,819,087	-	-	-	-	1,819,087
Current portion of long-term obligations	745,900	13,077	-	2,875,000	126,923	3,760,900
<b>Total Current Liabilities</b>	<b>47,392,109</b>	<b>900,665</b>	<b>18,125,741</b>	<b>2,875,000</b>	<b>(25,955,626)</b>	<b>43,337,889</b>
Long-term obligations	1,010,687	6,441	-	160,710,000	2,097,983	163,825,111
<b>Total Liabilities</b>	<b>48,402,796</b>	<b>907,106</b>	<b>18,125,741</b>	<b>163,585,000</b>	<b>(23,857,643)</b>	<b>207,163,000</b>
Account Balances						
Invested in capital assets, net of related debt	-	-	-	43,664,450	-	43,664,450
Restricted for, Expendable						
Capital projects	-	-	101,511,037	-	(86,561,856)	14,949,181
Debt service	-	3,722,027	-	-	-	3,722,027
Instructional	-	2,617,430	-	-	-	2,617,430
Unrestricted	38,054,984	-	-	-	-	38,054,984
<b>Total Account Balances</b>	<b>38,054,984</b>	<b>6,339,457</b>	<b>101,511,037</b>	<b>43,664,450</b>	<b>(86,561,856)</b>	<b>103,008,072</b>
<b>TOTAL LIABILITIES AND ACCOUNT BALANCES</b>	<b>\$ 86,457,780</b>	<b>\$ 7,246,563</b>	<b>\$ 119,636,778</b>	<b>\$ 207,249,450</b>	<b>\$ (110,419,499)</b>	<b>\$ 310,171,072</b>

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN ACCOUNT BALANCES - BY ACCOUNTS  
Year Ended June 30, 2011  
(Unaudited)

	Current Accounts		Plant Accounts			Total
	Unrestricted	Restricted	Operations and		Eliminations	
			Maintenance (Restricted)	Investment in Plant		
<b>Revenues</b>						
Property taxes	\$ 41,174,183	\$ 4,801,709	\$ 1,111,693	\$ -	\$ -	\$ 47,087,585
Corporate personal property replacement taxes	2,058,866	-	-	-	-	2,058,866
Tuition and fees	36,298,149	-	5,289,418	-	-	41,587,567
Less scholarships and allowances	-	-	-	-	(13,632,872)	(13,632,872)
Sales and service fees	17,603,589	-	-	11,265,706	(20,086,022)	8,783,273
State and federal sources	7,799,505	33,176,137	7,699,837	-	-	48,675,479
Investment income	143,084	44	1,456,133	-	-	1,599,261
Miscellaneous	635,599	633,657	121,586	-	-	1,390,842
Total Revenues	<u>105,712,975</u>	<u>38,611,547</u>	<u>15,678,667</u>	<u>11,265,706</u>	<u>(33,718,894)</u>	<u>137,550,001</u>
<b>Expenses</b>						
Current						
Instruction	40,778,268	3,330,063	-	-	(605,655)	43,502,676
Academic support	3,320,281	-	-	-	64,160	3,384,441
Student services	6,200,081	16,051,748	-	-	(9,343,511)	12,908,318
Public services	182,427	1,982,547	-	-	(7,840)	2,157,134
Operation and maintenance plant	10,006,107	96,570	54,334,610	-	(52,749,519)	11,687,768
Independent operation	19,836,587	40,869	-	-	(10,447,563)	9,429,893
General administration	4,520,816	8,625	-	-	122,371	4,651,812
Institutional support	13,287,288	10,534,992	1,303,023	-	(3,867,921)	21,257,382
Depreciation	15,918	-	-	3,055,008	-	3,070,926
Debt Service						
Principal	-	1,632,055	-	-	(1,632,055)	-
Interest and fees	-	9,697,923	-	-	(2,038,827)	7,659,096
Total Expenses	<u>98,147,773</u>	<u>43,375,392</u>	<u>55,637,633</u>	<u>3,055,008</u>	<u>(80,506,360)</u>	<u>119,709,446</u>
Revenues over (under) expenses	7,565,202	(4,763,845)	(39,958,966)	8,210,698	46,787,466	17,840,555
<b>Non-Mandatory Transfers</b>						
Capital contribution - donated property	-	-	-	22,000	-	22,000
Loss on sale of capital assets	-	-	-	(115,154)	-	(115,154)
Transfers in	942,815	5,963,947	4,400,000	-	(11,306,762)	-
Transfers (out)	(6,073,281)	-	(5,233,481)	-	11,306,762	-
Revenues and transfers in over (under) expenses and transfers (out)	2,434,736	1,200,102	(40,792,447)	8,117,544	46,787,466	17,747,401
Account Balances:						
July 1, 2010	<u>35,620,248</u>	<u>5,139,355</u>	<u>142,303,484</u>	<u>35,546,906</u>	<u>(133,349,322)</u>	<u>85,260,671</u>
June 30, 2011	<u>\$ 38,054,984</u>	<u>\$ 6,339,457</u>	<u>\$ 101,511,037</u>	<u>\$ 43,664,450</u>	<u>\$ (86,561,856)</u>	<u>\$ 103,008,072</u>

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
COMBINING BALANCE SHEET - CURRENT UNRESTRICTED ACCOUNTS  
June 30, 2011  
(Unaudited)

	Education	Operations and Maintenance	Audit	Liability Protection and Settlement	Self Insurance	Working Cash	Auxiliary	Total
<b>Assets</b>								
Cash and cash equivalents	\$ 25,463,741	\$ 184,176	\$ 91,703	\$ 496,987	\$ 23,902	\$ 3,091,851	\$ 76,192	\$ 29,428,552
Investments	-	-	-	-	1,201,923	3,060,583	-	4,262,506
Receivables								
Property taxes	14,455,028	7,305,984	53,845	431,234	-	-	-	22,246,091
Government claims and grants	598,080	-	-	-	-	-	-	598,080
Student tuition and fees	11,814,111	-	-	-	-	-	301,173	12,115,284
Accrued interest	-	-	-	-	11,855	1,416	-	13,271
Other	7,617	325	-	-	-	-	-	7,942
Due from other accounts	3,405,091	-	-	-	5,294,856	-	6,648,041	15,347,988
Prepaid items	1,415,199	-	-	27,213	27,909	-	199,047	1,669,368
Inventories	<u>20,927</u>	-	-	-	-	-	<u>617,611</u>	<u>638,538</u>
Total Current Assets	<u>57,179,794</u>	<u>7,490,485</u>	<u>145,548</u>	<u>955,434</u>	<u>6,560,445</u>	<u>6,153,850</u>	<u>7,842,064</u>	<u>86,327,620</u>
Capital Assets, Net								
Depreciable buildings, property and equipment, net	-	-	-	-	-	-	130,160	130,160
<b>TOTAL ASSETS</b>	<u>\$ 57,179,794</u>	<u>\$ 7,490,485</u>	<u>\$ 145,548</u>	<u>\$ 955,434</u>	<u>\$ 6,560,445</u>	<u>\$ 6,153,850</u>	<u>\$ 7,972,224</u>	<u>\$ 86,457,780</u>
<b>Liabilities and Account Balance</b>								
Liabilities								
Accounts payable	\$ 728,634	\$ 453,429	\$ 25,000	\$ 21,408	\$ -	\$ -	\$ 226,667	\$ 1,455,138
Accrued salaries and related costs	2,206,945	141,234	-	-	-	-	26,385	2,374,564
Other liabilities	99,739	-	-	-	-	-	76,430	176,169
Deferred revenue, tuition and fees	13,120,529	-	-	-	-	-	1,710,623	14,831,152
Due to other accounts	22,677,458	3,312,641	-	-	-	-	-	25,990,099
Compensated absences	722,031	221,842	-	-	-	-	84,035	1,027,908
Early retirement benefits	200,000	-	-	-	528,679	-	-	728,679
Claims payable	-	-	-	-	1,819,087	-	-	1,819,087
Total Liabilities	<u>39,755,336</u>	<u>4,129,146</u>	<u>25,000</u>	<u>21,408</u>	<u>2,347,766</u>	<u>-</u>	<u>2,124,140</u>	<u>48,402,796</u>
Account Balance, unrestricted	<u>17,424,458</u>	<u>3,361,339</u>	<u>120,548</u>	<u>934,026</u>	<u>4,212,679</u>	<u>6,153,850</u>	<u>5,848,084</u>	<u>38,054,984</u>
<b>TOTAL LIABILITIES AND ACCOUNT BALANCE</b>	<u>\$ 57,179,794</u>	<u>\$ 7,490,485</u>	<u>\$ 145,548</u>	<u>\$ 955,434</u>	<u>\$ 6,560,445</u>	<u>\$ 6,153,850</u>	<u>\$ 7,972,224</u>	<u>\$ 86,457,780</u>

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN CURRENT UNRESTRICTED ACCOUNT BALANCES  
Year Ended June 30, 2011  
(Unaudited)

	Education	Operations and Maintenance	Audit	Liability Protection and Settlement	Self Insurance	Working Cash	Auxiliary	Total
<b>Revenues</b>								
Property taxes	\$ 26,757,914	\$ 13,499,606	\$ 101,486	\$ 815,177	\$ -	\$ -	\$ -	\$ 41,174,183
Corporate personal property replacement taxes	2,058,866	-	-	-	-	-	-	2,058,866
Tuition and fees	30,148,679	-	-	-	-	-	6,149,470	36,298,149
Sales and service fees	110	281,643	-	-	8,873,141	-	8,448,695	17,603,589
State and federal sources	7,799,505	-	-	-	-	-	-	7,799,505
Investment income	70,750	-	-	-	16,872	55,462	-	143,084
Miscellaneous	364,730	423	-	-	-	-	270,446	635,599
Total Revenues	<u>67,200,554</u>	<u>13,781,672</u>	<u>101,486</u>	<u>815,177</u>	<u>8,890,013</u>	<u>55,462</u>	<u>14,868,611</u>	<u>105,712,975</u>
<b>Expenses</b>								
Current								
Instruction	37,169,966	-	-	-	-	-	3,608,302	40,778,268
Academic support	2,848,739	-	-	-	-	-	471,542	3,320,281
Student services	6,133,408	-	-	-	-	-	66,673	6,200,081
Public services	36,664	-	-	-	-	-	145,763	182,427
Operation and maintenance plant	-	10,006,107	-	-	-	-	-	10,006,107
Independent operation	-	-	-	-	10,440,493	-	9,396,094	19,836,587
General administration	4,453,816	-	-	67,000	-	-	-	4,520,816
Institutional support	11,249,226	1,091,127	81,471	842,195	-	-	23,269	13,287,288
Depreciation	-	-	-	-	-	-	15,918	15,918
Total Expenses	<u>61,891,819</u>	<u>11,097,234</u>	<u>81,471</u>	<u>909,195</u>	<u>10,440,493</u>	<u>-</u>	<u>13,727,561</u>	<u>98,147,773</u>
Revenues over (under) expenses	5,308,735	2,684,438	20,015	(94,018)	(1,550,480)	55,462	1,141,050	7,565,202
<b>NON-MANDATORY TRANSFERS</b>								
Transfers in	-	-	-	-	-	-	942,815	942,815
Transfers (out)	<u>(3,438,130)</u>	<u>(2,126,825)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(508,326)</u>	<u>(6,073,281)</u>
Revenues and transfers in over (under) expenses and transfers (out)	1,870,605	557,613	20,015	(94,018)	(1,550,480)	55,462	1,575,539	2,434,736
Account Balances:								
July 1, 2010	<u>15,553,853</u>	<u>2,803,726</u>	<u>100,533</u>	<u>1,028,044</u>	<u>5,763,159</u>	<u>6,098,388</u>	<u>4,272,545</u>	<u>35,620,248</u>
June 30, 2011	<u>\$ 17,424,458</u>	<u>\$ 3,361,339</u>	<u>\$ 120,548</u>	<u>\$ 934,026</u>	<u>\$ 4,212,679</u>	<u>\$ 6,153,850</u>	<u>\$ 5,848,084</u>	<u>\$ 38,054,984</u>

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
COMBINING BALANCE SHEET - CURRENT RESTRICTED ACCOUNTS  
June 30, 2011  
(Unaudited)

	Restricted Purpose	General Obligation Bond (Alternate Revenue Source)	JJCAC Lease Revenue Bonds	Total
<b>Assets</b>				
Cash and cash equivalents	\$ 82,836	\$ 167,695	\$ 336,458	\$ 586,989
Investments	343,780	-	-	343,780
Receivables				
Property taxes	-	2,615,962	-	2,615,962
Government claims and grants	2,661,096	-	-	2,661,096
Accrued interest	246	-	-	246
Due from other accounts	-	1,038,490	-	1,038,490
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
TOTAL ASSETS	<u>\$ 3,087,958</u>	<u>\$ 3,822,147</u>	<u>\$ 336,458</u>	<u>\$ 7,246,563</u>
<b>Liabilities and Account Balance</b>				
Liabilities				
Accounts payable	\$ 278,611	\$ -	\$ -	\$ 278,611
Accrued salaries and related costs	56,844	-	-	56,844
Accrued interest	-	406,539	30,039	436,578
Deferred revenue				
Government claims and grants	23,105	-	-	23,105
Due to other accounts	92,450	-	-	92,450
Compensated absences	19,518	-	-	19,518
Total Liabilities	<u>470,528</u>	<u>406,539</u>	<u>30,039</u>	<u>907,106</u>
Account Balance				
Restricted For, Expendable				
Debt service	-	3,415,608	306,419	3,722,027
Instructional	2,617,430	-	-	2,617,430
Total Account Balance	<u>2,617,430</u>	<u>3,415,608</u>	<u>306,419</u>	<u>6,339,457</u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
TOTAL LIABILITIES AND ACCOUNT BALANCE	<u>\$ 3,087,958</u>	<u>\$ 3,822,147</u>	<u>\$ 336,458</u>	<u>\$ 7,246,563</u>

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
CURRENT RESTRICTED ACCOUNT BALANCES  
Year Ended June 30, 2011  
(Unaudited)

	Restricted Purpose	General Obligation Bond (Alternate Revenue Source)	JJCAC Lease Revenue Bonds	Total
<b>Revenues</b>				
Property taxes	\$ -	\$ 4,801,709	\$ -	\$ 4,801,709
State sources	14,253,168	-	-	14,253,168
Federal sources	17,053,630	1,869,339	-	18,922,969
Investment income	-	-	44	44
Miscellaneous	150,545	-	483,112	633,657
Total Revenues	<u>31,457,343</u>	<u>6,671,048</u>	<u>483,156</u>	<u>38,611,547</u>
<b>Expenses</b>				
Current:				
Instruction	3,330,063	-	-	3,330,063
Academic support	-	-	-	-
Student services	16,051,748	-	-	16,051,748
Public services	1,982,547	-	-	1,982,547
Operation and maintenance plant	96,570	-	-	96,570
Independent operation	40,869	-	-	40,869
General administration	8,625	-	-	8,625
Institutional support	10,534,992	-	-	10,534,992
Debt Service				
Principal	-	1,217,055	415,000	1,632,055
Interest and fees	-	9,600,473	97,450	9,697,923
Total Expenses	<u>32,045,414</u>	<u>10,817,528</u>	<u>512,450</u>	<u>43,375,392</u>
Revenues (under) expenses	(588,071)	(4,146,480)	(29,294)	(4,763,845)
<b>Non-Mandatory Transfers</b>				
Transfers in	503,641	5,460,306	-	5,963,947
Transfers (out)	-	-	-	-
Revenues and transfers in over (under) expenses and transfers (out)	(84,430)	1,313,826	(29,294)	1,200,102
Account Balances:				
July 1, 2010	<u>2,701,860</u>	<u>2,101,782</u>	<u>335,713</u>	<u>5,139,355</u>
June 30, 2011	<u>\$ 2,617,430</u>	<u>\$ 3,415,608</u>	<u>\$ 306,419</u>	<u>\$ 6,339,457</u>

## INDEPENDENT AUDITORS' REPORT

To the Board of Trustees  
Joliet Junior College -  
Community College District No. 525  
Joliet, Illinois

We have audited the accompanying uniform financial statements of Joliet Junior College – Community College District No. 525 (the College) as of and for the year ended June 30, 2011, as listed in the table of contents. These financial statements are the responsibility of the College's management. Our responsibility is to express an opinion on the uniform financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audit contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in the notes to the uniform financial statements, the uniform financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The uniform financial statements are required by the Illinois Community College Board and are presented on the regulatory basis of accounting as permitted by the Illinois Community College Board which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the uniform financial statements referred to above present fairly, in all material respects, the revenues, expenses, capital assets and debt of Junior College – Community College District No. 525 as of June 30, 2011, on the basis of accounting described in the notes to the Uniform Financial Statements.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 6, 2011 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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the uniform financial statements taken as a whole. The Certification of Chargeback Reimbursement included on page 76 is presented for purposes of additional analysis as required by the Illinois Community College Board and is not a required part of the uniform financial statements. Such information has been subjected to the auditing procedures applied to the audit of the uniform financial statements and, in our opinion, is fairly stated in all material respects in relation to the uniform financial statements taken as a whole.

This report is intended solely for the information and use of the board of trustees, management, and the Illinois Community College Board and is not intended to be and should not be used by anyone other than these specified parties.

*Crowe Horwath LLP*  
Crowe Horwath LLP

Oak Brook, Illinois  
October 6, 2011

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

ALL FUNDS SUMMARY  
UNIFORM FINANCIAL STATEMENT #1  
Year Ended June 30, 2011

	Education	Operations and Maintenance (Restricted)	Operations and Maintenance Fund (Restricted)	JJCAC Lease Revenue Bonds	Obligation Bond (Alternate Revenue Source)	Auxiliary Enterprise	Restricted Purposes	Audit	Liability Protection and Settlement	Working Cash	Health Insurance	Total
Account Balance, July 1, 2010	\$ 15,553,853	\$ 2,803,726	\$ 142,303,484	\$ 335,713	\$ 2,101,782	\$ 4,272,545	\$ 2,701,860	\$ 100,533	\$ 1,028,044	\$ 6,098,388	\$ 5,763,159	\$ 183,063,087
<b>REVENUES</b>												
Local tax revenue	26,757,914	13,499,606	1,111,693	-	4,801,709	-	-	101,486	815,177	-	-	47,087,585
All other local revenue	2,058,866	-	-	-	-	-	-	-	-	-	-	2,058,866
ICCB grants	7,760,710	-	7,659,837	-	-	-	1,643,931	-	-	-	-	17,064,478
All other state revenue	-	-	-	-	-	-	2,585,489	-	-	-	-	2,585,489
Federal revenue	38,795	-	40,000	-	1,869,339	-	17,053,630	-	-	-	-	19,001,764
Student tuition and fees	30,148,679	-	5,289,418	-	-	6,149,470	-	-	-	-	-	41,587,567
All other revenue	435,590	282,066	1,577,719	483,156	-	8,719,141	150,545	-	-	55,462	8,890,013	20,593,692
Total Revenue	<u>67,200,554</u>	<u>13,781,672</u>	<u>15,678,667</u>	<u>483,156</u>	<u>6,671,048</u>	<u>14,868,611</u>	<u>21,433,595</u>	<u>101,486</u>	<u>815,177</u>	<u>55,462</u>	<u>8,890,013</u>	<u>149,979,441</u>
<b>EXPENDITURES BY PROGRAM</b>												
Instruction	36,062,665	-	-	-	-	3,608,302	3,330,063	-	-	-	-	43,001,030
Academic support	2,848,739	-	-	-	-	471,542	-	-	-	-	-	3,320,281
Student services	5,963,098	-	-	-	-	66,673	449,618	-	-	-	-	6,479,389
Public services/continuing education	-	-	-	-	-	145,763	1,982,547	-	-	-	-	2,128,310
Independent operations	-	-	-	-	-	9,412,012	40,869	-	-	-	10,440,493	19,893,374
Operations and maintenance	-	10,006,107	54,334,610	-	-	-	96,570	-	-	-	-	64,437,287
General administration	4,453,816	-	-	-	-	-	8,625	-	67,000	-	-	4,529,441
Institutional support	8,283,594	1,091,127	1,303,023	512,450	10,817,528	23,269	511,244	81,471	842,195	-	-	23,465,901
Scholarships, grants and waivers	4,279,907	-	-	-	-	-	15,602,130	-	-	-	-	19,882,037
Total Expenditures	<u>61,891,819</u>	<u>11,097,234</u>	<u>55,637,633</u>	<u>512,450</u>	<u>10,817,528</u>	<u>13,727,561</u>	<u>22,021,666</u>	<u>81,471</u>	<u>909,195</u>	<u>-</u>	<u>10,440,493</u>	<u>187,137,050</u>
Net transfers in (out)	<u>(3,438,130)</u>	<u>(2,126,825)</u>	<u>(833,481)</u>	<u>-</u>	<u>5,460,306</u>	<u>434,489</u>	<u>503,641</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Account Balance, June 30, 2011	<u>\$ 17,424,458</u>	<u>\$ 3,361,339</u>	<u>\$ 101,511,037</u>	<u>\$ 306,419</u>	<u>\$ 3,415,608</u>	<u>\$ 5,848,084</u>	<u>\$ 2,617,430</u>	<u>\$ 120,548</u>	<u>\$ 934,026</u>	<u>\$ 6,153,850</u>	<u>\$ 4,212,679</u>	<u>\$ 145,905,478</u>

See accompanying notes to uniform financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

SUMMARY OF FIXED ASSETS AND DEBT  
UNIFORM FINANCIAL STATEMENT #2  
Year Ended June 30, 2011

	Fixed Asset and Debt July 1, 2010	Additions	Deletions	Fixed Asset and Debt June 30, 2011
<b>Fixed Assets</b>				
Land	\$ 3,286,269	\$ 1,248,088	\$ -	\$ 4,534,357
Land improvements	9,006,885	319,237	46,550	9,279,572
Buildings and improvements	55,025,862	792,303	448,860	55,369,305
Furniture and equipment	12,932,160	1,504,144	548,419	13,887,885
Construction in process	18,717,085	53,997,950	1,455,300	71,259,735
	<u>98,968,261</u>	<u>57,861,722</u>	<u>2,499,129</u>	<u>154,330,854</u>
Accumulated depreciation	<u>30,783,341</u>	<u>3,070,926</u>	<u>928,675</u>	<u>32,925,592</u>
<b>TOTAL</b>	<u>\$ 68,184,920</u>	<u>\$ 54,790,796</u>	<u>\$ 1,570,454</u>	<u>\$ 121,405,262</u>
<b>Debt</b>				
Lease revenue bonds	\$ 1,760,000	\$ -	\$ 415,000	\$ 1,345,000
General obligation debt cert., Series 2001	217,055	-	217,055	-
General obligation debt cert., Series 2003	4,240,000	-	1,000,000	3,240,000
General obligation bonds 2008 (alternate revenue source)	70,000,000	-	-	70,000,000
Premium on bonds	1,074,744	-	59,708	1,015,036
General obligation bonds 2009	89,000,000	-	-	89,000,000
Premium on bonds	1,277,085	-	67,215	1,209,870
Compensated absences	978,866	1,158,131	1,089,571	1,047,426
Early retirement benefits	420,312	423,384	115,017	728,679
<b>TOTAL</b>	<u>\$ 168,968,062</u>	<u>\$ 1,581,515</u>	<u>\$ 2,963,566</u>	<u>\$ 167,586,011</u>

See accompanying notes to uniform financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

OPERATING FUNDS REVENUES AND EXPENDITURES  
UNIFORM FINANCIAL STATEMENT #3  
Year Ended June 30, 2011

	Education Accounts	Operations and Maintenance Accounts	Total
<b>REVENUES</b>			
Local Government			
Local taxes	\$ 26,757,914	\$ 13,499,606	\$ 40,257,520
Payments in lieu of taxes	2,058,866	-	2,058,866
Chargeback revenue	<u>120,709</u>	<u>-</u>	<u>120,709</u>
Total Local Government	<u>28,937,489</u>	<u>13,499,606</u>	<u>42,437,095</u>
<b>STATE GOVERNMENT</b>			
ICCB Credit Hour Grants	7,071,381	-	7,071,381
ICCB Career and Technical Education	689,329	-	689,329
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total State Government	<u>7,760,710</u>	<u>-</u>	<u>7,760,710</u>
<b>FEDERAL GOVERNMENT</b>			
Department of Education	<u>38,795</u>	<u>-</u>	<u>38,795</u>
<b>STUDENT TUITION AND FEES</b>			
Tuition less tuition refunds	28,144,958	-	28,144,958
Fees	<u>1,883,012</u>	<u>-</u>	<u>1,883,012</u>
Total Tuition and Fees	<u>30,027,970</u>	<u>-</u>	<u>30,027,970</u>
<b>OTHER SOURCES</b>			
Facilities revenue	-	282,066	282,066
Investment revenue	70,750	-	70,750
Other revenue	<u>364,840</u>	<u>-</u>	<u>364,840</u>
Total Other Sources	<u>435,590</u>	<u>282,066</u>	<u>717,656</u>
Transfers	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	67,200,554	13,781,672	80,982,226
Less: Nonoperating item			
Tuition chargeback	<u>(120,709)</u>	<u>-</u>	<u>(120,709)</u>
ADJUSTED REVENUES	<u>\$ 67,079,845</u>	<u>\$ 13,781,672</u>	<u>\$ 80,861,517</u>

See accompanying notes to uniform financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

OPERATING FUNDS REVENUES AND EXPENDITURES  
UNIFORM FINANCIAL STATEMENT #3 (CONTINUED)  
Year Ended June 30, 2011

	<u>Education Accounts</u>	<u>Operations and Maintenance Accounts</u>	<u>Total</u>
<b>EXPENDITURES</b>			
By Program:			
Instruction	\$ 36,062,665	\$ -	\$ 36,062,665
Academic support	2,848,739	-	2,848,739
Student services	5,963,098	-	5,963,098
Public service	-	-	-
Operations and maintenance	-	10,006,107	10,006,107
General administration	4,453,816	-	4,453,816
Institutional support	8,283,594	1,091,127	9,374,721
Scholarships, grants and waivers	4,279,907	-	4,279,907
Transfers	<u>3,438,130</u>	<u>2,126,825</u>	<u>5,564,955</u>
Total Expenditures	65,329,949	13,224,059	78,554,008
Less: Nonoperating item - tuition chargebacks			
	(149,608)	-	(149,608)
Transfers to nonoperating accounts			
	<u>(3,438,130)</u>	<u>(2,126,825)</u>	<u>(5,564,955)</u>
ADJUSTED EXPENDITURES	<u>\$ 61,742,211</u>	<u>\$ 11,097,234</u>	<u>\$ 72,839,445</u>
By Object:			
Salaries	\$ 43,130,418	\$ 6,149,313	\$ 49,279,731
Employee benefits	7,768,532	1,262,061	9,030,593
Contractual services	1,923,523	346,081	2,269,604
Material and supplies	2,432,633	643,800	3,076,433
Conferences and meetings	498,915	45,106	544,021
Fixed charges	290,077	488,612	778,689
Utilities	6,560	1,901,818	1,908,378
Capital outlay	658,987	256,318	915,305
Other	5,182,174	4,125	5,186,299
Transfers	<u>3,438,130</u>	<u>2,126,825</u>	<u>5,564,955</u>
Total Expenditures	65,329,949	13,224,059	78,554,008
Less: Nonoperating item - tuition chargebacks			
	(149,608)	-	(149,608)
Transfers to nonoperating accounts			
	<u>(3,438,130)</u>	<u>(2,126,825)</u>	<u>(5,564,955)</u>
ADJUSTED EXPENDITURES	<u>\$ 61,742,211</u>	<u>\$ 11,097,234</u>	<u>\$ 72,839,445</u>

See accompanying notes to uniform financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

RESTRICTED PURPOSE FUND REVENUES AND EXPENDITURES  
UNIFORM FINANCIAL STATEMENT #4  
Year Ended June 30, 2011

---

**REVENUES**

State Government	
Illinois Community College Board:	
Workforce Development - Business/Industry	\$ 130,203
Career and Technical Education	56,255
Adult Education - State Basic	496,422
Adult Education - Public Assistance	197,533
Adult Education - Performance	264,540
Student Success	498,978
Illinois Student Assistance Commission	2,241,485
Other sources	<u>344,004</u>
Total State Government	<u>4,229,420</u>
Federal Government	
Dept. of Education	15,418,949
Dept. of Health and Human Services	232,091
Dept. of Labor	1,285,486
Small Business Administration	76,366
National Science Foundation	<u>40,738</u>
Total Federal Government	<u>17,053,630</u>
Other Sources	
Other	<u>150,545</u>
Total Other Sources	<u>150,545</u>
Transfers	<u>503,641</u>
TOTAL REVENUES	<u>\$ 21,937,236</u>

---

See accompanying notes to uniform financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

RESTRICTED PURPOSE FUND REVENUES AND EXPENDITURES  
UNIFORM FINANCIAL STATEMENT #4 (CONTINUED)  
Year Ended June 30, 2011

---

**EXPENDITURES**

By Program:

Instruction	\$ 3,330,063
Academic support	-
Student support	449,618
Public services	1,982,547
Independent operation	40,869
Operations and maintenance	96,570
General administration	8,625
Institutional support	511,244
Scholarships, grants and waivers	15,602,130
Transfers	-

TOTAL EXPENDITURES BY PROGRAM \$ 22,021,666

By Object:

Salaries	\$ 3,552,840
Employee benefits	640,852
Contractual services	243,706
General materials and supplies	812,579
Conference and meeting expenses	246,561
Fixed charges	29,100
Utilities	10,509
Capital outlay	253,079
Other	16,232,440
Transfers	-

TOTAL EXPENDITURES BY OBJECT \$ 22,021,666

---

See accompanying notes to uniform financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

CURRENT FUNDS EXPENDITURES BY ACTIVITY  
UNIFORM FINANCIAL STATEMENT #5  
Year Ended June 30, 2011

---

**INSTRUCTION**

Instructional programs	\$ 36,062,665
Instructional support	<u>6,938,365</u>
Total Instruction	<u>43,001,030</u>

**PUBLIC SERVICES**

Community education	<u>2,128,310</u>
---------------------	------------------

**ACADEMIC SUPPORT**

Learning Resource Center	955,080
Instructional Materials Center	343,016
Educational Media Services	338,447
Academic computing support	679,017
Academic administration and planning	90,181
Other academic support	<u>914,540</u>
Total Academic Support	<u>3,320,281</u>

**STUDENT SERVICES SUPPORT**

Admissions and records	1,689,627
Counseling and career services	1,779,682
Financial aid administration	753,550
Other student services support	<u>2,256,530</u>
Total Student Services Support	<u>6,479,389</u>

**OPERATIONS AND MAINTENANCE OF PLANT**

Maintenance	1,119,850
Custodial services	2,693,959
Grounds maintenance	1,096,937
Campus Security	2,133,287
Transportation	71,989
Utilities	2,125,297
Administration	<u>861,358</u>
Total Operations and Maintenance of Plant	<u>10,102,677</u>

---

See accompanying notes to uniform financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

CURRENT FUNDS EXPENDITURES BY ACTIVITY  
UNIFORM FINANCIAL STATEMENT #5 (CONTINUED)  
Year Ended June 30, 2011

---

<b>GENERAL ADMINISTRATION</b>	
Executive management	\$ 414,094
Fiscal operations	1,707,053
Community relations	1,210,338
Administrative support services	1,122,331
Other	<u>75,625</u>
Total General Administration	<u>4,529,441</u>
<b>INSTITUTIONAL SUPPORT</b>	
Board of trustees	260,667
General institution	5,695,043
Institutional research	526,530
Administrative data processing	5,472,987
Other	<u>(1,122,327)</u>
Total Institutional Support	<u>10,832,900</u>
<b>SCHOLARSHIPS, GRANTS AND WAIVERS</b>	<u>19,882,037</u>
<b>AUXILIARY SERVICES</b>	
Independent operation	<u>19,893,374</u>
TOTAL CURRENT FUNDS EXPENDITURES	<u>\$ 120,169,439</u>

\* Current funds include the Education, Operations and Maintenance, Auxiliary Enterprise, Restricted Purpose, Audit, Liability Protection Settlement, Working Cash and Health Insurance funds.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO UNIFORM FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 1 – GENERAL**

The uniform financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The uniform financial statements are required by the Illinois Community College Board and are presented on the regulatory basis of accounting as permitted by the Illinois Community College Board which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

**NOTE 2 – BASIS OF ACCOUNTING**

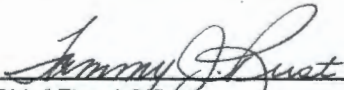
The Illinois Community College Board (ICCB) uniform financial statements have been prepared on the modified accrual basis of accounting except for revenue which is recognized on the full accrual basis of accounting in accordance with the accounting practices prescribed or permitted by the ICCB.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

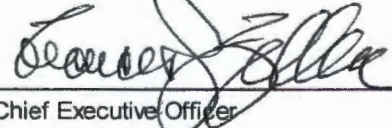
CERTIFICATION OF CHARGEBACK REIMBURSEMENT  
For Fiscal Year 2012

---

All Noncapital Audit Operating Expenditures for Fiscal Year 2011 From All Revenue Sources:	
Educational Account	\$ 61,583,998
Operations and Maintenance Account	10,933,879
Restricted Purposes Fund (Less on-behalf payments)	21,867,031
Audit Fund	81,471
Liability, Protection and Settlement Fund	909,195
Debt Service Funds	11,329,978
Operation and Maintenance Fund (Restricted)	<u>2,076,940</u>
<b>TOTAL NONCAPITAL EXPENDITURES</b>	<b>\$ <u>108,782,492</u></b>
Depreciation on capital outlay expenditures (equipment, buildings, and fixed equipment paid) from sources other than state and federal funds	<u>2,673,316</u>
<b>TOTAL COSTS INCLUDED</b>	<b><u>111,455,808</u></b>
Total certified semester credit hours for FY 2011	<u>355,567</u>
<b>PER CAPITA COST</b>	<b>313.46</b>
All FY 2011 state and federal operating grants for noncapital expenditures, except ICCB grants	<u>21,432,618</u>
FY 2011 state and federal grants per semester credit hour	<u>(60.28)</u>
District's average ICCB grant rate (excluding equalization grants) for FY 2012	<u>(22.42)</u>
District's student tuition and fee rate per semester credit hour for FY 2012	<u>(103.00)</u>
Chargeback reimbursement per semester credit credit hour	<u>\$ 127.76</u>

Approved:   
Chief Fiscal Officer

Date: 10-5-11

Approved:   
Chief Executive Officer

Date: 10-6-11

## INDEPENDENT ACCOUNTANTS' REPORT

To the Board of Trustees  
Joliet Junior College -  
Community College District No. 525  
Joliet, Illinois

We have examined the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims Were Filed, of Joliet Junior College – Community College District No. 525 for the year ended June 30, 2011. The Schedule of Enrollment Data and Other Bases Upon Which Claims Were Filed is the responsibility of the College's management. Our responsibility is to express an opinion on the schedule based upon our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants, in accordance with the guidelines of the Illinois Community College Board's *Fiscal Management Manual* and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and accordingly, included examining, on a test basis, evidence supporting the Schedule of Enrollment Data and Other Bases Upon Which Claims Were Filed and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims Were Filed, in all material respects, is fairly presented in accordance with the provisions of the aforementioned guidelines.

The supplementary information on pages 81 and 82 has not been subjected to the examination procedures applied in the examination of the Schedule of Enrollment Data and Other Bases Upon Which Claims Were Filed, and accordingly, we express no opinion on them.

In accordance with *Government Auditing Standards*, we have also issued a report October 6, 2011 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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

This report is intended solely for the information and use of the board of trustees, management, and the Illinois Community College Board and is not intended to be and should not be used by anyone other than these specified parties.

*Crowe Horwath LLP*  
Crowe Horwath LLP

Oak Brook, Illinois  
October 6, 2011

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

SCHEDULE OF ENROLLMENT DATA AND OTHER BASES  
UPON WHICH CLAIMS ARE FILED  
Year Ended June 30, 2011

	Apportionment Semester Credit Hours by Term							
	Summer		Fall		Spring		Total	
	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted
<b>Categories</b>								
Baccalaureate	29,294.0	-	97,230.0	-	90,892.5	-	217,416.5	-
Business Occupational	2,103.0	-	10,744.5	-	9,190.5	-	22,038.0	-
Technical Occupational	2,325.0	-	15,982.5	-	18,533.0	-	36,840.5	-
Health Occupations	2,815.0	-	9,900.5	-	10,981.0	-	23,696.5	-
Remedial/Developmental	4,700.0	-	19,698.0	-	16,580.0	-	40,978.0	-
Adult Basic Education/ Adult Secondary Education	-	1,993.8	-	6,092.5	-	6,511.6	-	14,597.9
<b>Total Credit Hours Verified</b>	<u>41,237.0</u>	<u>1,993.8</u>	<u>153,555.5</u>	<u>6,092.5</u>	<u>146,177.0</u>	<u>6,511.6</u>	<u>340,969.5</u>	<u>14,597.9</u>

	Attending In-District	Attending Out- Of-District on Chargeback or Contractual Agreement	Total
Reimbursable Semester Credit Hours	340,749.1	960.0	341,709.1

	Dual Credit	Dual Enrollment	Total
Reimbursable Semester Credit Hours (All Terms)	35,499.0	225.0	35,724.0

District's Prior Year Equalized Assessed Valuation - 2010

Will County	\$ 17,379,370,763
Grundy County	1,865,970,346
Cook County	1,011,849,637
Livingston County	140,411,423
Kendall County	408,694,865
LaSalle County	22,773,620
Kankakee County	577,029
<b>TOTAL</b>	<u>\$ 20,829,647,683</u>

Signatures

\_\_\_\_\_  
Chief Executive Officer (CEO)

\_\_\_\_\_  
Chief Financial Officer (CFO)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

RECONCILIATION OF TOTAL SEMESTER CREDIT HOURS  
Year Ended June 30, 2011

Categories	Total	Total	Difference	Total	Total	Difference
	Unrestricted Credit Hours	Unrestricted Credit Hours to the ICCB		Restricted Credit Hours	Restricted Credit Hours to the ICCB	
Baccalaureate	217,416.5	217,416.5	-	-	-	-
Business Occupational	22,038.0	22,038.0	-	-	-	-
Technical Occupational	36,840.5	36,840.5	-	-	-	-
Health Occupations	23,696.5	23,696.5	-	-	-	-
Remedial/Developmental	40,978.0	40,978.0	-	-	-	-
Adult Basic Education/Adult Secondary Education	-	-	-	14,597.9	14,597.9	-
<b>Total</b>	<b>340,969.5</b>	<b>340,969.5</b>	<b>-</b>	<b>14,597.9</b>	<b>14,597.9</b>	<b>-</b>

**Reconciliation of In-District/Chargeback and Cooperative/Contractual Agreement Credit Hours**

	Total Attending (Unrestricted and Restricted)	Total Attending as Certified to the ICCB	Difference
In-District Residents	340,749.1	340,749.1	-
Out-of-District on Chargeback or Contractual Agreement	960.0	960.0	-
	<b>Total Reimbursable</b>	<b>Total Reimbursable Certified to ICCB</b>	<b>Difference</b>
Dual Credit	35,499.0	35,499.0	-
Dual Enrollment	225.0	1,566.6	(1,341.6)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
RESIDENCY POLICY  
June 30, 2011

---

## RESIDENCY

A person shall be considered a resident of Joliet Junior College District 525 who has resided in Illinois Community College District 525 for at least 30 days prior to the beginning of the term.

Tuition paid by a student attending Joliet Junior College is determined by the student's legal and permanent place of residence. An in-district resident is a person whose residence is within Joliet Junior College District 525 or one whose intent is to establish permanent residence in District 525. Residence is defined as the place where the student lives and is considered the student's permanent home. The residence must be owned or occupied for a minimum of thirty days prior to the beginning of the term.

Determination of residence status is made during the processing of a student's Application for Admission and is subject to further review and/or revision by the Dean of Admissions and Financial Aid or designated staff. Factors used in residency determination may include current address, length of time at that address, high school attended, and date of graduation. The applicant is responsible for furnishing information, evidence, or documents deemed necessary to accurately determine residency within 10 business days prior to the beginning of the term.

Evidence of legal residency shall be based on ownership and/or occupancy of a home or residence in the district (shown by a deed, lease, or formal rent receipt with lessor's name indicated) and one of the following showing the same address:

1. A current Illinois driver's license or Illinois state identification card
2. A current Illinois automobile license registration
3. A current Illinois voter's registration card
4. Employment in the state of Illinois (for out-of-state residents)
5. Payment of Illinois income taxes (for out-of-state residents)
6. A document showing the student's past or existing status as a district student; e.g. a high school transcript
7. A utility bill in the name of the student
8. A proof of automobile insurance
9. A proof of homeowner's insurance
10. A current credit card billing statement
11. A current bank statement
12. A change of address form from the Post Office

Each of these proofs must show an in-district address. A post office box number for an address will not serve to prove residency. Renters must submit either a rent receipt or lease signed by the owner/manager (dated at least 30 days prior to the beginning of the term). The student must complete the Residency Status Change Request form and submit both proofs of residency to the Joliet Junior College Admissions Office (J-1005) within 10 business days of the beginning of the term.

Out-of-state applicants who fail to submit the required proofs by the stated deadline will be charged out-of-state tuition. Students who demonstrate to 30-day, in-state, but not in-district residency, will be charged Illinois out-of-district tuition. Should a student prove in-district residency and move from that address without providing a forwarding address, Joliet Junior College will have their address returned to the original address from the application and in-district status will be reviewed.

Employment in the District: Persons who are not residents of District 525 but who are employed full-time (35 hours per week) in the district are eligible for in-district tuition and fees. To qualify, a letter must be on file in the Admission's office each semester prior to the student's registration. This letter must be written on company stationery and must be signed by either the owner/manager or the director of human resources.

---

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

SCHEDULE OF ASSESSED VALUATIONS, TAX RATES AND TAX EXTENSIONS

<u>TAX LEVY YEAR</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Assessed Valuation:										
Will County	\$ 17,379,370,763	\$ 17,815,228,170	\$ 17,771,973,559	\$ 16,534,910,793	\$ 14,863,882,795	\$ 12,966,280,219	\$ 11,440,850,848	\$ 10,334,582,383	\$ 9,164,993,509	\$ 8,367,052,853
Grundy County	1,865,970,346	1,930,688,896	1,912,013,367	1,836,955,036	1,762,421,854	1,225,476,232	1,117,433,947	1,204,880,224	1,228,504,006	1,201,331,479
Cook County	1,011,849,637	1,011,849,637	990,449,811	849,389,721	782,823,670	769,914,664	605,489,444	555,774,892	545,147,461	424,702,734
Livingston County	140,411,423	116,237,372	112,139,061	105,999,749	102,631,215	95,746,805	93,133,816	90,907,947	88,437,516	86,764,407
Kendall County	408,694,865	420,300,593	403,060,198	361,371,994	284,933,602	233,546,076	254,958,949	231,100,868	209,431,320	132,037,755
LaSalle County	22,773,620	13,072,938	10,173,110	9,534,600	8,819,385	8,069,408	7,741,892	7,430,640	7,329,408	7,367,576
Kankakee County	577,029	567,878	495,524	467,452	369,270	344,594	324,011	326,271	260,795	272,008
<b>TOTAL</b>	<b>\$ 20,829,647,683</b>	<b>\$ 21,307,945,484</b>	<b>\$ 21,200,304,630</b>	<b>\$ 19,698,629,345</b>	<b>\$ 17,805,881,791</b>	<b>\$ 15,299,377,998</b>	<b>\$ 13,519,932,907</b>	<b>\$ 12,425,003,225</b>	<b>\$ 11,244,104,015</b>	<b>\$ 10,219,528,812</b>
Tax Rates:										
General Fund:										
Educational Accounts	0.1291	0.1228	0.1176	0.1106	0.1109	0.1185	0.1206	0.1217	0.1248	0.1250
Operations, Building and Maintenance Accounts	0.0650	0.0589	0.0592	0.0611	0.0645	0.0698	0.0726	0.0722	0.0749	0.0750
Debt service	0.0233	0.0237	-	-	-	-	-	-	-	-
Audit Fund	0.0005	0.0004	0.0004	0.0005	0.0005	0.0005	0.0005	0.0005	0.0006	0.0006
Liability, Protection and Settlement Fund	0.0039	0.0038	0.0075	0.0127	0.0129	0.0145	0.0148	0.0140	0.0145	0.0141
Life Safety	0.0054	0.0050	0.0049	0.0051	0.0051	0.0055	0.0057	0.0028	0.0059	0.0090
<b>TOTAL</b>	<b>0.2272</b>	<b>0.2146</b>	<b>0.1896</b>	<b>0.1900</b>	<b>0.1939</b>	<b>0.2088</b>	<b>0.2142</b>	<b>0.2112</b>	<b>0.2207</b>	<b>0.2237</b>
Tax Extensions:										
General Fund:										
Educational Accounts	\$ 26,886,038	\$ 26,171,376	\$ 24,941,905	\$ 21,786,022	\$ 19,752,667	\$ 18,134,412	\$ 16,309,227	\$ 15,123,489	\$ 14,031,277	\$ 12,772,812
Operations, Building and Maintenance Accounts	13,548,236	12,543,661	12,551,285	12,032,315	11,489,213	10,682,105	9,817,101	8,977,814	8,418,753	7,663,689
Debt service	4,856,268	5,039,433	-	-	-	-	-	-	-	-
Audit Fund	101,051	85,145	83,591	94,207	87,272	76,431	67,601	62,683	67,683	61,284
Liability, Protection and Settlement Fund	805,593	819,820	1,582,802	2,507,902	2,299,755	2,215,435	1,998,347	1,739,891	1,629,596	1,441,941
Life Safety	1,118,592	1,065,406	1,039,320	1,001,853	909,234	841,496	770,645	342,878	667,865	924,664
<b>TOTAL</b>	<b>\$ 47,315,778</b>	<b>\$ 45,724,841</b>	<b>\$ 40,198,903</b>	<b>\$ 37,422,299</b>	<b>\$ 34,538,141</b>	<b>\$ 31,949,879</b>	<b>\$ 28,962,921</b>	<b>\$ 26,246,755</b>	<b>\$ 24,815,174</b>	<b>\$ 22,864,390</b>
Tax collections	<b>\$ 21,216,964</b>	<b>\$ 45,189,511</b>	<b>\$ 39,834,732</b>	<b>\$ 37,269,645</b>	<b>\$ 34,429,529</b>	<b>\$ 31,862,464</b>	<b>\$ 28,888,559</b>	<b>\$ 26,208,269</b>	<b>\$ 24,753,034</b>	<b>\$ 22,799,826</b>
Percent collected	<u>44.84%</u>	<u>98.83%</u>	<u>99.09%</u>	<u>99.59%</u>	<u>99.69%</u>	<u>99.73%</u>	<u>99.74%</u>	<u>99.85%</u>	<u>99.75%</u>	<u>99.72%</u>

## INDEPENDENT AUDITORS' REPORT

To the Board of Trustees  
Joliet Junior College -  
Community College District No. 525  
Joliet, Illinois

We have audited the accompanying balance sheets of the Workforce Development Business/Industry, Adult Education and Family Literacy Component and Student Success grant programs of Joliet Junior College – Community College District No. 525 as of June 30, 2011, and the related statements of revenues, expenditures and changes in program balances of the Workforce Development Business/Industry, Adult Education and Family Literacy Component, Career and Technical Education and Student Success Grants (Grant Programs) for the year then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

The financial statements presented are only for the Grant Programs and do not purport to, and do not, present fairly the financial position or results of operations of the College.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Workforce Development Business/Industry, Adult Education and Family Literacy Component, Career and Technical Education and Student Success Grants grant programs of Joliet Junior College – Community College District No. 525 as of June 30, 2011, and the results of its operations for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 6, 2011 on our consideration of the District's internal control over financial reporting of the Grant Programs and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audits were made for the purpose of forming opinions on the financial statements taken as a whole for each of the grant programs referred to in the first paragraph. The supplementary information included on pages 89 and 92 is presented for purposes of additional analysis and is not a required part of the financial statements of the Grant Programs. The supplementary information has been subjected to the auditing procedures applied in the audits of the financial statements and, in our opinion, is fairly stated in all material respects, in relation to the financial statements of the Workforce Development Business/Industry and the Adult Education and Family Literacy Component Grant Programs taken as a whole.

This report is intended solely for the information and use of the board of trustees, management, and the Illinois Community College Board and is not intended to be and should not be used by anyone other than these specified parties.

  
Crowe Horwath LLP

Oak Brook, Illinois  
October 6, 2011

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

To the Board of Trustees  
Joliet Junior College -  
Community College District No. 525  
Joliet, Illinois

We have audited the accompanying financial statements of Joliet Junior College – Community College District No. 525 Workforce Development Business/Industry, Adult Education and Family Literacy Component, Career and Technical Education and Student Success Grants (Grant Programs) as of and for the year ended June 30, 2011, and have issued our report thereon dated October 6, 2011. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the guidelines of the Illinois Community College Board *Fiscal Management Manual*.

Internal Control over Financial Reporting

Management of College is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audits, we considered the College's internal control over financial reporting of the Grant Programs as a basis for designing our auditing procedures 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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over financial reporting.

*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 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Grant Program's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of the financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audits 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*.

This report is intended solely for the information and use of the board of trustees, management, and the Illinois Community College Board and is not intended to be and should not be used by anyone other than these specified parties.

*Crowe Horwath LLP*  
Crowe Horwath LLP

Oak Brook, Illinois  
October 6, 2011

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

BALANCE SHEET  
WORKFORCE DEVELOPMENT BUSINESS/INDUSTRY GRANT PROGRAM  
June 30, 2011

---

**Assets**

Due from ICCB \$ 130,203

**Liabilities and Program Balance**

Liabilities,  
Due to the College 130,203

Program Balance -

Total Liabilities and Program Balance \$ 130,203

---

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN PROGRAM BALANCE -  
WORKFORCE DEVELOPMENT BUSINESS/INDUSTRY GRANT PROGRAM  
Year Ended June 30, 2011

---

Revenues, state sources	\$	<u>130,203</u>
Expenditures,		
Current year's grant:		
Materials and supplies		115,000
Conference and meeting expense		<u>15,203</u>
Total Expenditures		<u>130,203</u>
Revenues over (under) expenditures		-
Program Balance:		
July 1, 2010		<u>-</u>
June 30, 2011	\$	<u><u>-</u></u>

---

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

ICCB COMPLIANCE STATEMENT FOR WORKFORCE DEVELOPMENT  
BUSINESS/INDUSTRY GRANTS TOTAL EXPENDITURES FOR ICCB GRANT FUNDS  
Year Ended June 30, 2011

<u>Expenditures</u>	<u>General</u>	<u>Operation of Work Force Preparation Office</u>	<u>Total</u>
Personnel (Salaries and Benefits)**	\$ -	\$ -	\$ -
Contractual Services	-	-	-
Instructional Materials	-	115,000	115,000
Instructional Equipment*	-	-	-
Promotional Materials	-	-	-
Staff Development**	-	-	-
Conference and Meeting Expenses	-	15,203	15,203
Travel**	-	-	-
Costs of Operating a Business Assistance Center / Economic Development / Workforce Development Offices			
Office Equipment*	-	-	-
Utilities and Telephone	-	-	-
Consumable Supplies	-	-	-
Duplicating	-	-	-
Facility Rental	-	-	-
Totals***	<u>\$ -</u>	<u>\$ 130,203</u>	<u>\$ 130,203</u>

\* Sum of expenditures should be less than or equal to 25 percent of the district's total workforce development grant.

\*\* Salaries charged to this grant should be paid commensurate with the percentage of time spent working on business and industry/economic development activities. Staff development and travel costs should only be paid for staff that spend 51 percent or more of their time on work in the business assistance center or economic development.

\*\*\* Sum of total expenditures (Column C) should equal total expenditures reported in Schedule of Revenue, Expenditures and Changes in Fund Balance plus year-end encumbrances.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

BALANCE SHEET  
ADULT EDUCATION AND FAMILY LITERACY COMPONENT GRANT PROGRAM  
(STATE BASIC, PUBLIC ASSISTANCE, AND PERFORMANCE)  
June 30, 2011

---

	<u>State Basic</u>	<u>Public Assistance</u>	<u>Performance</u>	<u>Total</u>
<b>Assets</b>				
Due from ICCB	\$ 330,949	\$ 115,227	\$ 154,315	\$ 600,491
<b>Liabilities and Program Balance</b>				
Liabilities,				
Accrued salary	\$ 2,194	\$ -	\$ 2,225	\$ 4,419
Due to the College	<u>328,755</u>	<u>115,227</u>	<u>152,090</u>	<u>596,072</u>
	<u>330,949</u>	<u>115,227</u>	<u>154,315</u>	<u>600,491</u>
Program Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Program Balance	<u>\$ 330,949</u>	<u>\$ 115,227</u>	<u>\$ 154,315</u>	<u>\$ 600,491</u>

---

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN PROGRAM BALANCE -  
ADULT EDUCATION AND FAMILY LITERACY COMPONENT GRANT PROGRAM  
Year Ended June 30, 2011

	State Basic	Public Assistance	Performance	Total
Revenues, state sources	\$ 496,422	\$ 197,533	\$ 264,540	\$ 958,495
Expenditures,				
Current year's grant:				
Instruction	319,653	147,757	80,924	548,334
Social work services	81,034	-	-	81,034
Guidance services	3,020	30,507	-	33,527
Assistive and adaptive equipment	-	-	-	-
Assessment and testing	18,444	1,490	-	19,934
Student transportation services	-	-	2,145	2,145
Literacy services	-	-	-	-
Child care services	-	-	-	-
Total Instruction and Student Services	<u>422,151</u>	<u>179,754</u>	<u>83,069</u>	<u>684,974</u>
Program Support:				
Improvement of instructional services	4,948	-	7,027	11,975
General administration	44,053	17,779	-	61,832
Operation and maintenance of plant	12,970	-	-	12,970
Workforce coordination	-	-	-	-
Data and information services	<u>12,300</u>	<u>-</u>	<u>174,444</u>	<u>186,744</u>
Total Program Support	<u>74,271</u>	<u>17,779</u>	<u>181,471</u>	<u>273,521</u>
Total Expenditures	<u>496,422</u>	<u>197,533</u>	<u>264,540</u>	<u>958,495</u>
Revenue over (under) expenditures	-	-	-	-
Program Balance:				
July 1, 2010	-	-	-	-
June 30, 2011	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

ICCB COMPLIANCE STATEMENT FOR THE  
ADULT EDUCATION AND FAMILY LITERACY COMPONENT GRANT PROGRAM  
Year Ended June 30, 2011

---

	<u>Expenditures</u>	<u>Percentage</u>
<b>State Basic</b>		
Instruction (45% Minimum Required)	\$ 319,653	64%
General Administration (9% Maximum Allowed)	44,053	9%
<b>Public Assistance</b>		
Instruction (45% Minimum Required)	\$ 147,757	75%
General Administration (9% Maximum Allowed)	17,779	9%

---

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN PROGRAM BALANCE -  
CAREER AND TECHNICAL EDUCATION - PROGRAM IMPROVEMENT GRANT PROGRAM  
Year Ended June 30, 2011

---

Revenues, state sources	\$ <u>56,255</u>
Expenditures,	
Current year's grant:	
Materials and supplies	-
Conference and meeting expense	-
Capital outlay	<u>56,255</u>
Total Expenditures	<u>56,255</u>
Revenues over (under) expenditures	-
Program Balance:	
July 1, 2010	<u>-</u>
June 30, 2011	<u><u>\$ -</u></u>

---

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

BALANCE SHEET  
STUDENT SUCCESS GRANT PROGRAM  
June 30, 2011

---

**Assets**

Cash \$ 1,733

**Liabilities and Program Balance**

Liabilities,  
Accrued salaries 1,733

Program Balance -

**Total Liabilities and Program Balance** \$ 1,733

---

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN PROGRAM BALANCE -  
STUDENT SUCCESS GRANT PROGRAM  
Year Ended June 30, 2011

---

Revenues, state sources	\$	<u>498,978</u>
Expenditures,		
Personnel		187,464
Instructional Materials		122,896
Auxiliary Aids and Services		26,036
Staff Development		34,559
Contractual Services		67,473
Instructional Equipment		<u>60,550</u>
Total Expenditures		<u>498,978</u>
Revenues over (under) expenditures		-
Program Balance:		
July 1, 2010		<u>-</u>
June 30, 2011	\$	<u><u>-</u></u>

---

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
GRANT PROGRAMS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 1 - DESCRIPTION OF PROGRAMS**

The following grants were received from the Illinois Community College Board (ICCB) and are administered by Joliet Junior College, Community College District No. 525 (College).

Workforce Development Business/Industry: This grant provides funding to be used to operate a Business Assistance Center of the economic development office. Activities include assistance in commercial and industrial expansion and/or retention and employment training services for unemployed or underemployed adults to improve their job skills and assist them in seeking employment.

Adult Education and Family Literacy Component: This grant is intended to assist adults to become literate, obtain the knowledge and skills necessary for employment and self-sufficiency, become full partners in the educational development of their children, and completion of secondary school education.

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

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

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

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

Student Success Grant: This grant funding is intended to provide needed supplemental services to assist students in developing the academic skills necessary to remedy or correct educational deficiencies to allow the attainment of college educational goals. The students to be served by the Student Success Grant are those students with social, economic, physical, or developmental disabilities, and/or academic deficiencies that make it difficult for such a student to adapt to a college environment. Colleges will designate which of their students are eligible for services through the Student Success Grant as determined by college assessment procedures and instruments selected by the colleges.

---

(Continued)

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
GRANT PROGRAMS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

General: The accompanying statements include only those transactions resulting from the Workforce Development Business/Industry, Adult Education and Family Literacy Component, Career and Technical Education and Student Success Grants (Grant Programs). These transactions have been accounted for in a Restricted Purpose Fund.

Basis of Accounting: The financial statements of the Illinois Community College Board (ICCB) grant programs have been prepared on the modified accrual basis of accounting and in accordance with the accounting practices prescribed or permitted by the ICCB. Amounts are recognized as revenues as funds are expended. Expenditures include all liabilities for goods and services actually received as of June 30, 2011.

Encumbrances: Funds obligated for goods prior to June 30, 2011, for which goods are received subsequent to year-end but prior to August 31, 2011, are recorded as encumbrances. Encumbrances are reported as a reservation of fund balance for purposes of reporting since they do not constitute expenditures or liabilities.

Fixed Assets: Fixed asset purchases are recorded as capital outlay and not capitalized.

**NOTE 3 - BALANCE SHEET**

There are no year-end balances to report on the balance sheet for the Career and Technical Education grant program. Accordingly, no balance sheet is presented for this grant program.

## INDEPENDENT AUDITORS' REPORT

To the Board of Trustees and  
To the Illinois Board of Higher Education  
Joliet Junior College -  
Community College District No. 525  
Joliet, Illinois


We have audited the accompanying balance sheet of the Illinois Cooperative Work Study Program Grant of Joliet Junior College – Community College District No. 525 as of June 30, 2011, and the related statements of revenues, expenditures, and changes in program fund balance – actual and budget for the year then ended. These statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and guidelines for the Illinois Cooperative Work Study Program Grant issued by the Illinois State Board of Higher Education. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying financial statements were prepared for the purpose of complying with the terms of the Illinois Cooperative Work Study Program Grant and are not intended to be a complete presentation of the District's assets, liabilities, revenues, and expenditures in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Illinois Cooperative Work Study Program Grant of Joliet Junior College – Community College District No. 525 as of June 30, 2011, and the results of its operations for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Oak Brook, Illinois  
October 6, 2011

  
Crowe Horwath LLP  
Illinois Department of Professional Regulation  
License Number 066-003398

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

BALANCE SHEET  
ILLINOIS COOPERATIVE WORK STUDY PROGRAM  
June 30, 2011

---

	<u>2011 Program</u>
<b>Assets</b>	
Due from Illinois Board of Higher Education	\$ <u>195</u>
<b>Liabilities and Program Balance</b>	
Liabilities, Due to the college	\$ 195
Program Balance	<u>-</u>
<b>Total Liabilities and Program Balance</b>	<u>\$ 195</u>

---

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN PROGRAM BALANCE  
ACTUAL AND BUDGET  
2010 ILLINOIS COOPERATIVE WORK STUDY PROGRAM  
Year Ended June 30, 2011

---

	<u>Actual</u>	<u>Budget</u>	Variance Favorable (Unfavorable)
Revenues	\$ 10,233	\$ 11,180	\$ (947)
Expenditures			
Student salaries	9,734	10,680	946
Audit	499	500	1
Total Expenditures	<u>10,233</u>	<u>11,180</u>	<u>947</u>
Excess of revenues over (expenditures)	-	<u>\$ -</u>	<u>\$ -</u>
Program Balance:			
July 1, 2010	<u>-</u>		
June 30, 2011	<u>\$ -</u>		

---

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN PROGRAM BALANCE  
ACTUAL AND BUDGET  
2011 ILLINOIS COOPERATIVE WORK STUDY PROGRAM  
Year Ended June 30, 2011

---

	<u>Actual</u>	<u>Budget</u>	Variance Favorable (Unfavorable)
Revenues	\$ 195	\$ 13,800	\$ (13,605)
Expenditures			
Student salaries	195	13,300	13,105
Audit	-	500	500
Total Expenditures	<u>195</u>	<u>13,800</u>	<u>13,605</u>
Excess of revenues over (expenditures)	-	<u>\$ -</u>	<u>\$ -</u>
Program Balance:			
July 1, 2010	<u>-</u>		
June 30, 2011	<u>\$ -</u>		

---

See accompanying notes to financial statements.

JOLIET JUNIOR COLLEGE  
COMMUNITY COLLEGE DISTRICT NO. 525  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011

---

**NOTE 1 - DESCRIPTION OF PROGRAMS**

The following grant was received from the Illinois Board of Higher Education (IBHE) through the Higher Education Cooperation Act (HECA) Grant and is administered by Joliet Junior College, Community College District No. 525.

Illinois Cooperative Work Study Projects: These grants provide funding to currently enrolled students to participate in internships at local not-for-profit community agencies and small businesses that would provide opportunities for students to acquire work experiences related to their academic and employment goals.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Basis of Accounting: The financial statements are presented on a modified accrual basis. Amounts are recorded as revenue as funds are expended. Expenditures include all liabilities for goods and services actually received as of June 30, 2011. Expenditures must be paid or liquidated within 90 days after the close of the program year.

Reporting Period: The financial statements presented report the activity from the 2010 and 2011 Illinois Cooperative Work Study Program grant awards that occurred during the District's fiscal year ending June 30, 2011. Additional activity related to these two grant award periods occurred outside the fiscal year of activity presented within these financial statements.

**Main Campus**

1215 Houbolt Road, Joliet, IL, 60431  
(815) 729-9020

**City Center Campus**

214 North Ottawa Street, Joliet, IL, 60432  
(815) 727-6544

**Romeoville Campus**

1125 West Romeo Road (135th Street),  
Romeoville, IL, 60446  
(815) 886-3000

**Frankfort Education Center**

201 Colorado Avenue, Frankfort, IL 60423  
(815) 462-2111

**Morris Education Center**

1715 North Division, Morris, IL, 60450  
(815) 942-1552

**Weitendorf Agricultural  
Education Center**

17840 Laraway Road, Joliet, IL, 60433  
(815) 723-3645

[www.jjc.edu](http://www.jjc.edu)



**JOLIET**  
**JUNIOR COLLEGE**  
— 1901 —