Black Hawk College

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended June 30, 2016

ILLINOIS COMMUNITY COLLEGE DISTRICT 503
Quad-Cities Campus
Moline, Illinois

East Campus
Galva, Illinois

Black Hawk College

Illinois Community College District 503

6600 34th Avenue
Moline, Illinois 61265
www.bhc.edu

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the
Fiscal Year Ended June 30, 2016

Prepared by:
Finance Division
Steven J. Frommelt, Vice President for Finance and Administration
Dena M. Grunewald, Director of Accounting

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Office of the President
309.796.5301

October 14, 2016

To the Citizens of Black Hawk College:

The Comprehensive Annual Financial Report of Black Hawk College, Community College District No. 503, for the fiscal year ended June 30, 2016, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the College. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and operations results of the College. All disclosures necessary to enable the reader to gain an understanding of the College's financial activities in relation to its mission, vision, and goals have been included. In addition, 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 five sections: introductory, financial, statistical, special reports, and management information. The introductory section includes this transmittal letter, a list of principal officials and the College's organizational chart. The financial section includes the report of our independent public accountants, management's discussion and analysis, basic financial statements, notes to the financial statements and required supplementary information. The statistical section includes selected unaudited financial and demographic information, generally presented on a multi-year basis. The special reports section includes Uniform Financial Statements, grants and enrollment audits required by the Illinois Community College Board (ICCB) and corresponding auditor's reports, as well as the Schedule of Expenditures of Federal Awards, related notes, and corresponding auditor's reports. The management information section contains financial information by fund as well as budget to actual information utilized by the Board of Trustees and College management.

The College 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) 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.

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The notes to the financial statements explain in further detail the financial statements as well as the accounting principles applied. The financial statements have been audited by our independent auditors, Wipfli LLP. Their report is included as part of this financial presentation.

College Profile

Black Hawk College was established in 1946 and was granted official accreditation by the North Central Association of Colleges and Secondary Schools in March of 1951. Today, Community College District No. 503 is comprised of portions of nine Illinois counties which include: Rock Island, Henry, Mercer, Whiteside, Henderson, Knox, Bureau, Stark, and Marshall.

Black Hawk College operates two primary campuses as well as other instructional centers throughout the District and serves a population of approximately 225,000. The College's Quad-Cities Campus is located on 149 wooded acres in Moline, Illinois while the College's East Campus is located on a 102-acre site in Galva, Illinois. In addition to these full-service campuses, BHC operates facilities including the Outreach Center, and the Industrial Training Lab Extension Center, all in Moline, the Adult Learning Center in Rock Island, and the East Campus Community Education Center and Welding and Skilled Trades Center in Kewanee.

Based on U.S. Bureau of Labor Statistics and Illinois Department of Employment Security, local unemployment rates are at 6.0% which is higher than the national rate of 4.9% as of the end of June 2016. The local unemployment rate is up from 5.9% just a year earlier.

The District's principal employers are presented in the statistical section of this report. The Quad Cities area is considered a diverse business region and the long-term economic outlook for the region and the College is viewed as stable. Furthermore, while the district as a whole has not been immune to recent economic forces, property values have increased slightly each year over a ten year period. State funding continues to be a concern as the State of Illinois continues to operate without an approved budget since July 2015.

Mission, Vision, and Goals

Black Hawk College enriches the community by providing the environment and resources for individuals to become lifelong learners.

The vision of the College is to position Black Hawk College as the preferred choice for education and training through total accessibility, quality instructional programs, student-centered services, and strategic alliances. The following strategic priorities have been established to aid in the process of accomplishing the mission and vision of the College:

- ***Student Growth*** – Provide and support a quality educational experience by which students are motivated to learn and faculty contribute positively to teaching and learning through their strengths in subject matter knowledge and personal interest in the success of all learners.
- ***Engaging Learners and the Community*** – Black Hawk College will engage learners and the community in lifelong learning.
- ***Accountability*** – Black Hawk College will achieve performance excellence through an environment of continuous improvement, accountability, and data-informed decision making.
- ***Resource Optimization*** – Black Hawk College will optimize financial, physical, and technological assets.

- ***Valuing People*** – Black Hawk College will enhance its competitive advantage by recruiting, developing and retaining diverse and talented employees.

Major Initiatives

The College's current strategic planning process focuses on developing new strategic priorities, along with their supporting goals and objectives, for 2015-2017. During the spring of 2014, the planning process engaged faculty, staff and community members in focus groups culminating with the Strategic Planning Committee meetings in June and July 2014 that resulted in a following strategic plan. Feedback was sought from the community and the final plan went before the Board of Trustees and accepted in November 2014. The Strategic Planning Committee reviews the current Plan quarterly and will be convening, in 2017, environmental scanning in preparation for establishing the course of actions for the 2018-2020 Strategic Plan.

Local Economy

Black Hawk College has three primary sources of revenue for the General Fund which includes the Education and Operations & Maintenance fund: Tuition and Fees, State Funding, and local Property Taxes.

Tuition and fee revenues accounted for approximately 54% of total general fund revenue earned in fiscal year 2016. As illustrated in the Statistical section of this document, total credit hours for all categories, which includes both restricted and unrestricted hours, decreased by 10.8% or 12,989 total credit hours in fiscal year 2016. While this trend is budgeted to level off in fiscal year 2017, preliminary results for the fall indicate enrollment slightly increased when compared to Fall 2016. The College is working to expand new program offerings in an effort to increase enrollment.

State funding, which accounted for approximately 5% of total general fund revenue earned, continues to be problematic for the College as the level of state funding continues to decline, and the State is currently operating without an approved budget. The College anticipates State funding levels will continue to decline in future years. The average ICCB credit hour reimbursement rate remains markedly lower than rates realized more than a decade ago. Performance based funding has been received from ICCB in recent years, however the exact impact of funding formula changes is still unknown at this time. These funding concerns prompted the College reduce spending and to raise tuition and fee rates in fiscal year 2016.

Property taxes, which accounted for approximately 34% of total general fund revenue earned, are levied each year for all taxable real property in the District on the basis of the equalized assessed property values (EAV). Assessed values are established by each of the nine respective counties within the district. The subsequent property taxes are billed and collected by each county. Property tax revenue continues to hold relatively stable as equalized assessed values in the District have steadily been increasing over the past ten years despite the uncertain national economic climate and subsequent impact on property values.

Financial Planning

The College has taken several steps to offset the negative impact of inadequate state funding and declining enrollment. These steps include:

- Cost containment and reduction of departmental budgets
- Greater focus on alternative sources of revenue
- Tuition and fee increases

- Review and redesign of the organizational structure, key business processes and utilization of technology to improve efficiency
- Implementation of new programs to increase enrollment
- More aggressive curriculum and outreach development

Enrollment trends and course demand are the most significant influence given the core mission of the institution. Consequently, it is imperative the College focus on strategically aligning financial resources to these demands in an effort to maximize return on investment for students, taxpayers, community members, and other stakeholders. To this end, the College implemented Budgeting for Outcomes through which the College fosters a culture of innovation and partnership, demonstrates performance and accountability, selects priorities based on measurable results, and achieves transparency of all allocations.

The annual budget, adopted as balanced, indicates all resources received are subsequently expended during the same fiscal year in a manner consistent with the mission of the institution. As such, any disruption in the timely receipt of budgeted resources has the potential to adversely influence program and service delivery. As a result, the College must define and acknowledge potential resources and maintain an efficient cash flow strategy for minimizing the impact of delayed or eliminated funding sources.

Finally, the College's capital budgeting process is designed to provide a systematic, repeatable method to identify, prioritize, approve, and fund both capital projects and non-capital fixed assets. In conjunction with this capital budgeting process, the College focuses on ensuring timely expenditure of existing bond proceeds in a manner consistent with statutory requirements and approved purposes. Furthermore, the Board remains committed to effective and efficient management of the property tax levy, which requires the College proactively and effectively manage its debt strategies.

Black Hawk College recognizes the importance of financial transparency and accountability and is committed to maximizing return on investment for students, employees, taxpayers, and the community. The College remains dedicated to operating within a balanced budget.

Internal Controls

Management of the College is responsible for establishing and maintaining effective internal controls to ensure compliance with requirements of laws, regulations, contracts and grants. Internal controls are designed to limit the College's exposure to risks, safeguard the College's assets from theft or misuse, and provide adequate documentation for the preparation of the financial statements in conformity with generally accepted accounting principles as well as accounting standards mandated by the ICCB. Internal controls are designed to provide reasonable, but not absolute, assurance these objectives are met. The concept of reasonable assurance recognizes the cost of the control should not exceed the expected benefits and estimates and judgments by management are required for valuation of the costs and benefits. Internal controls are continuously monitored, reviewed and updated to ensure ongoing efficiency and effectiveness.

Budgetary Controls

The College maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the College's Board of Trustees. The legal level of budgetary control (that is, the level at which expenditures cannot exceed the budgeted amount)

is established at the fund level. The College maintains an encumbrance accounting system as one technique to accomplish budgetary control. Encumbered amounts lapse at year-end unless extenuating circumstances exist. Statements of budgetary comparison are presented in the Management Information section of this document.

Fund Balance Policy

The Board of Trustees adopted a fund balance policy designed to ensure the maintenance of adequate reserves and protect against unanticipated events that would adversely affect the financial condition of the College and jeopardize the continuation of necessary programs and services.

This policy requires the College to maintain an unrestricted General Fund ending fund balance of an amount between seventeen (17) and twenty-five (25) percent of expenses in these funds, which include the Education and Operations & Maintenance fund. Additionally, if the ending fund balance falls below the target range, the College is required to replenish the ending fund balance within two (2) years. If the ending fund balance exceeds the target range, the College shall first, allow the President to expend the excess funds on capital expenses after considering recommendations from the President's Cabinet and second, review additional investment options that would allow the College to earn a greater rate of return.

As of June 30, 2016 the General Fund ending fund balance is 22.5% of fiscal year 2016 expenses.

Risk Management

The College is self-insured for its health insurance claims. The claims are administered by an external third party administrator. In addition, the College maintains a stop loss insurance arrangement that includes a $145,000 maximum aggregate eligible claims expense per participant per year as well as a maximum aggregate benefit (in excess of the annual aggregate deductible per policy term) of $1,000,000. The College also maintains adequate reserves to cover potential losses and the reserves are reviewed regularly to determine appropriateness.

Other Information

- Independent audit State statutes require an annual audit by independent certified public accountants. The accounting firm of Wipfli, LLP was selected by the College to perform the fiscal year 2016 audit. The auditor's report on the financial statements and schedules is unqualified and is included in the financial section of this report.
- Awards The College received the Certificate of Achievement for Excellence in Financial Reporting (CAFR) from the Government Finance Officers Association (GFOA) for the fiscal years 2009, 2010, 2011, 2012, 2013, 2014 and 2015. In addition, the College has received the GFOA Distinguished Budget Presentation Award for fiscal years 2009, 2010, 2011, 2012, 2013, 2014, 2015 and 2016.
- Acknowledgements We wish to thank the members of the Board of Trustees for their interest and support in conducting District financial operations to the degree of excellence necessary for continuance of operations in a responsible manner.

The timely preparation of the Comprehensive Annual Financial Report was made possible by the continued, dedicated service of Black Hawk College's Finance and Accounting staff as well as others connected with the annual audit process. Our sincere appreciation goes out to each individual making contribution in the preparation of this report.

Respectfully submitted,

Bettie A. Truitt, Ph.D.
President

Steven J. Frommelt
Vice President for Finance and Administration

Dena M. Grunewald
Director of Accounting

Black Hawk College

Illinois Community College District No. 503
Board of Trustees

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Port Byron
Vice Chair

David L. Emerick, Jr.
Rock Island
Chair

Dorothy W. Beck
Rock Island
Secretary

Tim A. Black
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Fritz W. Larsen
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Douglas L. Strand
East Moline

Joseph B. Swan
Colona

Carlos A. Martinez
Colona
Student Trustee

Executive Administration

Dr. Bettie A. Truitt
President

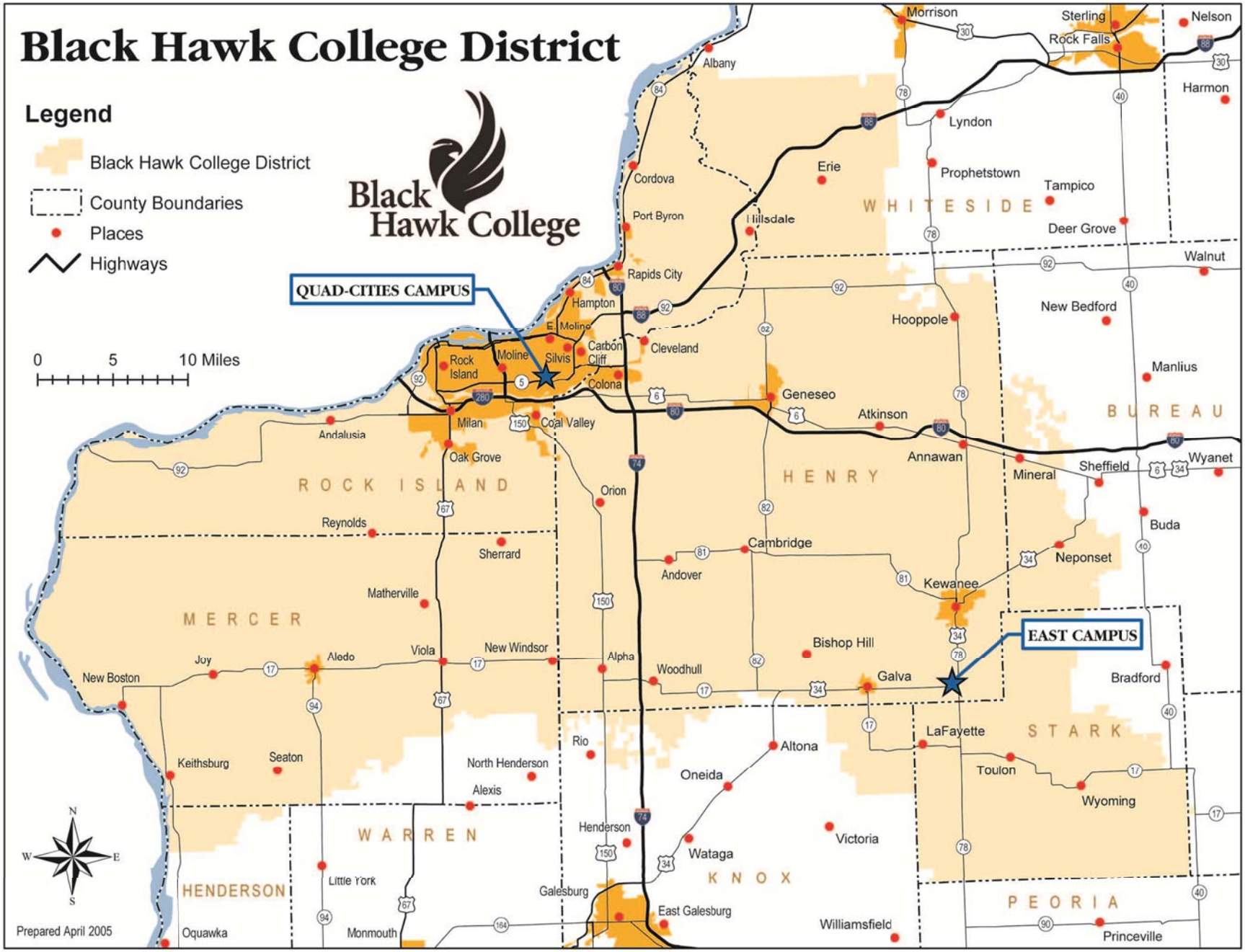
Dr. Amy M. Maxeiner
Vice President for Instruction and Student Services

Steven J. Frommelt
Vice President for Finance and Administration and Board Treasurer

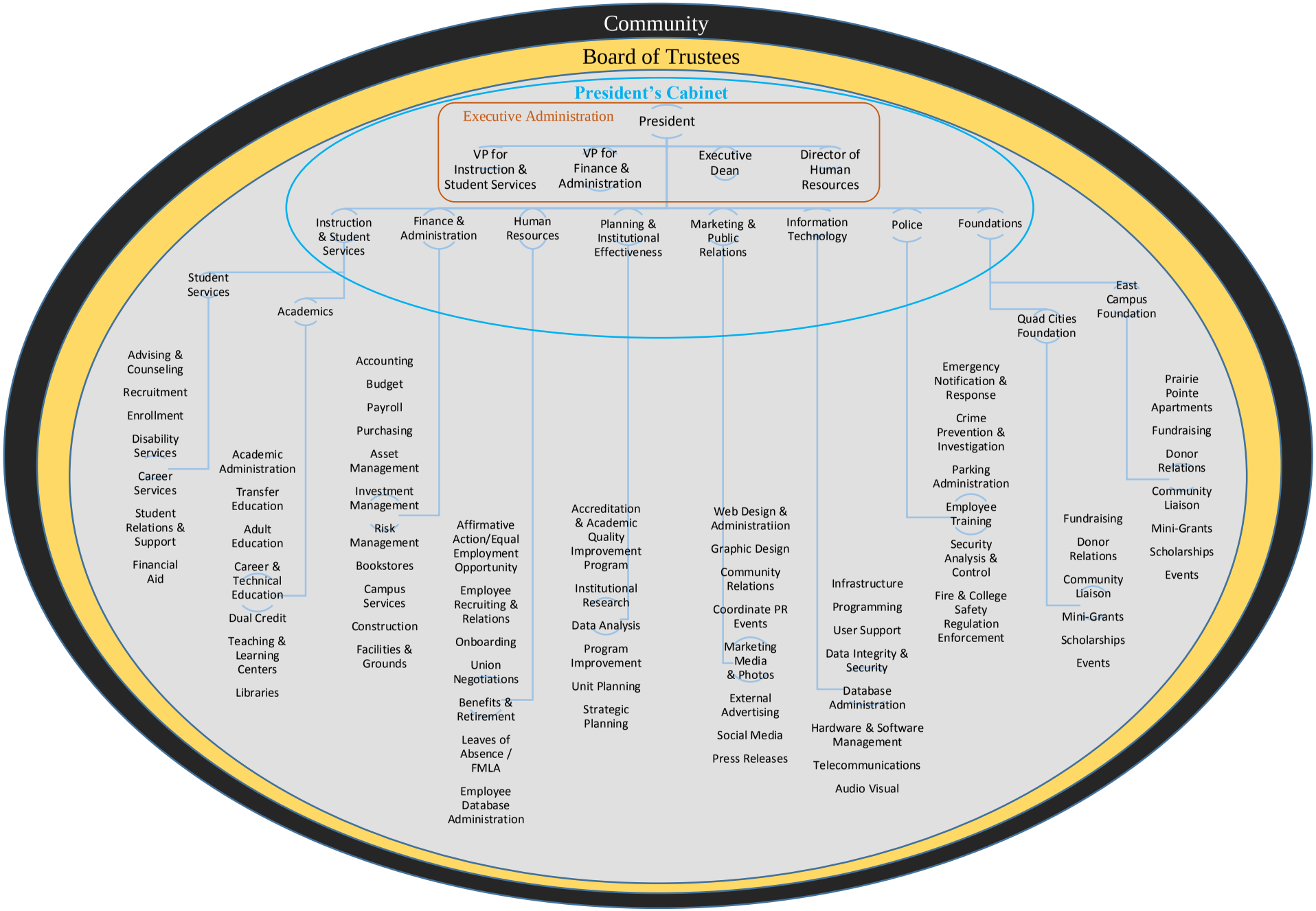
Dr. Betsey A. Morthland
Executive Dean

Stacey L. Cary
Director of Human Resource

Black Hawk College District



Black Hawk College Organization



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Black Hawk College
Illinois Community College
District 503

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO

Financial Section

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WIPFLi LLP

Independent Auditor's Report

To the Board of Trustees
Black Hawk College
Illinois Community College District #503
Moline, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities, the aggregate remaining fund information, and the discretely presented component units of Black Hawk College, Illinois Community College District #503 (the College) as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities, the aggregate remaining fund information, and the discretely presented component units of Black Hawk College, Illinois Community College District #503 as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The introductory section, statistical section, the ICCB Supplemental Information, the ICCB Uniform Financial Statements, and the Management 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. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The ICCB Supplemental Information, the ICCB Uniform Financial Statements, and Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the ICCB Supplemental Information, the ICCB Uniform Financial Statements, and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory section, statistical section, and management information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or provide any assurance on them.

Other Reporting Required by Governmental Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 14, 2016 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* in considering the College's internal control over financial reporting and compliance.

Wipfli LLP

Freeport, Illinois
October 14, 2016

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Management’s Discussion and Analysis

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Introduction

This section of Black Hawk College's (College) Comprehensive Annual Financial Report presents Management's Discussion and Analysis of the College's financial activity during the fiscal years ended June 30, 2016 and June 30, 2015. Since this Management's Discussion and Analysis is designed to focus on current activities, resulting change, and currently known facts, please read it in conjunction with the College's basic financial statements. Responsibility for the completeness and fairness of this information rests with the College.

Overview of the Basic Financial Statements

The basic financial statements focus on the College as a whole versus traditional presentation by fund types. The College's financial statements are designed to emulate corporate presentation models whereby all of the College's activities are consolidated into one total.

The purpose of the ***Statement of Net Position/Net Assets*** is to present the bottom line results of the College. This statement combines and consolidates current financial resources with capital assets. It presents assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position/net assets at the end of the fiscal year. The Statement of Net Position/Net Assets requires the classification of assets and liabilities into current and non-current categories. The difference between total assets plus deferred outflows of resources and total liabilities plus deferred inflows of resources is reflected in the net position section which reflects net position in three broad categories: net investment in capital assets; restricted; and unrestricted. Net position is one indicator of the current financial condition of the College, while the change in net position is one indicator of whether the overall financial condition of the College has improved or deteriorated during the year. Restrictions, commitments or other limitations may affect the availability of fund resources for future use.

The ***Statement of Revenues, Expenses, and Changes in Net Position/Net Assets*** focuses on both the gross costs and the net costs of the College's activities, which are supported mainly by tuition, local property taxes, and state revenues. It presents the revenues, expenses and transfer activities that occurred during the fiscal year. The Statement of Revenues, Expenses, and Changes in Net Position requires the classification of revenues and expenses as operating and non-operating. For example, property taxes and state funding are reported as non-operating revenues.

The ***Statement of Cash Flows*** presents the inflow and outflow of cash collected and disbursed by the College for the fiscal year. It separates the sources and uses of funds by the major categories of operating, capital and related financing, non-capital financing and investing activities. This statement emphasizes the College's dependence on state and local sources by separating them from operating cash flows.

Financial Highlights

For the year ended June 30, 2016, the College recorded total operating revenues of $9,271,280 and total operating expenses of $51,236,145. The difference produced an operating loss of $41,964,865. Net non-operating revenue of $42,874,638 offsets this loss and results in an overall increase in net position of $909,773.

Non-operating revenue included local property taxes of $20,316,292, state grants and contracts of $13,134,693, federal grants and contracts of $7,733,197, and other net miscellaneous revenue of $1,690,456. Within the state grants and contracts non-operating revenue line, the SURS contribution provided by the state, on behalf of the College, to the State University Retirement System (SURS) totaled $10,075,914. The comparable contribution by the state to SURS for the fiscal year ended June 30, 2015 was $8,971,695.

Operating revenue accounted for 18% of the College's total revenue, while non-operating revenues accounted for the other 82% of the College's total revenue. Operating revenue consisted of tuition and fees, net of financial aid awards, totaling $7,326,527 and sales, services, and rentals of facilities revenues totaling $1,944,753.

Operating expenses accounted for 99% of the College's total expenses, while non-operating expenses accounted for the remaining 1%. The SURS contribution provided by the state was allocated among the existing functions of operating expenses and increased by $1,104,219 from fiscal year 2015. Despite the increase in SURS expense, total operating expenses consisting of instruction, academic support, student services, public service, financial aid, operations of physical facilities, institutional support and other categories decreased by 5.4% in fiscal year 2016 from prior year.

Overall, the College's financial position remains strong at the end of fiscal year 2016 despite continued cuts and delays in State funding and reduced enrollment. Enrollment, credit hour, and State funding trend information are provided in the Statistical section of this document. Additionally, overall fiscal year 2016 results compared to budget were favorable. Details by fund can be found in the Management Information section of this document.

Long-Term Debt

The College did not issue additional long-term debt during fiscal year 2016. The unused legal debt capacity of the College is currently $78,198,998, which represents 2.875% of the assessed valuation of the College's district less the $27,277,322 in outstanding debt. The College anticipates to issue $31,500,000 in new bonds during fiscal year 2017 to renovate existing facilities, roadways and a continued technology refresh. See Note 6 regarding Long-Term Liabilities in the Notes to the Financial Statements for further information.

Economic Factors

Unemployment rates, both locally and nationally, have remained elevated in recent years. Our local economy has suffered from business closures as well as layoffs, although this trend appears to be declining. While unemployment rates within the district vary by county, the district rate decreased from 2015 to a level that still exceeds the national average. Additional information regarding unemployment rate trends can be found in the Statistical section of this document.

Property tax revenue accounts for 47% of total non-operating revenue and is a direct result of Equalized Assessed Valuations (EAV) in the district. While many districts have experienced sizable decreases in EAV over the past few years, the Black Hawk College district EAV continues to slightly grow each year as overall property values continue to increase. Additional information regarding EAV and estimated actual property values within the district can be found in the Statistical section of this document.

The State of Illinois continues to struggle financially. State-wide reductions of funding higher education and delays in approval and receipt of appropriated funding have continued. The College remains optimistic all monies will eventually be received but remains cautious with expenditures and will remain dedicated to maintaining acceptable reserves to minimize disruption.

Declining enrollment continues to be the trend with a 6.4% decrease in fiscal year 2016 compared to an 8.2% decrease during fiscal year 2015. Fall enrollment for fiscal year 2017 is up from fiscal year 2016. As a community college, Black Hawk is well positioned to serve displaced workers seeking to enhance existing skills or develop additional skills necessary to re-enter the workforce due to the relatively short-term nature of many programs offered. Furthermore, both the College Administration and Board of Trustees are committed to ensuring student needs are effectively met and to this end, the institution prides itself on being nimble and capable of efficiently implementing programmatic changes designed to maximize student success.

Given the decreased enrollment trend in recent years, the College Administration and Board of Trustees have taken the appropriate measures to identify opportunities for growth. Construction was completed in fiscal year 2016 for both the Health Sciences Center at the Quad Cities Campus and the Welding and Skilled Trades Center in Kewanee. The Veterinary Sciences Center will finish construction in the fall of 2016. The addition of these three buildings will increase enrollment capacity, thus providing a greater opportunity for generating credit hours.

Other Significant Financial Factors

The Board of Trustees adopts tuition and fee rates each February with the adopted rates becoming effective for the Summer, Fall, and Spring semesters of the upcoming fiscal year. Tuition rates for fiscal year 2016 increased 13% over fiscal year 2015 rates. Fiscal year 2017 tuition rates increased 8.8% from fiscal year 2016 rates. With recent tuition increases, it is the intention of Administration to keep tuition rates steady for fiscal year 2018. Additional information regarding the tuition and fee rate trend is provided in the Statistical section of this document.

The Board of Trustees adopts the annual tax levy by January of each year for tax revenues to be received during the upcoming fiscal year. The fiscal year 2016 tax levy increased 3.4% over fiscal year 2015 primarily due to the increase in EAV throughout the district. Additional information regarding tax levy trend is provided in the Statistical section.

Comparative Net Position – Fiscal Years 2016 and 2015

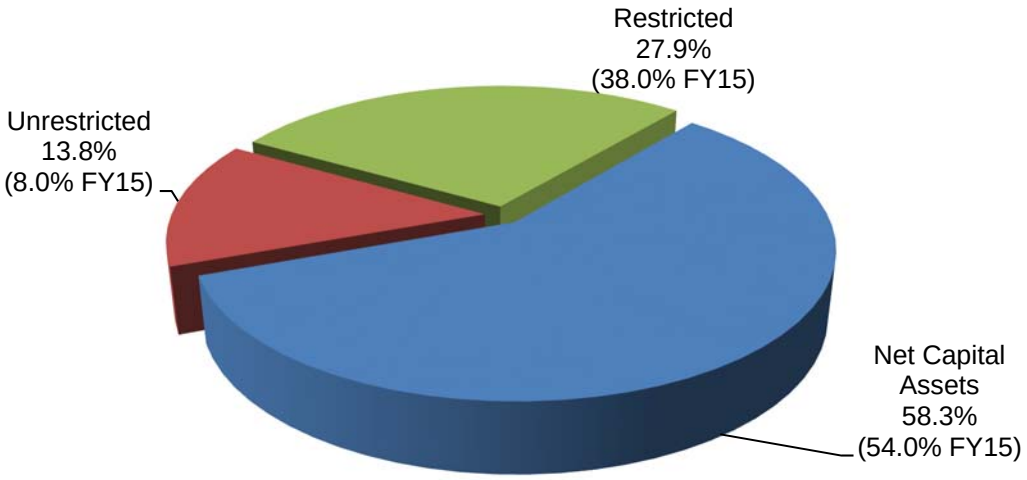
	2016	2015	Increase (Decrease)	Percent Change
Current Assets	$ 53,179,538	$ 67,694,223	$ (14,514,685)	-21.4%
Non-Current Assets	77,527,779	69,321,803	8,205,976	11.8%
Total Assets	$ 130,707,317	$ 137,016,026	$ (6,308,709)	-4.6%
Deferred Outflows of Resources	$ 90,687	$ 90,997	$ (310)	-0.3%
Current Liabilities	$ 9,600,768	$ 11,423,423	$ (1,822,655)	-16.0%
Non-Current Liabilities	23,738,032	29,345,506	(5,607,474)	-19.1%
Total Liabilities	$ 33,338,800	$ 40,768,929	$ (7,430,129)	-18.2%
Deferred Inflows of Resources	$ 10,311,985	$ 10,100,648	$ 211,337	2.1%
Net Position				
Net Investment in Capital Assets	$ 50,857,049	$ 46,629,046	$ 4,228,003	9.1%
Restricted	24,284,047	32,748,174	(8,464,127)	-25.8%
Unrestricted	12,006,123	6,860,226	5,145,897	75.0%
Total Net position	**$ 87,147,219**	**$ 86,237,446**	**$ 909,773**	**1.1%**

The College had a net position at the beginning of the fiscal year totaling $86,237,446. The increase in net position of $909,773 brought the total net position at the end of fiscal year 2016 to $87,147,219.

The most notable change in the balance sheet for fiscal year 2016 includes the completion of the Health Sciences Center at the Quad Cities Campus. Fiscal year 2016 includes the construction in progress of a new Veterinary Sciences Center on the East Campus.

This schedule is prepared from the College's Statement of Net Position, which is presented on a full accrual basis of accounting whereby assets costing $5,000 or greater are capitalized and depreciated.

Net Position - Fiscal Year 2016



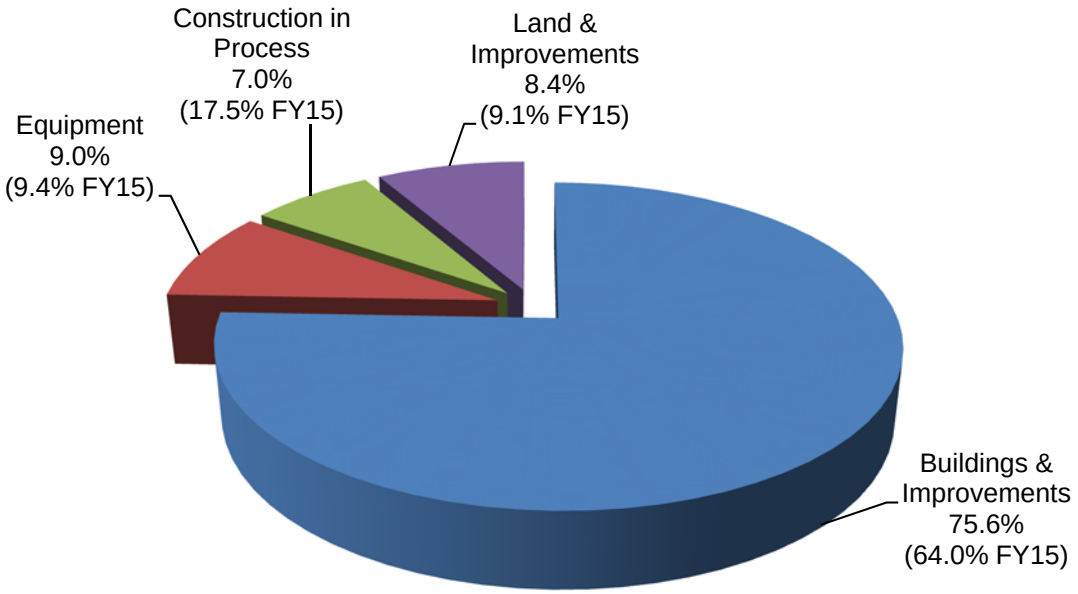
Comparison of Net Capital Assets Fiscal Years 2016 and 2015

	2016	2015	Increase (Decrease)	Percent Change
Capital Assets				
Land and Improvements	$ 8,830,423	$ 8,725,423	$ 105,000	1.2%
Building and Improvements	79,448,719	61,269,683	18,179,036	29.7%
Equipment	9,477,773	9,025,670	452,103	5.0%
Construction in Progress	7,332,728	16,724,738	(9,392,010)	-56.2%
Total Capital Assets	$ 105,089,643	$ 95,745,514	$ 9,344,129	9.8%
Less Accumulated Depreciation	27,561,864	26,423,711	1,138,153	4.3%
Net Capital Assets	**$ 77,527,779**	**$ 69,321,803**	**$ 8,205,976**	**11.8%**

As of June 30, 2016, the College has recorded $105,089,643 invested in capital assets, $27,561,864 in accumulated depreciation and $77,527,779 in net capital assets.

Total Capital Assets increased $9,344,129 or 9.8% and Net Capital Assets increased $8,205,976 or 11.8% with completion of the Health Sciences Center, addition of the Veterinary Sciences Center and various remodeling and improvement projects district-wide during fiscal year 2016. The College's current bonding strategy continues to allow investment in facilities, technology, and improvements. The expectation exists that Net Capital Assets will continue to increase in future years as a result. For further information, see Note 4 - Changes in Capital Assets and Note 6 - Long-Term Liabilities in the Notes to Financial Statements.

Capital Assets - Fiscal Year 2016



Revenues, Expenses & Changes in Net Position
For the fiscal years ending June 30, 2016 and 2015

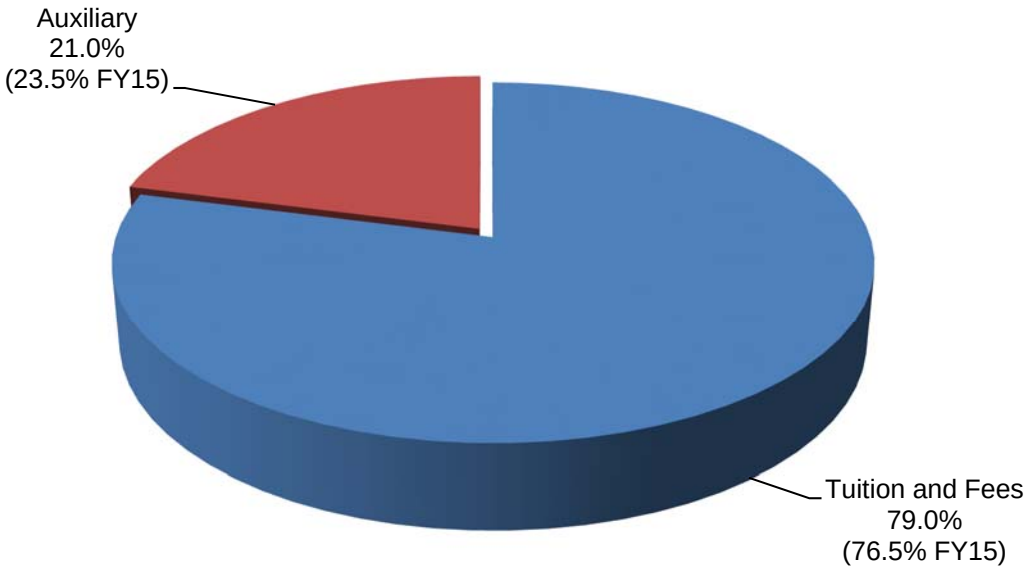
	2016	2015	Increase (Decrease)	Percent Change
Operating Revenue:				
Tuition and Fees	$ 7,326,527	$ 7,900,764	$ (574,237)	-7.3%
Sales, Services and Rentals	1,944,753	2,430,045	(485,292)	-20.0%
Other	-	-	-	0.0%
Total Operating Revenue	$ 9,271,280	$ 10,330,809	$ (1,059,529)	-10.3%
Less: Operating Expenses	51,236,145	52,484,595	(1,248,450)	-2.4%
Operating Income (Loss)	$ (41,964,865)	$ (42,153,786)	$ 188,921	-0.4%
Non-operating Revenue:				
State Grants & Contracts	$ 13,134,693	$ 19,205,104	$ (6,070,411)	-31.6%
Federal Grants & Contracts	7,733,197	9,290,411	(1,557,214)	-16.8%
Property Taxes	20,316,292	19,623,307	692,985	3.5%
Other Income	1,690,456	1,728,619	(38,163)	-2.2%
Total Non-operating Revenue:	$ 42,874,638	$ 49,847,441	$ (6,972,803)	-14.0%
Change in Net Position	$ 909,773	$ 7,693,655	$ (6,783,882)	-88.2%
Net Position, Beginning of Year	86,237,446	78,543,791	7,693,655	9.8%
Net Position, End of Year	$ 87,147,219	$ 86,237,446	$ 909,773	1.1%

Operating revenue and expenses decreased for fiscal year 2016 when compared to fiscal year 2015.

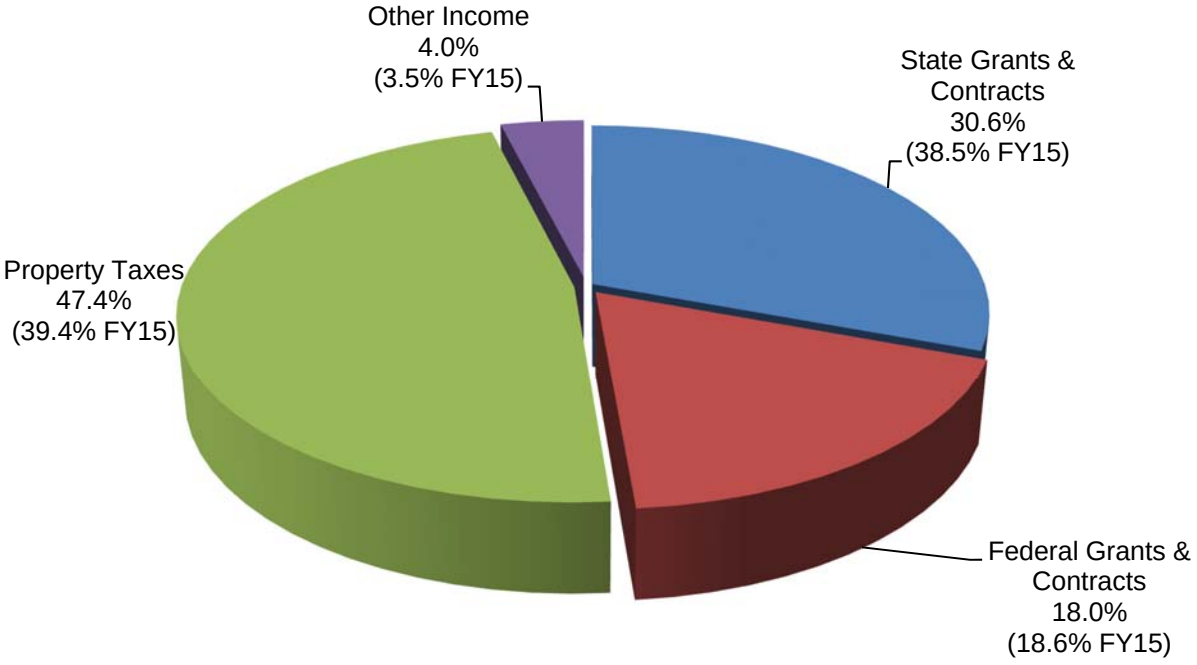
Due to declining enrollment, tuition and fees decreased $574,237 or 7.3% during fiscal year 2016. The decrease is attributable to decreased enrollment with an offset of higher tuition and fee rates. Sales, services and rental revenue decreased during fiscal year 2016 by 20.0%.

Non-operating revenue decreased in total by $6,972,803. State Grants and contracts declined by $6,070,411 due to a significant reduction in Base Operating and Equalization grant funding from the State of Illinois and ICCB. Federal grants and contracts declined by $1,557,217 from fiscal year 2015 primarily due to a reduction in Pell Grant. Offsetting this decline was a $692,985 increase in property taxes for fiscal year 2016 due to continued increase in EAV for the Black Hawk College District.

Operating Revenues - Fiscal Year 2016



Non-Operating Revenues - Fiscal Year 2016



Comparison of Operating Expenses
Fiscal Years 2016 and 2015

	2016	2015	Increase (Decrease)	Percent Change
Operating Expenses:				
Instruction	$ 17,724,388	$ 15,128,229	$ 2,596,159	17.2%
Academic Support	5,983,041	5,874,310	108,731	1.9%
Student Services	4,549,668	4,210,904	338,764	8.0%
Public Service / Continuing Ed.	2,086,257	2,477,612	(391,355)	-15.8%
Institutional Support	8,651,774	7,732,965	918,809	11.9%
Sales, Services, and Rentals of Facilities	3,002,230	3,617,263	(615,033)	-17.0%
Financial Aid	861,859	2,665,004	(1,803,145)	-67.7%
Depreciation	2,065,643	1,830,003	235,640	12.9%
Loss on Disposal of Equipment	2,869	-	2,869	N/A
Operations of Physical Facilities	6,308,416	8,948,305	(2,639,889)	-29.5%
Total Operating Expenses	**$ 51,236,145**	**$ 52,484,595**	**$ (1,248,450)**	**-2.4%**

Operating expenses for fiscal year 2016 decreased by 2.4% from fiscal year 2015. The SURS contribution provided by the state increased to $10,075,914 in fiscal year 2016 compared to $8,971,695 in fiscal year 2015. This $1,104,219 increase offsets a $2,352,669 combined decrease in expenses in other areas for the net decrease of $1,248,450.

Instruction expenses increased $2,596,159 in fiscal year 2016 due to the increase in SURS contribution and due to approximately $2,800,000 less in expenditures being capitalized in fiscal year 16 compared to fiscal year 2015. The instruction expenses also experienced a decrease in salaries and benefits of $320,000 in fiscal year 2016.

Financial Aid decreased by $1,803,145 due to a $1,300,000 decrease in Pell grants received directly related to decreased enrollment. The College also experienced an approximate $500,000 decrease in MAP grants due to a combination of decreased enrollment and lack of appropriated State funding.

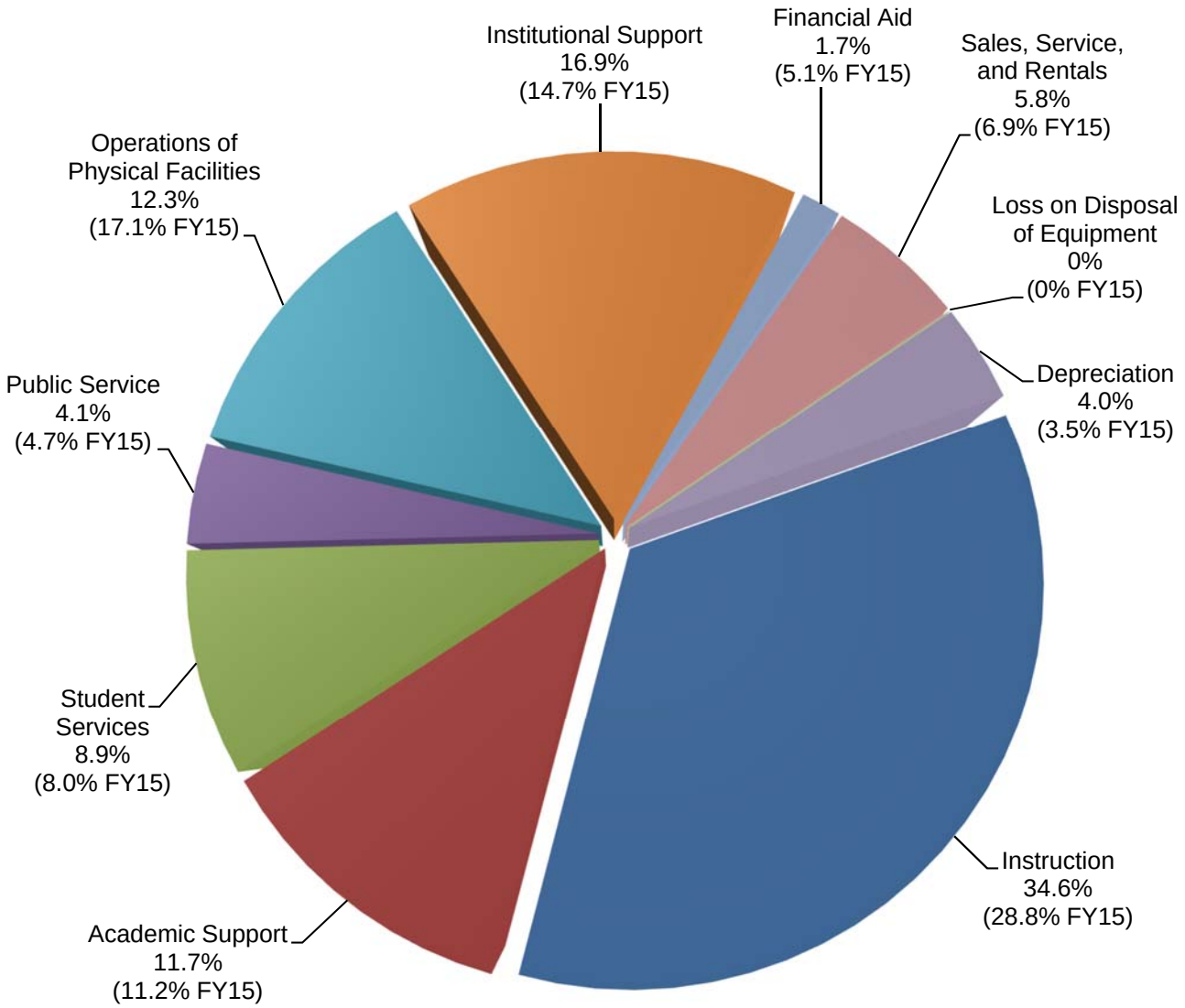
Depreciation expense increased $235,640 in the current year as a direct result of capital projects completed during fiscal year 2015 and fiscal year 2016. Fiscal year 2016 is the first full year of depreciation for new items capitalized in fiscal year 2016 thereby increasing depreciation expense.

Operating of Physical Facilities decreased $2,639,889 in fiscal year 2016 due to the increase in SURS contribution offset by a large $5,400,000 (approx.) decrease in capital projects (both in progress and completed) compared to fiscal year 2015.

Beginning in fiscal year 2013, the SURS contribution provided by the state was allocated among the existing functions of operating expenses whereas it was previously being listed separately. See Note 5 in the Notes to Financial Statements for additional information related to this SURS contribution.

The following graphic illustration shows the operating expenses by program for fiscal year 2016 by percentage of the total with the comparable percentage for fiscal year 2015 in parenthesis. For both years, the largest percentage of College money was spent on Instruction.

Operating Expenses - Fiscal Year 2016



Requests for Information

This financial report is designed to provide the reader with a general overview of Black Hawk College's finances and to show Black Hawk College's accountability for the revenue it receives. If you have questions about this report or need additional information, please contact:

Finance Department
6600 34th Avenue
Moline, IL 61265

Basic Financial Statements

Black Hawk College
Illinois Community College District #503

Statement of Net Position/Net Assets
June 30, 2016

	Primary Government	Component Units	
	Black Hawk College	Black Hawk College Foundation	Black Hawk East College Foundation
Assets			
Current Assets:			
Cash and cash equivalents	$ 35,665,551	$ 370,884	$ 489,815
Investments	-	2,979,967	1,529,759
Receivables:			
Property taxes, net of $20,538	12,332,918	-	-
Federal government claims	675,890	-	-
State of Illinois claims	2,419,541	-	-
Student tuition and fees, net of $439,364	905,865	-	-
Other	359,616	27,214	75,426
Inventory	518,951	-	-
Prepaid expenses	301,206	-	-
Total current assets	53,179,538	3,378,065	2,095,000
Noncurrent Assets:			
Capital assets:			
Land	1,032,464	45,000	-
Construction and Equipment in process	7,332,728	-	-
Building, improvements and equipment, net of $27,561,864 and $934,806, respectively	69,162,587	-	1,408,444
Total capital assets, net of depreciation	77,527,779	45,000	1,408,444
Total noncurrent assets	77,527,779	45,000	1,408,444
Total assets	130,707,317	3,423,065	3,503,444
Deferred Outflows of Resources			
Deferred Outflows of SURS	90,687	-	-
Liabilities			
Current Liabilities:			
Accounts payable	2,522,662	25,135	44,675
Accrued liabilities:			
Payroll	1,016,908	-	-
Early retirement	132,167	-	-
Accrued vacation	120,000	-	-
Other	82,766	-	-
Unearned revenues:			
Student tuition and fees	-	-	-
Grants and restricted funds	66,460		
Notes and bonds due in less than one year	5,591,389	-	-
Other liabilities	68,416	-	-
Total current liabilities	9,600,768	25,135	44,675
Noncurrent Liabilities:			
Early retirement	1,368,620	-	-
Accrued vacation	683,479	-	-
Notes and bonds payable in more than one year	21,685,933	-	-
Total noncurrent liabilities	23,738,032	-	-
Total liabilities	33,338,800	25,135	44,675
Deferred Inflows of Resources			
Property Taxes	10,268,809		
Grants and restricted funds	43,176	-	-
Total deferred inflows of resources	10,311,985	-	-
Net Position/Net Assets (Deficit)			
Net Investment in capital assets	50,857,049	45,000	1,408,444
Restricted for audit	104,536	-	-
Restricted for liability, protection and settlement	2,798,225	-	-
Restricted for working cash	10,194,190	-	-
Restricted for bond & interest	3,048,701	-	-
Restricted for operations and maintenance	7,581,975	-	-
Restricted for grants and scholarships	556,420	2,676,217	2,248,176
Unrestricted	12,006,123	676,713	(197,851)
Total net position/net assets	$ 87,147,219	$ 3,397,930	$ 3,458,769

See Notes to Financial Statements.

Black Hawk College
Illinois Community College District #503

Statement of Revenues, Expenses, and Changes in Net Position/Net Assets
Year Ended June 30, 2016

	Primary Government	Component Units	
	Black Hawk College	Black Hawk College Foundation	Black Hawk East College Foundation
Operating Revenues:			
Student tuition and fees, net of scholarship awards	$ 7,326,527	$ -	$ -
Sales, service and rental of facilities and equipment	1,944,753	-	-
Total operating revenues	9,271,280	-	-
Operating expenses:			
Instruction	17,724,388	-	-
Academic support	5,983,041	-	-
Student services	4,549,668	-	-
Public service	2,086,257	-	-
Auxiliary services	3,002,230	-	-
Institutional support	8,651,774	208,461	565,054
Scholarships, student grants and waivers	861,859	152,917	154,037
Operation of physical facilities	6,308,416	-	-
Loss on disposal of buildings and equipment	2,869	-	-
Depreciation and amortization	2,065,643	-	69,073
Total operating expenses	51,236,145	361,378	788,164
Operating (loss)	(41,964,865)	(361,378)	(788,164)
Non-operating revenues (expenses):			
Property taxes	20,316,292	-	-
Personal property replacement taxes	1,340,818	-	-
State government sources	13,134,693	-	-
Federal government sources	7,733,197	-	-
Investment earnings	232,346	86,172	42,979
Other sources	838,648	429,034	671,199
Interest expense	(721,356)	-	-
Total non-operating revenues (expenses)	42,874,638	515,206	714,178
Change in net position/net assets	909,773	153,828	(73,986)
Net position/net assets:			
Beginning	86,237,446	3,244,102	3,532,755
Ending	$ 87,147,219	$ 3,397,930	$ 3,458,769

See Notes to Financial Statements.

Black Hawk College
Illinois Community College District #503

Statement of Cash Flows
Year Ended June 30, 2016

	Primary Government Black Hawk College
Cash Flows from Operating Activities:	
Tuition and fees	$ 7,706,984
Payments to employees	(22,701,140)
Payments to suppliers	(28,342,312)
Sales, service, and rental of facilities and equipment	2,016,690
Other receipts	-
Net cash provided by (used in) operating activities	(41,319,778)
Cash Flows from Non-Capital Financing Activities:	
State and federal grants and contracts	22,273,398
Personal property replacement taxes	1,340,818
Property taxes	21,169,055
Net cash provided by non-capital financing activities	44,783,271
Cash Flows from Capital and Related Financing Activities:	
Purchases of capital assets	(10,274,488)
Proceeds on debt	-
Debt issuance costs	-
Principal paid on debt	(5,040,000)
Interest paid on debt	(1,053,134)
Net cash provided by (used in) capital and related financing activities	(16,367,622)
Cash Flows from Investing Activities	
Sale of investments	-
Interest received	232,346
Net cash provided by (used in) investing activities	232,346
Net increase (decrease) in cash	(12,671,783)
Cash and cash equivalents:	
Beginning	48,337,334
Ending	$ 35,665,551
Reconciliation of Operating Loss to Net Cash (Used in) Operating Activities:	
Operating loss	$ (41,964,865)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation and amortization	2,065,643
Loss on disposal of equipment	2,869
Changes in assets and liabilities:	
(Increase) decrease in receivables	452,394
(Increase) decrease in inventory	53,738
(Increase) decrease in prepaid expenses	65,863
(Increase) decrease in deferred outflows	310
Increase (decrease) in accounts payable	(2,104,039)
Increase (decrease) in accrued expenditures	108,179
Increase (decrease) in unearned revenue	-
Increase (decrease) in other liabilities	130
Total adjustments	645,087
Net cash provided by (used in) operating activities	$ (41,319,778)
Noncash, Capital and Related Financing Activities:	
SURS contribution paid by state	$ 10,075,914

See Notes to Financial Statements.

Black Hawk College
Illinois Community College District #503

Statement of Fiduciary Net Position
June 30, 2016

		Voluntary Employees' Benefit Association (VEBA) Health Benefit Plan
Assets		
Cash	$	1,291,737
Liabilities		
Claims payable		558,000
Due to others		-
Total liabilities		558,000
Net Position, unrestricted	$	733,737

Statement of Changes in Fiduciary Net Position
Year Ended June 30, 2016

Additions:		
Employer paid premiums	$	4,969,238
Grant paid premiums		275,392
Employee paid premiums		741,220
Investment earnings		5,428
Total additions	$	5,991,278
Deductions:		
Health and dental claims		5,187,633
Administrative		594,717
Total deductions	$	5,782,350
Change in net position		208,928
Net position:		
Beginning		524,809
Ending	$	733,737

See Notes to Financial Statements.

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Note 1. Operation and Significant Accounting Policies

Organization:

Black Hawk College, Illinois Community College District #503 (College) is an Illinois Community College operating under the mandates and guidelines of the Illinois Board of Higher Education and the Illinois Community College Board (ICCB). The College offers a wide range of educational opportunities, including liberal studies, business training, agricultural studies, continuing education, and community service programs. The College was organized to provide an excellent, affordable alternative in higher education with campus locations in Moline and Galva, Illinois and numerous outreach sites.

Significant Accounting Policies:

Financial Reporting Entity: The College is governed by a seven-member Board of Trustees. Board members are elected through general elections to a six-year term. In addition to the seven members, there is one student trustee member elected annually to the Board of Trustees.

The College follows Governmental Accounting Standards Board (GASB) standards for determining component units.

As defined by generally accepted accounting principles established by the Governmental Accounting Standards Board (GASB), the financial reporting entity consists of the primary government, as well as its discretely presented component units, the Black Hawk College Foundation and the Black Hawk East College Foundation.

The two Foundations are legally separate, tax-exempt component units of the College. The Foundations act primarily as fund-raising organizations to supplement the resources that are available to the College in support of its programs. The 8-13 member boards of the Foundations are self-perpetuating and consist of graduates and friends of the College. Although the College does not control the timing or amount of receipts from the Foundations, the majority of resources, or income, thereon the Foundations hold and invest are restricted to the activities of the College by the donors. Because these restricted resources held by the Foundations can only be used by, or for the benefit of, the College, the Foundations are considered component units of the College.

During the fiscal year ended June 30, 2016, the Black Hawk College Foundation and the Black Hawk East Foundation distributed $152,917 and $154,037, respectively, to the College for both restricted and unrestricted purposes.

The Foundations are private, not-for-profit organizations which are organized and operated exclusively for the advancement, achievement and support of the educational programs of services of the College. The Foundations report their financial results under Financial Accounting Standard Board (FASB) Statements. Most significant to the Foundations' operations and reporting model are *Accounting for Contributions Received and Contributions Made* and *Financial Reporting for Not-for-Profit-Organizations.* As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundations' financial information in the College's financial reporting entity for these differences.

Financial statements for both the Black Hawk College Foundation and Black Hawk East College Foundation can be obtained by calling the College at 309-796-5302.

Note 1. Operation and Significant Accounting Policies (Continued)

Significant Accounting Policies (Continued):

Measurement Focus, Basis of Accounting, and Financial Statement Presentation: For financial reporting purposes, the College is considered a special-purpose government engaged only in business-type activities. Accordingly, the College's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-College transactions have been eliminated. Non-exchange transactions, in which the College receives value without directly giving equal value in return, includes property taxes; federal, state, and local grants; state appropriations; and other contributions. On an accrual basis, revenue from property taxes is recognized in the period for which the levy is intended to finance. Revenues from grants, state appropriations, and other contributions are recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when the use is first permitted, matching requirements, in which the College must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the College on a reimbursement basis.

The College has a fiduciary fund type. Fiduciary fund types are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. The College has the following fiduciary fund type:

> **Pension (and other employee benefit) trust fund** – is the fund type for the College's health benefit plan and is accounted for in essentially the same manner as the business-type activities, using the same measurement focus and basis of accounting. Employee contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer made a formal commitment to provide the contributions. Claims payable are recognized when due and payable in accordance with the terms of the health plan. The fund accounts for the assets of the Voluntary Employees' Beneficiary Association (VEBA). The VEBA was established under Section 501(C)(9) of the Internal Revenue Code. The trust provides for payment of health (medical, dental, and vision) claims and health plan administrative and other directly related costs.

Classification of Revenues and Expenses: Operating revenue and expenses include activities that have the characteristics of exchange transactions, such as student tuition and fees and sales and services of auxiliary enterprises, net of financial aid and scholarship awards, salaries and benefits, and materials and supplies. Non-operating revenues and expenses include activities that have the characteristics of non-exchange transactions, such as 1) local property taxes, 2) state appropriations, 3) most federal, state and local grants and contracts, and federal appropriations, and 4) gifts and contributions.

Net Position: Net position represents the difference between assets and liabilities. "Net investment in capital assets", consists of capital assets, net of accumulated depreciation, reduced by any outstanding balances of any borrowings, used for the acquisition, construction or improvement of those assets. Significant unspent proceeds are reported as restricted. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Amounts restricted for working cash are imposed by enabling legislation. However, legislation allows for procedures to abolish this fund and remove those restrictions. Amounts restricted for operations and maintenance are imposed by enabling legislation.

Note 1. Operation and Significant Accounting Policies (Continued)

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the College first applies restricted resources.

Deferred outflows/inflows: In addition to assets, the statement of net position will sometimes report a separate section of deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. At this time, the College has one item that qualifies for reporting in this category.

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

Use of estimates: The preparation of financial statements, in conformity with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Property taxes: Property taxes are recognized as a receivable at the time they are levied and the current taxes receivable represent the 2015 levy. Property tax revenue recorded on the financial statements relates to the 2014 and 2015 levies. Property taxes are levied each year on all taxable real property in the College District. Property taxes are certified on or before the last Tuesday in December and are attached as an enforceable lien on the property as of the preceding January 1. These taxes become due and collectible in 2015 or 2016, respectively, and are collected by the county collectors in the College District who in turn remit to the College its respective share. An allowance is provided for uncollectible taxes.

Student Tuition and Fees: Student tuition and fees include all such items assessed against students for educational and service purposes.

College Bookstores Inventory: Inventories of the College bookstores are stated at the lower of cost (first-in, first-out) or market (net realizable value).

Compensated Absences: Vacation leave is accrued as a liability as it is earned. Sick leave benefits are not payable upon retirement or termination.

Capital Assets: Capital assets are defined by the College as assets with an initial, individual cost of more than $5,000 and an initial useful life of one year or greater. Assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized.

Note 1. Operation and Significant Accounting Policies (Continued)

Depreciation has been provided using the straight-line method over the estimated useful lives of the respective assets. The estimated useful lives for each capital asset type are as follows:

	Years
Buildings and improvements	50
Land improvements	50
Equipment	4 - 10

The College's collection of works of art, library books, and other similar assets are not capitalized. These collections are unencumbered, held for public exhibition and education, protected, cared for, and preserved.

Capital assets are reviewed for impairment when events or changes in circumstances suggest that the service utility of the capital asset may have significantly and unexpectedly declined. Capital assets are considered impaired if both the decline in service utility of the capital asset is large in magnitude and the event or change in circumstance is outside the normal life cycle of the capital asset. Such events or changes in circumstances that may be indicative of impairment include evidence of physical damage, enactment or approval of laws or regulations or other changes in environmental factors, technological changes or evidence of obsolescence, changes in the manner or duration of use of a capital asset, and construction stoppage. The determination of the impairment loss is dependent upon the event or circumstance in which the impairment occurred. Impairment losses, if any, are recorded in the statements of revenues, expenses, and changes in net position. There were no impairment losses recorded for the year ended June 30, 2016.

Investments: Investments are stated at fair value.

Tax Status: The College is a political sub-division of the State of Illinois and has nontaxable status under the Internal Revenue Code.

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

Receivables: Student accounts receivable are reported net of any anticipated losses due to uncollectible accounts. The College considers students accounts to be past due when a student has an account balance after the payment due date for the class. Past due accounts are subject to past due letter collection efforts and are subsequently placed with third-party collection agencies and the State of Illinois Local Debt Recovery Program (LDRP). Effective June 30, 2015, the College started using a secondary collection agent in attempts to make collections prior to writing off the account. This has resulted in a larger receivable balance and an older aging of student receivables. The collectability of individual accounts is evaluated closely at the end of each fiscal year and the allowance for uncollectible accounts is adjusted to a level which, in management's judgment, is adequate to absorb potential losses inherent in the receivable portfolio.

Accounting Pronouncements: The College is applying all applicable Governmental Accounting Standards Board (GASB) pronouncements.

Note 2. Cash and Investments

Under provision of the College's investment policy, the College may invest in select securities allowed by law as set out in Illinois Compiled Statutes. A summary of allowable securities follows:

- Bonds, notes, certificates of indebtedness, treasury bills, or other securities, which are guaranteed by the full faith and credit of the United States of America.
- Bonds, notes, debentures, or other similar obligations of the United States of America or its agencies.
- Interest-bearing savings account, interest-bearing certificates of deposit, or interest-bearing time deposits, or other investments constituting direct obligations of any bank as defined by the Illinois Banking Act and only those insured by the Federal Deposit Insurance Corporation (FDIC).
- Short-term discount obligations of the Federal National Mortgage Association or in shares or other forms of security legally issuable by savings and loan associations incorporated under the laws of the State of Illinois or any other state or under the laws of the United States and only in those savings and loan associations insured by the FDIC.
- Money market mutual funds whose portfolios consist of government securities or agreements to repurchase such obligations.
- Illinois School District Liquid Asset Fund.
- Illinois State Funds Money Market Fund.
- Funds managed, operated and administered by a bank provided that the public agency has an undivided interest in the assets of the fund.
- Repurchase agreements of government securities having the meaning set out in the Government Securities Act of 1986.
- Dividends-bearing share accounts, share certificate accounts of a credit union with its principal office located in Illinois and insured by applicable law.
- Funds managed, operated, and administered by a bank.

At June 30, 2016, the College's cash and cash equivalents balances are as follows:

Depository accounts, checking and certificates of deposit	$ 35,651,972
Petty cash	13,579
Total cash and cash equivalents	35,665,551
Fiduciary funds	1,291,737
Total cash and cash equivalents	$ 36,957,288
Less: Petty cash	13,579
Total carrying amount of deposits	$ 36,943,709

Note 2. Cash and Investments (Continued)

As of June 30, 2016, the carrying amount of the College's deposits totaled $36,943,709 with a bank balance of $37,046,709. Of the $37,046,709 bank balance, $37,046,709 was covered by federal depository insurance and an Irrevocable Standby Letter of Credit as collateral held by the College's agent in the College's name. The College has no foreign currency risk for deposits at year end.

As of June 30, 2016, the College did not hold any investments.

Interest Rate Risk:

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to the change in market interest rates. The College tries to match its maturities on investments with expected cash flows. As of June 30, 2016, the College did not hold any investments.

Credit Risk:

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Investments in U.S. Government obligations and Brokered CDs are not considered to be of any credit risk since they carry the full obligation and guarantee of the U.S. Government.

Concentration of Credit Risk:

The College has no investments in any one issuer that represent 5% or more of total College's investments.

Custodial Credit Risk:

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, an entity will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

As of June 30, 2016 there are no investments with custodial credit risk as all investments are insured via an Irrevocable Standby Letter of Credit.

Foreign Currency Risk:

The College has no foreign currency risk for investments at year end.

Note 3. Liability, Protection, & Settlement Fund Expenditures

Black Hawk College had the following Liability, Protection, & Settlement Fund expenditures for the year ended June 30, 2016:

Security & safety related salaries and benefits	$ 796,080
Risk management & loss prevention	198,095
Insurance	668,301
Legal services	31,147
Security and safety related	67,459
Total Liability, Protection & Settlement Fund expenditures	$1,761,082

Note 4. Changes in Capital Assets

A summary of changes in capital assets for the year ended June 30, 2016 is as follows:

	Balance July 1, 2015	Additions	Deletions	Balance June 30, 2016
Capital assets not being depreciated				
Land	$ 927,464	$ 105,000	$ -	1,032,464
Construction in process	16,724,738	8,963,525	(18,355,535)	7,332,728
Total capital assets not being depreciated	17,652,202	9,068,525	(18,355,535)	8,365,192
Capital assets being depreciated:				
Buildings and improvements	61,269,683	18,179,036	-	79,448,719
Land improvements	7,797,959	-	-	7,797,959
Equipment	9,025,670	1,382,462	(930,359)	9,477,773
Total capital assets being depreciated	78,093,312	19,561,498	(930,359)	96,724,451
Less accumulated depreciation for:				
Buildings and improvements	18,817,408	1,407,132	-	20,224,540
Land improvements	1,184,833	155,960	-	1,340,793
Equipment	6,421,470	502,551	(927,490)	5,996,531
Total accumulated depreciation	26,423,711	2,065,643	(927,490)	27,561,864
Total capital assets being depreciated, net	51,669,601	17,495,855	(2,869)	69,162,587
Total capital assets, net	$69,321,803	$26,564,380	$(18,358,404)	$77,527,779

Note 5. Pension Plan

General Information about the Pension Plan

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

Note 5. Pension Plan (Continued)

Benefits Provided: A traditional benefit plan was established in 1941. Public Act 90-0448 enacted effective January 1, 1998, established an alternative defined benefit program known as the portable benefit package. The traditional and portable plan Tier 1 refers to members that began participation prior to January 1, 2011. Public Act 96-0889 revised the traditional and portable benefit plans for members who begin participation on or after January 1, 2011, and who do not have other eligible Illinois reciprocal system services. The revised plan is referred to as Tier 2. New employees are allowed 6 months after their date of hire to make an irrevocable election. A summary of the benefit provisions as of June 30, 2015 can be found in the System's comprehensive annual financial report (CAFR) Notes to the Financial Statements.

Contributions: The State of Illinois is primarily responsible for funding the System on behalf of the individual employers at an actuarially determined amount. Public Act 88-0593 provides a Statutory Funding Plan consisting of two parts: (i) a ramp-up period from 1996 to 2010 and (ii) a period of contributions equal to a level percentage of the payroll of active members of the System to reach 90% of the total Actuarial Accrued Liability by the end of Fiscal Year 2045. Employer contributions from "trust, federal, and other funds" are provided under Section 15-155(b) of the Illinois Pension Code and require employers to pay contributions which are sufficient to cover the accruing normal costs on behalf of applicable employees. The employer normal cost for fiscal year 2015 and 2016 respectively, was 11.71% and 12.69% of employee payroll. The normal cost is equal to the value of current year's pension benefit and does not include any allocation for the past unfunded liability or interest on the unfunded liability. Plan members are required to contribute 8.0% of their annual covered salary. The contribution requirements of plan members and employers are established and may be amended by the Illinois General Assembly.

Participating employers make contributions toward separately financed specific liabilities under Section 15-139.5(e) of the Illinois Pension Code (relating to contributions payable due to the employment of "affected annuitants" or specific return to work annuitants) and Section 15-155(g) (relating to contributions payable due to earning increases exceeding 6% during the final rate of earnings period).

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

Net Pension Liability:
At June 30, 2015, SURS reported a net pension liability (NPL) of $23,756,361,087. The net pension liability was measured as of June 30, 2014.

Employer Proportionate Share of Net Pension Liability:
The amount of the proportionate share of the net pension liability to be recognized for the College is $0. The proportionate share of the State's net pension liability associated with the College is $118,843,678 or 0.5003%. This amount should not be recognized in the financial statement. The net pension liability and total pension liability as of June 30, 2015 was determined based on the June 30, 2014 actuarial valuation rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable contributions made to SURS during fiscal year 2015.

Pension Expense:
At June 30, 2015 SURS reported a collective net pension expense of $1,994,587,170.

Employer Proportionate Share of Pension Expense:
The employer proportionate share of collective pension expense should be recognized similarly to on-behalf

Note 5. Pension Plan (Continued)

payments as both revenue and matching expenditure in the financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable contributions made to SURS during fiscal year 2015. As a result, the College recognized on-behalf revenue and pension expense of $9,978,131 for the fiscal year ended June 30, 2016.

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions
Deferred outflows of resources are the consumption of net position by the system that is applicable to future reporting periods.

SURS Collective Deferred Outflows and Deferred Inflows of Resources by Sources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 27,312,043	$0
Changes in assumption	609,393,909	0
Net difference between projected and actual earnings on pension plan investments	593,840,642	953,329,464
Total	$1,230,546,594	$953,329,464

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

Year Ending June 30	Net Deferred Outflows of Resources
2016	$154,951,326
2017	118,957,720
2018	(145,152,075)
2019	148,460,159
2020	-
Thereafter	-
Total	$277,217,130

Employer Deferral of Fiscal Year 2016 Pension Expense:
The College paid $90,687.10 in federal, trust or grant contributions for the fiscal year ended June 30, 2016. These contributions were made subsequent to the pension liability measurement date of June 30, 2015 and are recognized as Deferred Outflows of Resources as of June 30, 2016.

Note 5. Pension Plan (Continued)

Assumptions and Other Inputs

Actuarial assumptions: The actuarial assumptions used in the June 30, 2015 valuation were based on the results of an actuarial experience study for the period June 30, 2010 – 2014. The total pension liability in the June 30, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

Mortality rates were based on the RP2000 Combined Mortality Table, projected with Scale AA to 2017, sex-distinct, with rates multiplied by 0.80 for males and 0.85 for females.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return were adopted by the plan's trustees after considering input from the plan's investment consultant(s) and actuary(s). For each major asset class that is included in the pension plan's target asset allocation as of June 30, 2015, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	23%	5.77%
Private Equity	6%	9.23%
Non-U.S. Equity	19%	6.69%
Global Equity	8%	6.51%
Fixed Income	19%	1.12%
Treasury-Inflation Protected Securities	4%	1.22%
Emerging Market Debt	3%	4.61%
Real Estate REITS	4%	5.85%
Direct Real Estate	6%	4.37%
Commodities	2%	4.06%
Hedged Strategies	5%	3.99%
Opportunity Fund	1%	6.80%
Total	100%	5.02%
Inflation		3.00%
Expected Arithmetic Return		8.02%

Discount Rate: A single discount rate of 7.120% was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 7.250% and a municipal bond rate of 3.80% (based on the weekly rate closest to but not later than the measurement date of the 20-Year Bond Buyer Index as published by the Federal Reserve). The projection of cash flows used to determine this single discount rate were the amounts of contributions attributable to current plan members and assumed that

Note 5. Pension Plan (Continued)

plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the statutory contribution rates under the System's funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2072. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2072, and the municipal bond rate was applied to all benefit payments after that date.

Sensitivity of the System's Net Pension Liability to Changes in the Discount Rate: Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 7.12%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher:

1% Decrease 6.12%	Current Single Discount Rate Assumption 7.12%	1% Increase 8.12%
$28,929,333,917	$23,756,361,087	$19,470,982,362

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

Note 6. Long-Term Liabilities

A summary of changes in long-term liabilities for the year ended June 30, 2016, are as follows:

	Balance July 1, 2015	Additions	Reductions	Balance June 30, 2016	Due Within One Year
Bonds Payable	$31,620,000	$ -	$(5,040,000)	$26,580,000	$5,365,000
Unamortized premium	1,029,100	-	(331,778)	697,322	226,389
Accrued vacation	818,722	104,757	(120,000)	803,479	120,000
Early retirement	1,432,583	132,167	(63,963)	1,500,787	132,167
Total	$34,900,405	$236,924	$(5,555,741)	$29,581,588	$5,843,556

General Obligation Community College Bonds, Series 2013: On March 12, 2013, the College issued $20,000,000 in General Obligation Bonds, Series 2013A $10 million taxable and Series 2013B $10 million tax exempt, to refund short-term debt certificates of that amount. The debt certificates were issued and received by the College on December 18, 2012. The purpose of issuing these debt certificates was to use the proceeds for construction of the $15 million Health Sciences Center at the Quad Cities Campus as well as utilize the remaining $5 million to expand and renovate facilities at the East Campus and Community Education Center in Kewanee, Illinois. Principal and interest payments on the General Obligation Bonds are to be paid annually on December 1 with the final payment on December 1, 2032. Interest only payments are due June 1 of each year beginning June 1, 2013. Interest rates range from 3.00% to 4.75% over the life of the bonds.

The annual debt service requirements to maturity, including principal and interest, for the General Obligation Bonds as of June 30, 2016, are as follows:

	Principal	Interest	Total
Year ending June 30:			
2017	$ 835,000	$ 709,643	$ 1,544,643
2018	875,000	668,508	1,543,508

Note 6. Long-Term Liabilities (Continued)

2019	915,000	625,995	1,540,995
2020	960,000	581,465	1,541,465
2021	1,000,000	534,916	1,534,916
2022-2026	5,715,000	1,976,029	7,691,029
2027-2031	6,720,000	962,550	7,682,550
2032-2033	2,980,000	90,150	3,070,150
Total	$20,000,000	$6,149,256	$26,149,256

General Obligation Community College Bonds, Series 2015: On January 8, 2015, the College issued $9,355,000 in General Obligation Bonds, Series 2015. The related debt certificates were issued and received by the College on October 14, 2014. The purpose of issuing these debt certificates was to use the proceeds for $6,145,000 in construction of a new facility and $3,210,000 for a district wide technology refresh. Principal and interest payments on the General Obligation Bonds are to be paid annually on December 1 with the final payment on December 1, 2018. Interest only payments are due June 1 of each year beginning June 1, 2016. Coupon interest rates range from 3.00% to 4.00% over the life of the bonds.

The annual debt service requirements to maturity, including principal and interest, for the General Obligation Bonds as of June 30, 2016, are as follows:

	Principal	Interest	Total
Year ending June 30:			
2017	$4,530,000	$172,600	$ 4,702,600
2018	1,005,000	61,900	1,066,900
2019	1,045,000	20,900	1,065,900
Total	$6,580,000	$255,400	$6,835,400

The College is subject to a debt limitation of 2.875% of its assessed valuation of $3,668,741,551. As of June 30, 2016 the College had $78,198,998 remaining legal debt margin.

Operating Leases: The College leases space at the Illinois Employment & Training Center for $12,904 per month through February 2015, $13,229 per month from March 2015 through February 2016, and $13,554 per month from March 2016 through February 2017. Lease expense for the year ended June 30, 2016 was $160,373.

The annual requirements for operating leases as of June 30, 2016, are as follows:

Year ending June 30:	
2017	$108,433
Total operating leases	$108,433

Note 7. Early Retirement and Voluntary Separation Plans

The College has offered a number of voluntary separation and early retirement incentive plans (plans) covering individuals of specified employee groups who met stated age and service requirement, therefore the College is subject to the requirements set forth in current GASB standards. The plans generally provided benefits at the time of employee separation based upon combinations of employee age, years of continuous service, and salary. In addition, the plans provide health, vision, and dental insurance; certain plans also

Note 7. Early Retirement and Voluntary Separation Plans (continued)

offer life insurance benefits. The length of coverage varies from five years following the date of separation, up to the life of the separated participant. Some plans require retiree co-payment. Currently, 44 participants are covered under the various voluntary separation and early retirement plans. Costs related to these plans are funded on a pay-as-you-go basis. The liability was determined by factoring in the present value of projected future unit costs. The assumptions used in calculating the liability were a discount rate of 4.25%, compounded annually, a return on assets of 4.25%, compounded annually, and a decreasing health care trend rate of 4.5% to 4.0%. Mortality rates were obtained from the RP-2000 table with generational projection scale AA. It was assumed that 75% of retirees were married at retirement and that male spouses are three years older than female spouses. The recorded liability for these plans is $1,500,787 as of June 30, 2016.

Note 8. Risk Management and Insurance

The College is exposed to various risks of loss related to tort, theft, damage to or the destruction of assets, errors and omissions, injuries to employees, and natural disasters. Those risks are covered by the purchase of commercial insurance. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The College self-insures for employee medical, dental, and vision coverage through a Voluntary Employees' Beneficiary Association (VEBA). Self-insurance is in effect with a stop loss insurance arrangement that includes that includes a $145,000 maximum aggregate eligible claims expense per participant per year as well as a maximum aggregate benefit (in excess of the annual aggregate deductible per policy term) of $1,000,000. Coverage from a private insurance company is maintained for losses in excess of the aggregate stop/loss amount. All claim handling procedures are performed by an independent claims administrator.

The College establishes claims liabilities based on estimates of the ultimate cost of claims (including future claim adjustment expenses) that have been reported but not settled and of claims that have been incurred but not reported. At June 30, 2016, the amount of these liabilities was $558,000. The following represents changes in those liabilities for the College during the past three years:

	Beginning of Fiscal Year Liability	*Current Year Claims and Changes in Estimates*	*Claim Payments*	*Balance at Fiscal Year-End*
FY2014	$1,154,284	$5,568,470	$5,700,491	$1,022,263
FY2015	$1,022,263	$5,110,003	$5,227,930	$ 904,336
FY2016	$904,336	$5,187,633	$5,533,969	$ 558,000

Note 9. Commitments

The College has received a number of federal and state grants for specific purposes which are subject to review and audit by grantor agencies. Such audits may result in requests for reimbursement to granting agencies for expenditures disallowed under the terms of the grants. Based upon prior experience, the College management believes that such disallowances, if any, will not be material.

As of June 30, 2016, the College had 13 active construction contracts. The remaining commitment on these contracts as of June 30, 2016 was approximately $768,000.

Note 10. Deferred Inflows of Resources

The $43,176 of deferred inflows of resources related to grants and restricted funds reported on the Statement of Net Position/Net Assets requires the passage of time before it can be properly recognized as revenue.

Note 11. Pending Accounting Pronouncements

GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions addresses the accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. The provisions in Statement 75 are effective for fiscal years beginning after June 15, 2017. The College has not determined the effect of this Statement.

GASB Statement No. 77, Tax Abatement Disclosures requires governments that enter into tax abatement agreements to disclose the certain information about the agreements to allow readers of the financial statements to better access the revenue-generating capacity of the government. The provisions in Statement No. 77 are effective for reporting periods beginning after December 15, 2015. The College has not determined the effect of this Statement.

GASB Statement No. 80, Blending Requirements for Certain Component Units—an amendment of GASB Statement No. 14 amends the blending requirements by requiring the blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The requirements of this Statement are effective for reporting periods beginning after June 15, 2016. The College has not determined the effect of this Statement.

GASB Statement No. 82, Pension Issues–an amendment of GASB Statements No. 67, No. 68, and No. 73 addresses issues regarding the presentation of payroll related measures in requirement supplementary information, the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The requirements of this Statement are effective for reporting periods beginning after June 15, 2017. The College has not determined the effect of this Statement.

Required Supplementary Information (RSI)

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Black Hawk College
Illinois Community College District #503

Required Supplementary Information (RSI)

SURS Pension Information for the Year Ended June 30, 2016

Covered Payroll

The definition of covered payroll has been redefined in GASB Statement Number 82, Pension Issues—An Amendment of GASB Statements Number 67, Number 68 and Number 73. Below are the definitions from the glossaries of each statement.

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

GASB 82 Covered Payroll. All elements included in compensation paid to active employees on which contributions to a pension plan are based.

SCHEDULE OF SHARE OF NET PENSION LIABILITY		
BLACK HAWK COLLEGE	**FY2014**	**FY2015**
(a) Proportion Percentage of the Collective Net Pension Liability	0%	0%
(b) Proportion Amount of the Collective Net Pension Liability	$0	$0
(c) Portion of Non-employer Contributing Entities' Total Proportion of Collective Net Pension Liability associated with Employer	$117,152,029	$118,843,678
Total (b) + (c)	$117,152,029	$118,843,678
Employer DB Covered Payroll	$14,190,210	$18,264,543
Proportion of Collective Net Pension Liability associated with the Employer as a percentage of DB Covered Payroll	825.58%	650.68%
SURS Plan Net Position as a Percentage of Total Pension Liability	44.39%	42.37%

BLACK HAWK COLLEGE	**FY2014**	**FY2015**	**FY2016**
Federal, Trust, Grant and Other contribution	$100,055	$90,997	$90,687
Contribution in relation to required contribution	$100,055	$90,997	$90,687
Contribution deficiency (excess)	$0	$0	$0
Employer Covered-employee payroll	$17,235,771	$22,184,485	$21,640,911
Contributions as a percentage of covered-employee payroll	.581%	.410%	.419%

BLACK HAWK COLLEGE	**FY2014**	**FY2015**	**FY2016**
On-Behalf Payments for Community College Health Insurance Program	$105,303	$99,196	$97,783

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

Changes of benefit terms.

There were no benefit changes recognized in the Total Pension Liability as of June 30, 2015.

Changes of assumptions.

In accordance with Illinois Compiled Statutes, an actuarial review is to be performed at least once every three years to determine the reasonableness of actuarial assumptions regarding the retirement, disability, mortality, turnover, interest and salary of the members and benefit recipients of SURS. An experience review for the years June 30, 2010 to June 30, 2014 was performed in February 2015, resulting in the adoption of new assumptions as of June 30, 2015.

- Mortality rates. Change from the RP 2000 Mortality table projected to 2017, sex distinct, to the RP-2014 mortality tables with projected generational mortality improvement. Change to a separate mortality assumption for disabled participants.
- Salary increase. Change assumption to service-based rates, ranging from 3.75 percent to 15.00 percent based on years of service, with underlying wage inflation of 3.75 percent.
- Normal retirement rates. Change to retirement rates at ages younger than 60, age 66, and ages 70-79 to reflect observed experiences.
- Early retirement rates. Change to a slight increase to the rates at ages 55 and 56.
- Turnover rates. Change to produce lower expected turnover for members with less than 10 years of service and higher turnover for members with more than 10 years of service than the currently assumed rates.
- Disability rates. Decrease rates and have separate rates for males and females to reflect observed experience.
- Dependent assumption. Main the current assumption on marital status that varies by age and sex and the assumption that males are three years older than their spouses.

Statistical Section (Unaudited)

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Black Hawk College
Illinois Community College District #503

Statistical Narrative

This section of the College's comprehensive annual financial report presents detailed statistical information as a context for understanding information in the financial statements, note disclosures, and required supplementary information in relation to the overall financial health of the institution.

Contents

Financial Trends
These schedules contain trend information to help the reader understand how the College's financial performance and well-being have changed over time.

Revenue Capacity
These schedules contain information to help the reader assess the College's most significant local revenue sources, tuition and fees, state funding, and property taxes.

Debt Capacity
These schedules present information to help the reader assess the affordability of the College's current levels of outstanding debt and the ability to issue additional debt in the future.

Demographic and Economic Information
These schedules offer demographic and economic indicators to help the reader understand the environment within which the College's financial activities take place.

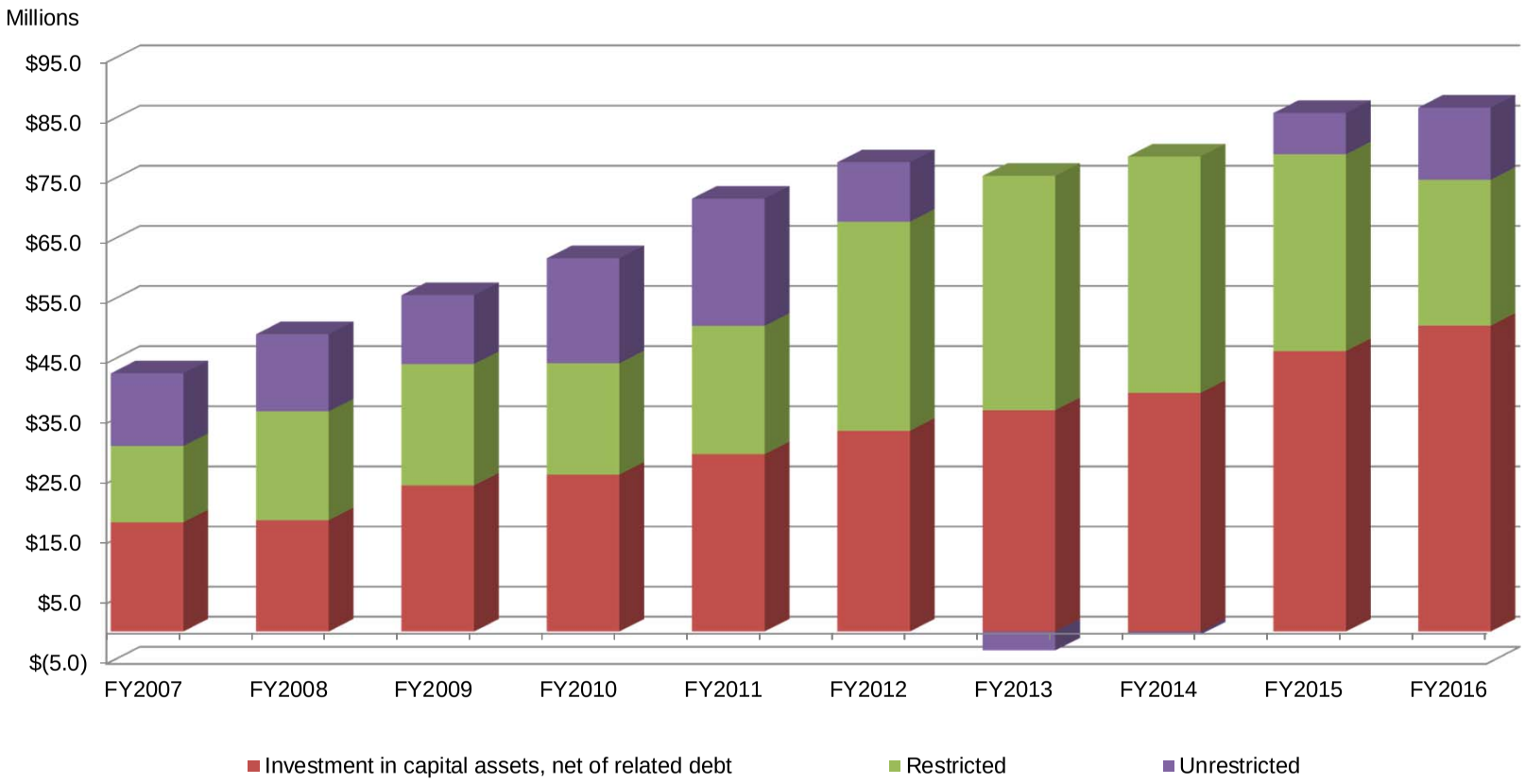
Operating Information
These schedules contain service and infrastructure data to help the reader understand how the information in the College's financial report relates to the services the College provides and the activities it performs.

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

Black Hawk College
Illinois Community College District No. 503

Schedule of Net Position by Component
FY2007 through FY2016

	FY2007	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016
Net investment in capital assets	$ 18,158,170	$ 18,504,208	$ 24,287,182	$ 26,107,509	$ 29,495,572	$ 33,387,782	$ 36,808,792	$ 39,682,320	$ 46,629,046	$ 50,857,049
Restricted	12,698,405	18,116,477	20,212,636	18,508,373	21,347,889	34,787,857	38,975,554	39,325,155	32,748,174	24,284,047
Unrestricted	12,083,254	12,826,789	11,442,187	17,464,461	21,158,239	9,871,444	(3,108,137)	(463,684)	6,860,226	12,006,123
Total net position	$ 42,939,829	$ 49,447,474	$ 55,942,005	$ 62,080,343	$ 72,001,700	$ 78,047,083	$72,676,209	$ 78,543,791	$ 86,237,446	$ 87,147,219



Source: College audited financial statements.

Black Hawk College
Illinois Community College District No. 503

Schedule of Changes in Net Position
FY2007 through FY2016

	FY2007	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016
Operating Revenues:										
Student tuition and fees, net of allowance	$ 6,589,369	$ 6,830,918	$ 6,563,186	$ 6,999,903	$ 7,916,703	$ 6,609,902	$ 7,613,048	$ 7,624,251	$ 7,900,764	$ 7,326,527
Sales, service, and rental of facilities	3,422,932	3,456,655	3,024,705	3,104,115	2,992,034	2,481,502	2,236,204	2,233,506	2,430,045	1,944,753
Tuition chargeback	38,421	(1,702)	-	-	-	-	-	-	-	-
SURS contribution provided by state	1,486,613	1,954,642	2,513,078	3,881,957	4,293,814	5,373,730	7,535,508	8,068,818	-	-
Other operating revenue	28,532	5,705	6,901	12,576	3,680	2,486	-	-	-	-
Total operating revenue	11,565,867	12,246,218	12,107,870	13,998,551	15,206,231	14,467,620	17,384,760	17,926,575	10,330,809	9,271,280
Operating expenses:										
Instruction	13,002,230	13,417,138	13,071,503	13,177,063	13,787,062	13,973,024	19,814,071	18,609,563	15,128,229	17,724,388
Academic support	3,829,341	4,214,199	4,344,918	4,359,360	3,950,163	5,127,170	6,244,734	6,272,580	5,874,310	5,983,041
Student services	3,174,670	3,151,038	3,022,823	3,083,006	3,595,126	3,485,166	4,265,652	4,300,131	4,210,904	4,549,668
Public service	2,776,572	2,603,870	2,327,188	2,393,896	1,840,080	1,977,739	1,879,087	2,122,000	2,477,612	2,086,257
Auxiliary services	3,480,656	3,567,023	3,265,960	3,472,459	3,766,883	3,706,401	3,823,167	3,765,785	3,617,263	3,002,230
Institutional support	9,172,580	7,147,272	6,843,449	8,700,444	9,345,604	9,215,268	10,346,257	9,025,272	7,732,965	8,651,774
Scholarships, student grants and waivers	3,863,985	3,798,739	3,456,874	4,197,498	3,748,071	2,747,946	2,401,499	2,615,325	2,665,004	861,859
SURS contribution provided by state	1,486,613	1,954,642	2,513,078	3,881,957	4,293,814	5,373,730	-	-	-	-
Operation of physical facilities	3,463,281	4,202,026	4,454,574	4,083,672	4,792,520	4,920,249	4,232,592	5,346,628	8,948,305	6,308,416
Loss on disposal of equipment	33,979	5,097	7,409	1,308,112	22,464	5,451	16,664	762,732	-	2,869
Depreciation	1,385,121	1,453,453	1,788,953	1,200,030	1,298,115	1,419,276	1,601,385	1,740,162	1,830,003	2,065,643
Total operating expenses	45,669,028	45,514,497	45,096,729	49,857,497	50,439,902	51,951,420	54,625,108	54,560,178	52,484,595	51,236,145
Operating (loss)	(34,103,161)	(33,268,279)	(32,988,859)	(35,858,946)	(35,233,671)	(37,483,800)	(37,240,348)	(36,633,603)	(42,153,786)	(41,964,865)
Non-operating revenues (expenses)										
Property taxes	14,151,090	16,212,834	17,816,536	18,140,565	18,692,853	19,171,402	19,119,399	19,462,491	19,623,307	20,316,292
Personal property taxes	-	-	1,365,164	1,104,407	1,432,216	1,317,537	1,346,184	1,361,828	1,464,594	1,340,818
State government sources	14,370,178	14,154,600	11,653,779	11,076,974	11,697,372	10,578,684	9,562,931	10,192,344	19,205,104	13,134,693
Federal government sources	6,922,766	7,499,337	7,050,847	10,110,004	11,941,906	10,875,102	10,099,071	9,995,924	9,290,411	7,733,197
Investment earnings	1,076,367	893,351	927,444	1,079,642	1,304,926	1,118,105	848,082	286,520	259,842	232,346
Other sources	1,681,982	1,652,625	1,441,102	1,200,272	846,037	1,046,866	1,281,102	2,025,129	832,131	838,648
Interest expense	(482,810)	(636,823)	(771,482)	(714,580)	(760,282)	(578,513)	(778,726)	(923,106)	(827,948)	(721,356)
Total non-operating revenues (expenses)	37,719,573	39,775,924	39,483,390	41,997,284	45,155,028	43,529,183	41,478,043	42,401,130	49,847,441	42,874,638
Change in net position	$ 3,616,412	$ 6,507,645	$ 6,494,531	$ 6,138,338	$ 9,921,357	$ 6,045,383	$ 4,237,695	$ 5,767,527	$ 7,693,655	$ 909,773

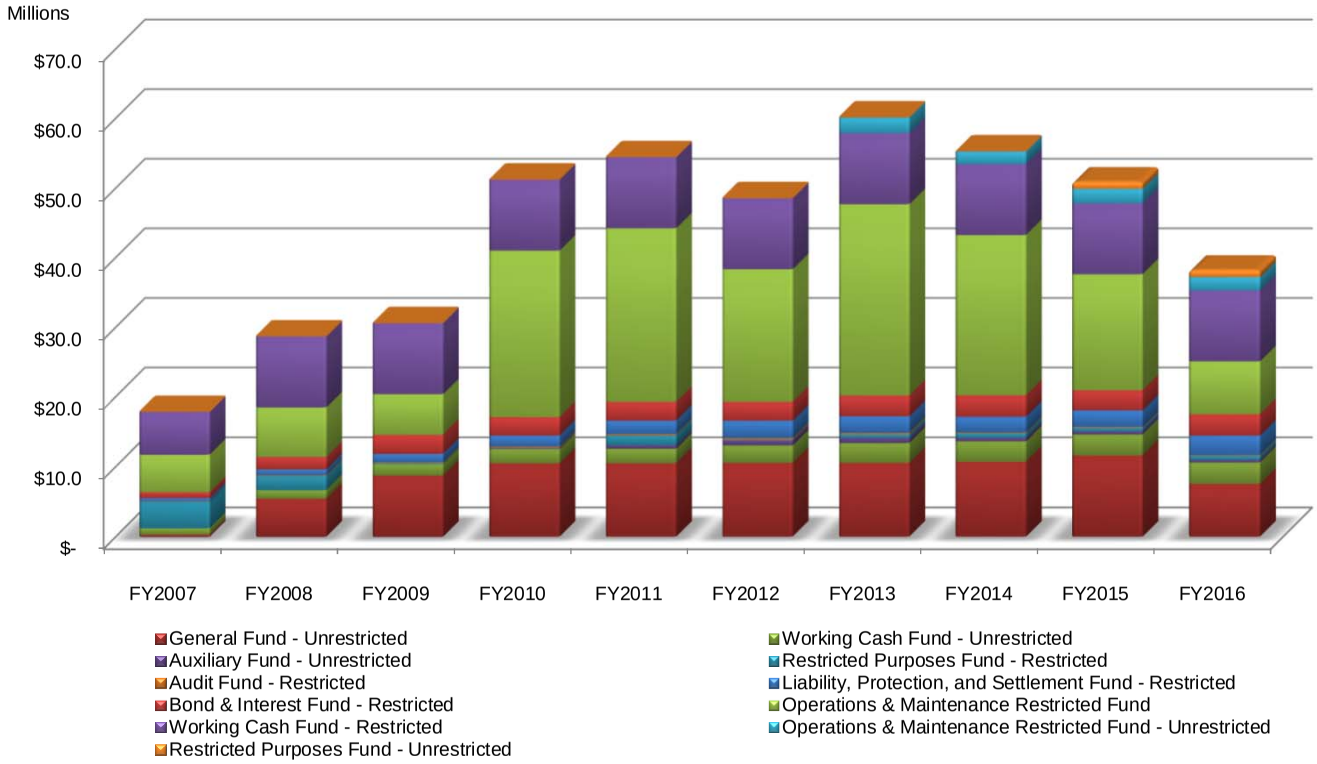
Note:
1. Beginning FY2013 SURS contribution provided by state allocated among exisiting operating expense functions

Source: Black Hawk College Audited Financial Statements

Black Hawk College
Illinois Community College District No. 503

Schedule of Fund Balance by Fund
FY2007 through FY2016

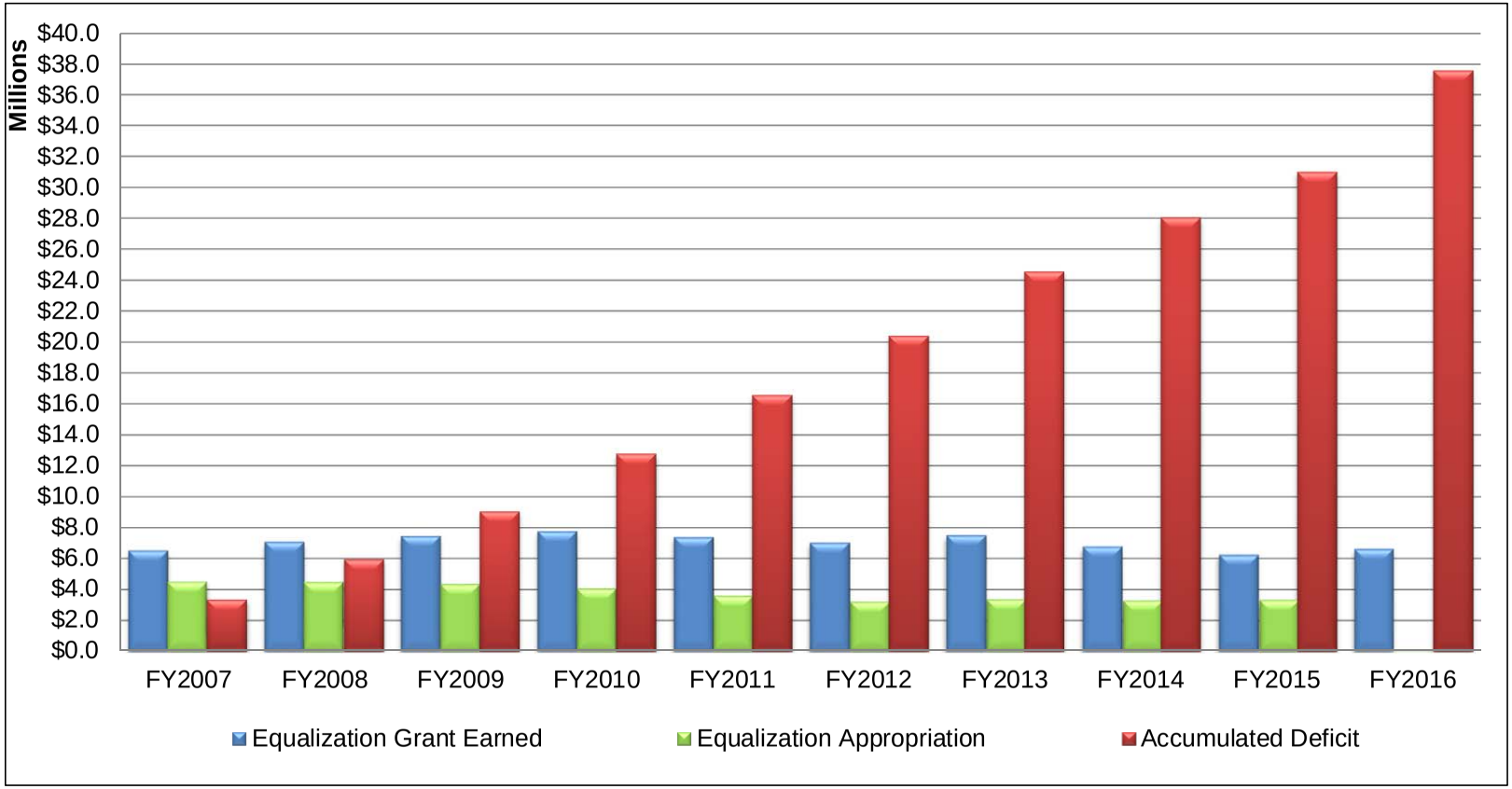
	FY2007	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016
General Fund - Unrestricted	$ 270,482	$ 5,410,451	$ 8,697,966	$ 10,458,459	$ 10,458,459	$ 10,512,321	$ 10,512,321	$ 10,682,400	$ 11,591,965	$ 7,534,940
Working Cash Fund - Unrestricted	924,742	1,219,790	1,625,794	2,046,194	2,081,546	2,496,165	2,848,633	2,912,562	2,978,247	3,044,065
Auxiliary Fund - Unrestricted	(166,048)	(132,271)	(74,423)	143,703	495,505	702,675	711,344	477,896	458,386	377,799
Restricted Purposes Fund - Restricted	3,752,088	2,026,420	137,064	37,322	1,393,815	94,284	495,369	632,447	487,716	556,420
Restricted Purposes Fund - Unrestricted	-	-	-	-	-	-	-	-	1,000,000	1,000,000
Audit Fund - Restricted	77,900	97,557	122,132	150,245	172,765	211,908	200,222	135,278	113,676	104,536
Liability, Protection, and Settlement Fund - Restricted	465,822	829,358	1,227,502	1,573,022	1,952,072	2,521,853	2,402,140	2,265,040	2,386,897	2,798,225
Bond & Interest Fund - Restricted	830,675	1,765,269	2,702,182	2,642,136	2,704,975	2,721,699	2,973,723	3,079,546	2,909,841	3,048,701
Operations & Maintenance Restricted Fund	5,367,730	7,093,683	5,829,566	23,911,458	24,930,072	19,043,923	27,508,249	23,018,654	16,655,854	7,581,975
Operations & Maintenance Restricted Fund - Unrestricted	-	-	-	-	-	-	2,254,612	1,808,396	2,065,594	1,933,844
Working Cash Fund - Restricted	6,094,190	10,194,190	10,194,190	10,194,190	10,194,190	10,194,190	10,194,190	10,194,190	10,194,190	10,194,190
Total Fund Balance	$17,617,581	$28,504,447	$30,461,973	$51,156,729	$54,383,399	$48,499,018	$60,100,803	$55,206,409	$50,842,366	$38,174,695



Note: Excludes Investment in Plant and General Long Term Debt funds.
Source: College audited financial statements.

Black Hawk College
Illinois Community College District No. 503

State Equalization Grant Funding History & Accumulated Deficit
FY2007 through FY2016

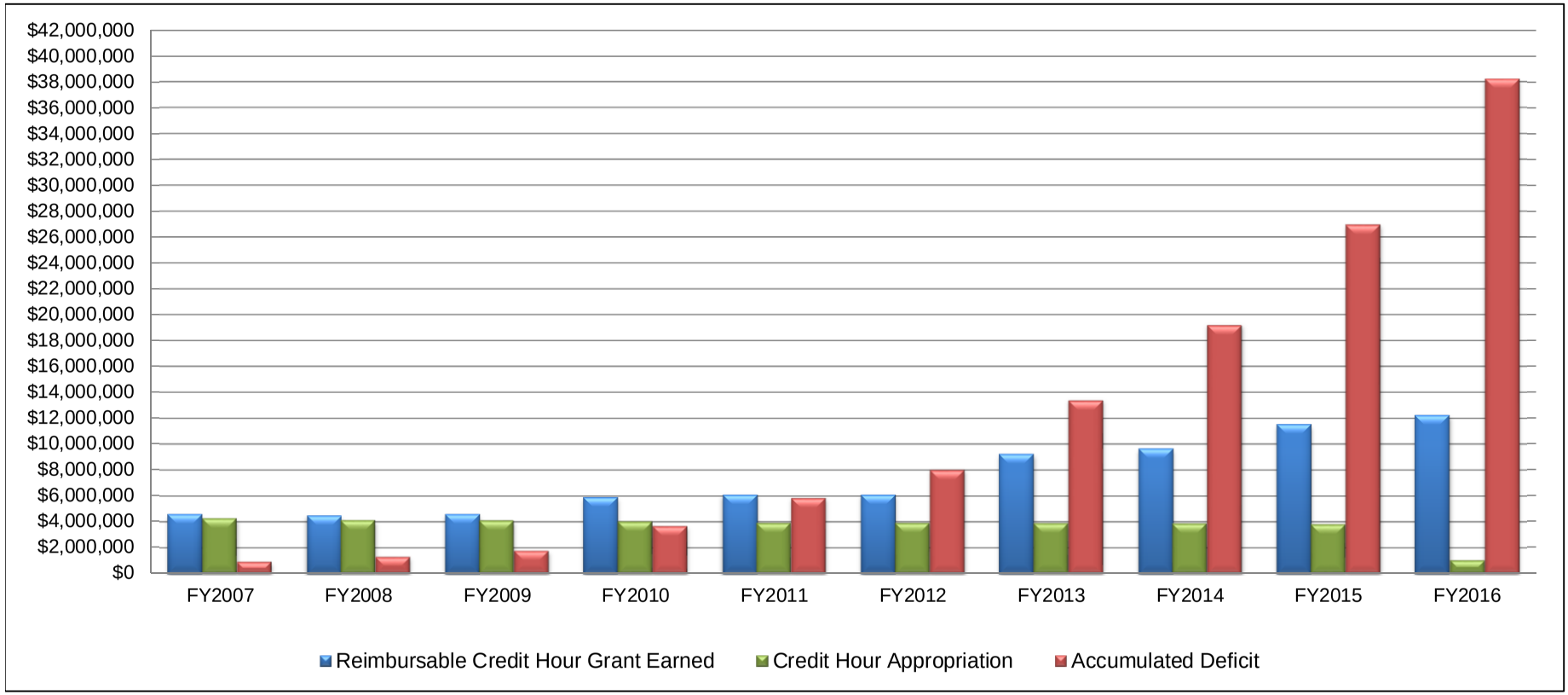


	FY2007	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016
Equalization Grant Earned	$ 6,523,581	$ 7,082,701	$ 7,446,929	$ 7,758,564	$ 7,372,057	$ 7,028,293	$ 7,500,478	$ 6,768,524	$ 6,238,384	$ 6,614,329
Equalization Appropriation	4,488,540	4,471,959	4,341,024	4,038,587	3,576,700	3,187,173	3,348,294	3,264,676	3,310,856	50,000
Annual Deficit	(2,035,041)	(2,610,742)	(3,105,905)	(3,719,977)	(3,795,357)	(3,841,120)	(4,152,184)	(3,503,848)	(2,927,528)	(6,564,329)
Accumulated Deficit	**$ 3,353,630**	**$ 5,964,372**	**$ 9,070,277**	**$ 12,790,254**	**$ 16,585,611**	**$ 20,426,731**	**$ 24,578,915**	**$ 28,082,763**	**$ 31,010,291**	**$ 37,574,620**
Percentage Received	**68.80%**	**63.14%**	**58.29%**	**52.05%**	**48.52%**	**45.35%**	**44.64%**	**48.23%**	**53.07%**	**0.76%**

Source: ICCB System's Operating Budgets

Black Hawk College
Illinois Community College District No. 503

State Credit Hour Grant Funding History & Accumulated Deficit
FY2007 through FY2016



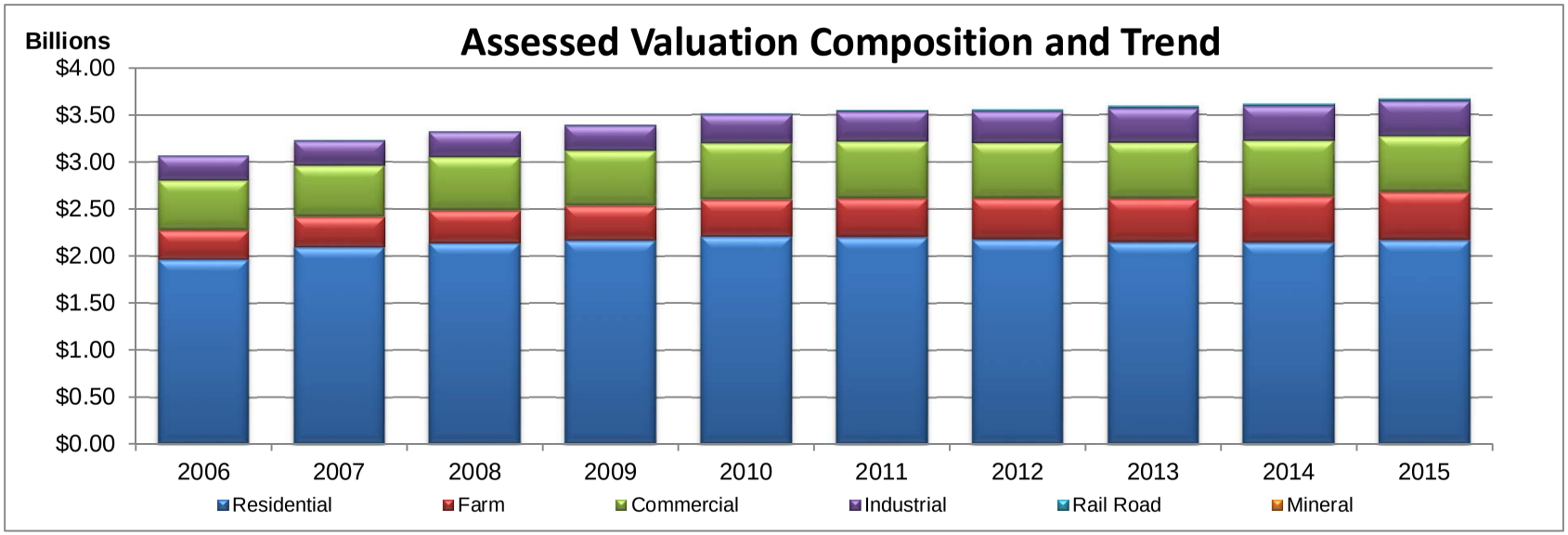
	FY2007	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016
Reimbursable Credit Hour Grant Earned	$ 4,626,651	$ 4,523,139	$ 4,608,756	$ 5,936,036	$ 6,125,709	$ 6,125,709	$ 9,276,633	$ 9,701,085	$ 11,564,377	$ 12,262,006
Credit Hour Appropriation	4,297,173	4,142,317	4,123,492	4,027,875	3,923,273	3,923,273	3,917,264	3,897,853	3,831,110	1,051,469
Annual Deficit	(329,478)	(380,822)	(485,264)	(1,908,161)	(2,202,436)	(2,202,436)	(5,359,369)	(5,803,232)	(7,733,267)	(11,210,537)
Accumulated Deficit	**$ 959,887**	**$ 1,340,709**	**$ 1,825,973**	**$ 3,734,134**	**$ 5,936,570**	**$ 8,139,006**	**$ 13,498,375**	**$ 19,301,607**	**$ 27,034,874**	**$ 38,245,411**
Percentage Received	**92.88%**	**91.58%**	**89.47%**	**67.85%**	**64.05%**	**64.05%**	**42.23%**	**40.18%**	**33.13%**	**8.58%**

Source: ICCB System's Operating Budgets

Black Hawk College
Illinois Community College District No. 503

Assessed and Estimated Actual Value of Taxable Property
Tax Levy Years 2006 through 2015

	Assessed Valuation by Property Type							
Levy year	Residential	Farm	Commercial	Industrial	Rail Road	Mineral	Total Assessed Valuation	Estimated Actual Value
2006	1,962,173,095	309,548,885	531,490,526	260,706,801	7,282,286	-	3,071,201,593	9,214,526,232
2007	2,091,105,849	323,628,400	545,161,809	261,212,091	8,658,312	-	3,229,766,461	9,690,268,410
2008	2,138,725,354	345,734,151	570,868,409	266,916,159	8,197,605	-	3,330,441,678	9,992,324,266
2009	2,167,842,281	366,033,401	586,464,484	268,665,674	8,676,981	-	3,397,682,821	10,194,067,870
2010	2,204,812,845	390,730,975	600,753,081	305,756,819	10,948,746	-	3,513,002,466	10,540,061,404
2011	2,199,256,948	412,091,076	608,557,475	315,981,890	14,957,174	-	3,550,844,563	10,653,599,049
2012	2,175,310,702	435,606,505	591,923,037	335,445,784	18,466,435	-	3,556,752,463	10,671,324,521
2013	2,141,816,213	462,208,844	597,985,340	365,445,765	23,880,009	-	3,591,336,171	10,775,086,022
2014	2,141,894,538	492,617,957	592,749,727	366,962,987	25,739,504	-	3,619,964,713	10,860,980,237
2015	2,164,451,362	509,654,871	595,261,473	372,791,730	26,582,115	-	3,668,741,551	11,007,325,386



Notes:
1. Assessed value is computed by various county's clerks offices and is equal to approximately one-third of the estimated actual value.
2. The tax levy for 2015 is the most current information available
3. The total direct rate applied to tax year 2015 is $0.5598.

Sources: Bureau, Henderson, Henry, Knox, Marshall, Mercer, Rock Island, Stark, and Whiteside County Clerk's Offices

Black Hawk College
Illinois Community College District No. 503

Property Tax Extensions and Collections
Tax Levy Years 2006 through 2015

					Collected within the Fiscal Year of the Levy			Total Collections to Date	
Levy Year	Fiscal Year	Assessed Valuation	Tax Rate	Taxes Extended (Levy)	Amount	Percent of Extension	Collections in Subsequent Years	Amount	Percent of Extension
2006	2007	3,071,201,593	0.4579	14,063,032	4,678,917	33%	9,365,085	14,044,002	100%
2007	2008	3,229,766,461	0.5016	16,200,510	5,464,473	34%	10,681,197	16,145,670	100%
2008	2009	3,330,441,678	0.5356	17,837,846	5,980,833	34%	11,810,395	17,791,228	100%
2009	2010	3,397,682,821	0.5337	18,133,434	6,037,571	33%	12,046,820	18,084,391	100%
2010	2011	3,513,002,466	0.5324	18,703,225	6,123,362	33%	12,547,662	18,671,024	100%
2011	2012	3,550,844,563	0.5369	19,064,484	6,573,422	34%	12,462,381	19,035,803	100%
2012	2013	3,556,752,463	0.5403	19,217,134	6,378,931	33%	12,755,585	19,134,516	100%
2013	2014	3,591,336,171	0.5427	19,490,182	6,877,997	35%	12,469,656	19,347,653	99%
2014	2015	3,619,964,713	0.5485	19,855,507	6,971,526	35%	12,833,852	19,805,378	100%
2015	2016	3,668,741,551	0.5598	20,537,615	8,164,466	40%	-	8,164,466	40%

Notes:
1. 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.
2. The tax levy for 2015 is the most current information available.
3. The tax rates reported for the College are blended rates based on the total taxes and the total assessed valutions for all counties combined.
4. The tax rate fluctuates from year to year primarily due to the debt service requirements for General Obligation bonds.
5. Due to differences in the computational methods followed by the nine counties, portions of each of which are within the District's boundaries, there may be slight differences between the final levy amounts extended by the counties and those used for financial statement purposes.

Sources: Bureau, Henderson, Henry, Knox, Marshall, Mercer, Rock Island, Stark, and Whiteside County Clerk's Offices

Black Hawk College
Illinois Community College District No. 503

Representative Tax Rates
Tax Years 2006 through 2015

Taxing Districts	Tax Year 2006	Tax Year 2007	Tax Year 2008	Tax Year 2009	Tax Year 2010	Tax Year 2011	Tax Year 2012	Tax Year 2013	Tax Year 2014	Tax Year 2015
Black Hawk College District No. 503	$ 0.4579	$ 0.5016	$ 0.5356	$ 0.5337	$ 0.5324	$ 0.5369	$ 0.5403	$ 0.5427	$ 0.5485	$ 0.5598
Rock Island County	0.7956	0.7890	0.8480	0.8542	0.8574	0.8684	0.8872	1.0184	1.0596	1.2480
South Moline Township	0.1412	0.1416	0.1432	0.1432	0.1420	0.1318	0.1358	0.1304	0.1244	0.1232
Road & Bridge - South Moline Township	0.0058	0.0061	0.0064	0.0070	0.0070	0.0085	0.0093	0.0152	0.0160	0.0116
Road & Bridge - City of Moline	0.0042	0.0041	0.0042	0.0042	0.0042	0.0043	0.0047	0.0047	0.0048	0.0052
South Moline Township Cemetery	0.0002	0.0002	0.0002	0.0030	0.0038	0.0038	0.0038	0.0040	0.0040	0.0040
City of Moline	1.9646	2.0062	1.9966	1.9288	1.9324	1.9744	2.0268	2.0500	2.0638	2.0782
School District No. 40	5.1152	5.0586	5.0188	5.0266	5.0584	5.0600	5.0590	5.1090	5.1120	5.1594
Metropolitan Airport Authority	0.0726	0.0716	0.0734	0.0742	0.0734	0.0750	0.0750	0.0750	0.0750	0.0750
Metropolitan Transit Authority	0.1754	0.1742	0.1768	0.1812	0.1822	0.1872	0.1948	0.2054	0.2082	0.2086
Total	$ 8.7327	$ 8.7532	$ 8.8032	$ 8.7561	$ 8.7932	$ 8.8503	$ 8.9367	$ 9.1548	$ 9.2163	$ 9.4730

Note: The above table is a representative tax rate for a District property owner in Rock Island County living in the City of Moline. (Per $100 Equalized Assessed Valuation)
Source: Rock Island County Clerk's Office

Taxing Districts	Tax Year 2006	Tax Year 2007	Tax Year 2008	Tax Year 2009	Tax Year 2010	Tax Year 2011	Tax Year 2012	Tax Year 2013	Tax Year 2014	Tax Year 2015
Black Hawk College District No. 503	$ 0.4578	$ 0.5023	$ 0.5356	$ 0.5354	$ 0.5341	$ 0.5372	$ 0.5406	$ 0.5344	$ 0.5485	$ 0.5492
Henry County	0.9026	0.9069	0.8945	0.9173	0.9498	0.9270	0.9316	0.9004	0.9198	0.9567
Kewanee Township	0.1978	0.1756	0.1721	0.1735	0.1742	0.1774	0.1789	0.1832	0.1835	0.1855
Kewanee Township Road District	0.2188	0.2084	0.2179	0.2180	0.2163	0.2167	0.2168	0.2173	0.2173	0.2174
City of Kewanee	2.1251	2.7294	2.3552	2.2611	2.3865	2.4857	2.6888	2.8057	2.8519	2.8652
Kewanee Park District	1.1009	1.0474	1.0881	1.0573	1.0518	1.0692	1.0891	1.1188	1.1229	1.3777
Kewanee Library District	0.6362	0.6862	0.6965	0.7524	0.7627	0.7680	0.8065	0.7493	0.7286	0.7140
Kewanee Airport	0.0139	0.0128	0.0127	0.0116	0.0121	0.0123	0.0131	0.0133	0.0133	0.0134
Kewanee School District No. 229	4.4177	4.4650	4.5351	4.5267	4.5174	4.3535	4.0950	4.0929	4.2893	4.5990
Total	$ 10.0708	$ 10.7340	$ 10.5077	$ 10.4533	$ 10.6049	$ 10.5470	$ 10.5604	$ 10.6153	$ 10.8751	$ 11.4781

Note: The above table is a representative tax rate for a District property owner in Henry County living in the City of Kewanee. (Per $100 Equalized Assessed Valuation)
Source: Henry County Clerk's Office

Black Hawk College
Illinois Community College District No. 503

Principal Taxpayers
Most recent Year and Ten Years Ago

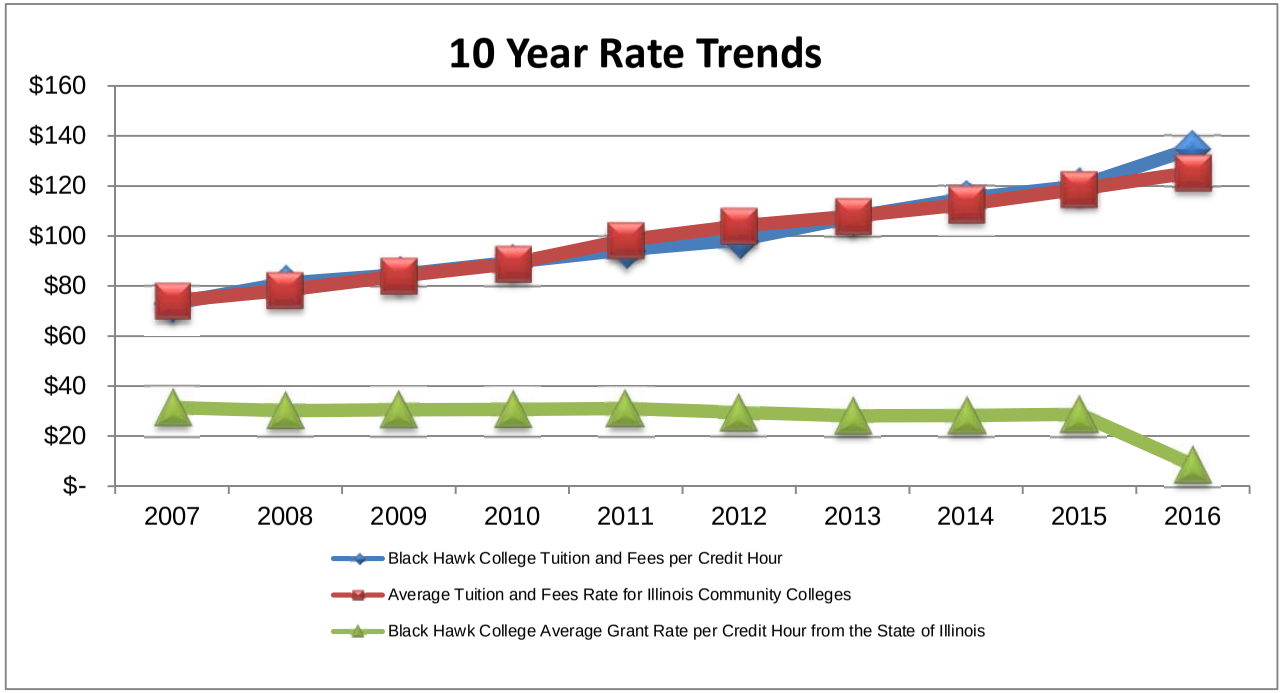
2006				2015			
Taxpayer	Equalized Assessed Valuation	Rank	Percent of District's EAV	Taxpayer	Equalized Assessed Valuation	Rank	Percent of District's EAV
Commonwealth Edison	$ 100,000,000	1	3.39%	Commonwealth Edison	$ 155,000,000	1	4.28%
Deere and Company	38,625,593	2	1.31%	Deere and Company	29,061,366	2	0.80%
SDG Macerich/Southpark Mall	12,432,427	3	0.42%	Patriot Renewable Fuels LLC	23,264,336	3	0.64%
Modern Woodmen of America	8,399,160	4	0.28%	Big River Resources Galva LLC	22,996,779	4	0.64%
Pioneer Hi-Bred Intl. Inc.	5,572,964	5	0.19%	Bishop Hill Energy LLC	22,708,466	5	0.63%
PFG Thoms Proestler Co.	5,336,516	6	0.18%	DNC Gaming/Jumers Casino	22,000,375	6	0.61%
Barjan	4,693,660	7	0.16%	MidAmerican Renewables	10,244,435	7	0.28%
Cordova Energy Company	4,344,539	8	0.15%	SDG Macerich/Southpark Mall	9,671,831	8	0.27%
IBP Incorporated	4,130,478	9	0.14%	Modern Woodmen of America	7,692,555	9	0.21%
Heritage Plaza	3,483,519	10	0.12%	BNSF Railway Company	6,814,055	10	0.19%
	$ 187,018,856		6.34%		$ 309,454,198		8.55%

Source: Office of the County Clerk for Rock Island, Henry, Knox, Whiteside, Bureau, Mercer, Henderson, Stark, and Marshall

Black Hawk College
Illinois Community College District No. 503

Mandatory Tuition and Fees
FY2007 through FY2016

Fiscal Year	Black Hawk College Tuition and Fees per Credit Hour	Average Tuition and Fees Rate for Illinois Community Colleges	Black Hawk College Average Grant Rate per Credit Hour from the State of Illinois	Black Hawk College Total Unrestricted and Restricted Credit Hours
2007	73.00	74.04	31.36	132,392
2008	81.00	78.36	30.08	128,450
2009	84.50	84.04	30.51	124,771
2010	89.50	88.95	30.59	135,521
2011	94.50	98.26	31.08	139,479
2012	98.50	103.89	29.49	137,989
2013	107.50	107.89	28.09	135,791
2014	115.00	112.65	28.25	129,755
2015	120.00	118.77	28.74	120,297
2016	135.00	125.42	8.57	107,308



Source: College records and ICCB Tuition and Fee data.

Black Hawk College
Illinois Community College District No. 503

Ratio of Outstanding Debt by Type
FY2007 through FY2016

Fiscal Year	General Obligation Bonds	Installment Contracts	Total Outstanding Debt	Estimated Actual Taxable Property Value	Percentage of Actual Value	Total Outstanding Debt Per Capita
2007	8,600,000	60,995	8,660,995	9,214,526,232	0.094%	32.83
2008	15,380,000	24,560	15,404,560	9,690,268,410	0.159%	58.39
2009	12,210,000	-	12,210,000	9,992,324,266	0.122%	46.28
2010	27,145,000	-	27,145,000	10,194,067,870	0.266%	102.89
2011	22,600,000	-	22,600,000	10,540,061,404	0.214%	90.40
2012	17,740,000	-	17,740,000	10,653,599,049	0.167%	79.49
2013	33,557,258	-	33,557,258	10,671,324,521	0.314%	149.75
2014	28,299,231	-	28,299,231	10,775,086,022	0.263%	119.88
2015	32,649,100	-	32,649,100	10,860,980,237	0.301%	127.64
2016	27,277,322	-	27,277,322	11,007,325,386	0.248%	106.73

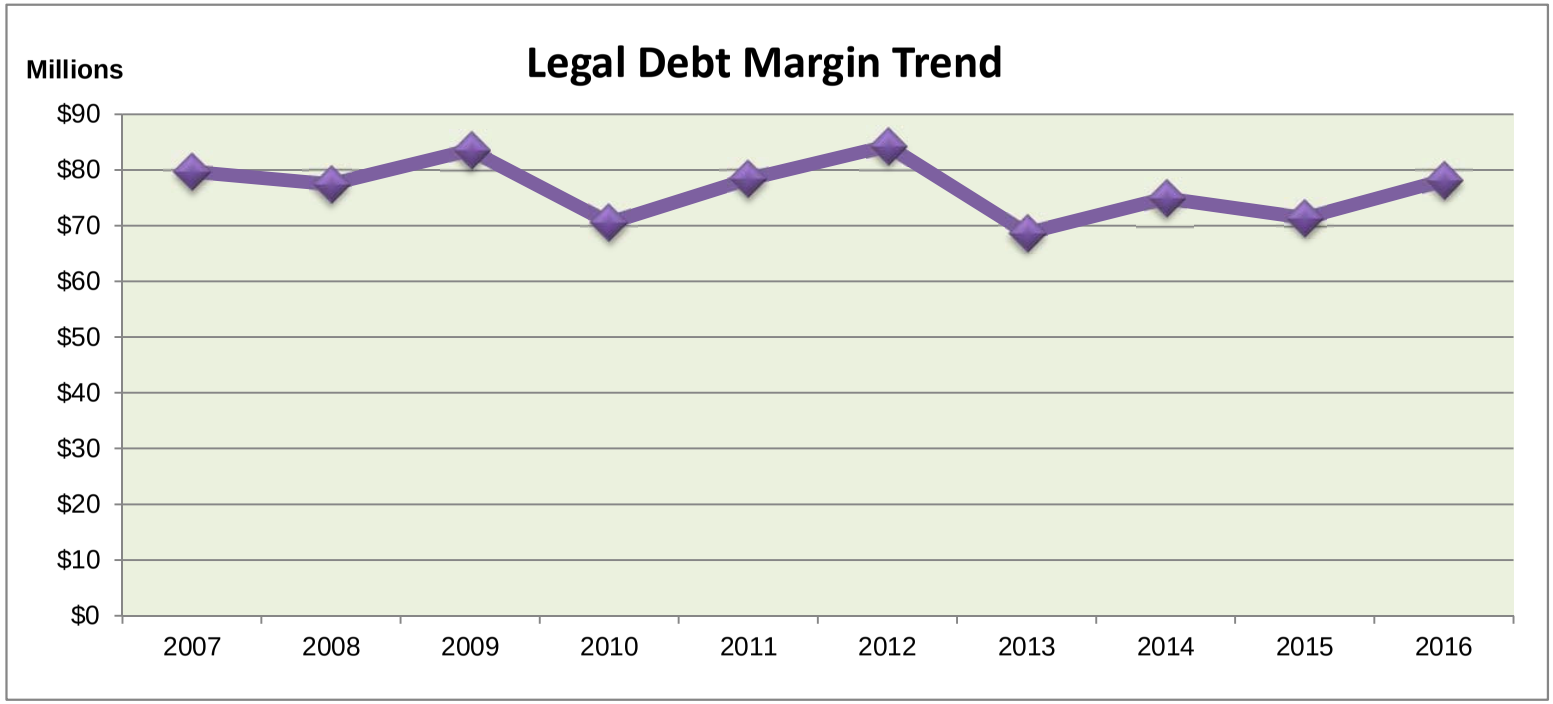
Notes:
1. Details of the College's outstanding debt can be found in the notes to the financial statements.
2. Total Outstanding Debt Per Capita is calculated by using the 2010 U.S. Census or the most recent American Community Survey population for each of the nine counties, included either in part or whole, in the district adjusted by the percentage of each counties population located within the district.
3. Estimated Actual Taxable Property Value is based on property located within the district only.

Sources: College Records, County Clerk Offices, and the 2010 U.S. Census

Black Hawk College
Illinois Community College District No. 503

Computation of Legal Debt Margin
FY2007 through FY2016

Fiscal Year	Assessed Value	Debt Limit: 2.875% of Assessed Value	Less applicable Debt: General Obligation Bonds	Legal Debt Margin
2007	3,071,201,593	88,297,046	8,600,000	79,697,046
2008	3,229,766,461	92,855,786	15,380,000	77,475,786
2009	3,330,441,678	95,750,198	12,210,000	83,540,198
2010	3,397,682,821	97,683,381	27,145,000	70,538,381
2011	3,513,002,466	100,998,821	22,600,000	78,398,821
2012	3,550,844,563	102,086,781	17,740,000	84,346,781
2013	3,556,752,463	102,256,633	33,557,258	68,699,375
2014	3,591,336,171	103,250,915	28,299,231	74,951,684
2015	3,619,964,713	104,073,985	32,649,100	71,424,885
2016	3,668,741,551	105,476,320	27,277,322	78,198,998

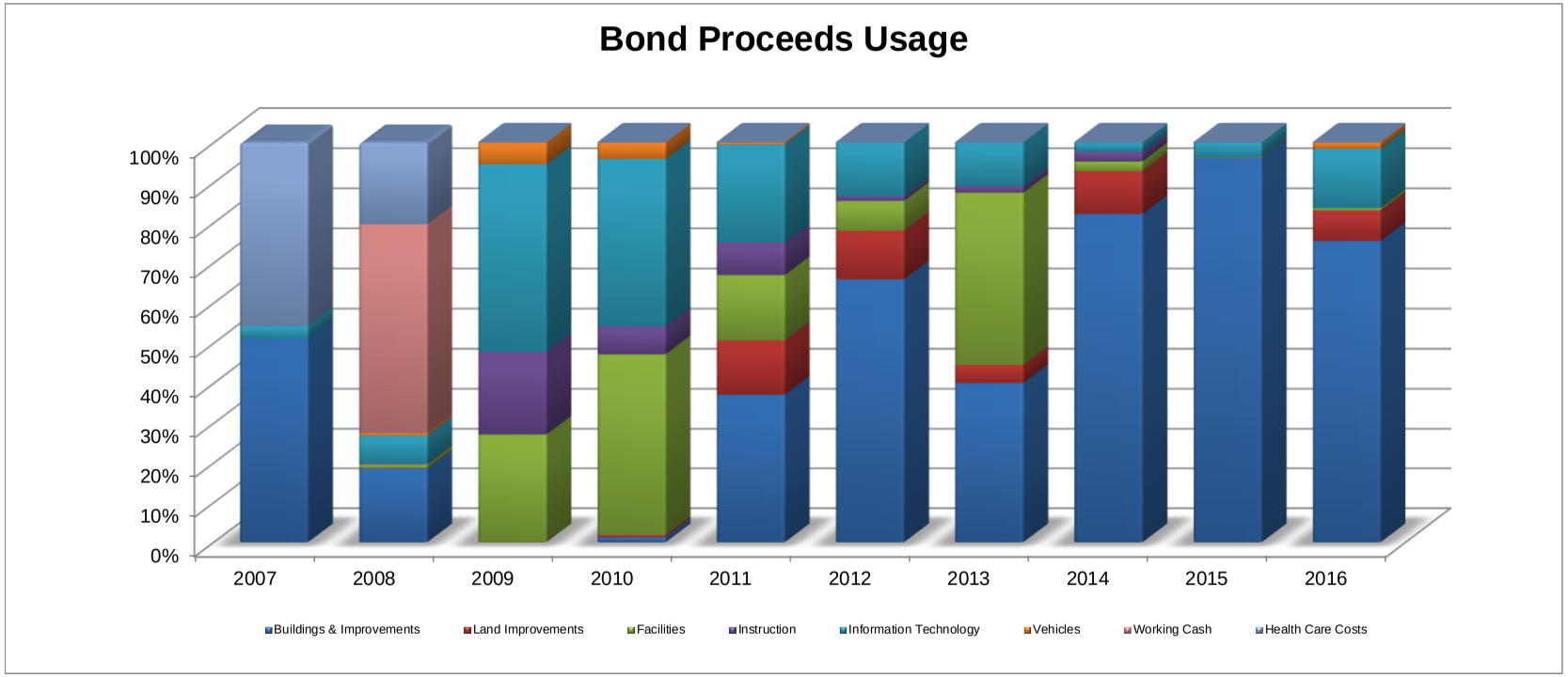


Sources: Bureau, Henderson, Henry, Knox, Marshall, Mercer, Rock Island, Stark and Whiteside County Clerk's Offices and College records

Black Hawk College
Illinois Community College District No. 503

Use of Bond Issuance Proceeds
FY2007 through FY2016

Purpose	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Buildings & Improvements	$ 1,788,579	$ 1,461,284	$ -	$ 26,604	$ 990,583	$ 4,379,666	$ 3,567,963	$ 4,159,615	$ 14,027,532	$ 7,047,573
Land Improvements	-	7,300	-	11,726	359,872	803,531	404,588	538,514	7,117	706,336
Facilities	-	68,408	511,727	972,659	434,725	494,661	3,821,944	122,738	15,566	57,498
Instruction	-	15,909	388,952	148,970	215,168	83,700	151,212	122,476	-	-
Information Technology	112,726	558,500	882,422	894,804	652,498	883,528	962,605	116,314	531,481	1,383,178
Vehicles	-	44,785	102,292	86,851	13,479	-	-	-	-	143,487
Working Cash	-	4,100,000	-	-	-	-	-	-	-	-
Health Care Costs	1,600,000	1,600,000	-	-	-	-	-	-	-	-
Total	**$ 3,501,304**	**$ 7,856,186**	**$ 1,885,392**	**$ 2,141,614**	**$ 2,666,324**	**$ 6,645,086**	**$ 8,908,312**	**$ 5,059,657**	**$ 14,581,696**	**$ 9,338,072**



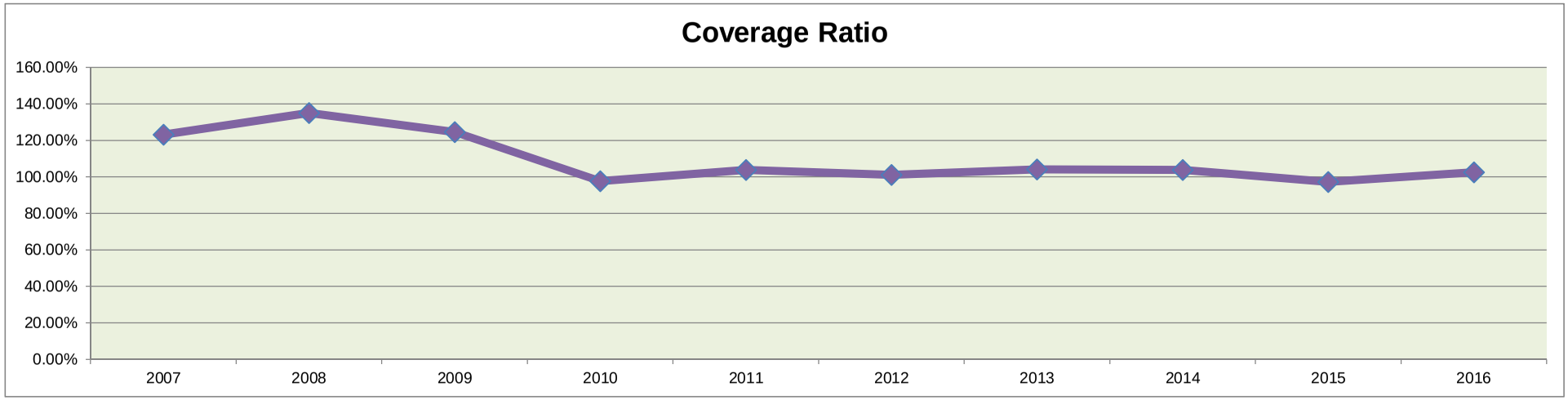
The College issued new bonds during fiscal years 2004, 2006, 2008, 2010, 2013, and 2015.
Source: College records

Black Hawk College
Illinois Community College District No. 503

Schedule of Bond Coverage
FY2007 through FY2016

General Obligation Bonds

				2004 Bonds		2006 Bonds		2008 Bonds		2010 Bonds		2013 Bonds		2015 Bonds			
Fiscal Year	Property Taxes Collected	Interest Earned	Net Revenue Available for Debt Service	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Total	Coverage Ratio
2007	1,800,339	18,863	1,819,202	1,000,000	157,513	-	319,333	-	-	-	-	-	-	-	-	1,476,846	123.18%
2008	3,214,755	31,313	3,246,068	1,220,000	115,539	600,000	323,597	-	144,337	-	-	-	-	-	-	2,403,473	135.06%
2009	4,707,582	40,115	4,747,697	1,265,000	70,395	1,700,000	228,689	205,000	341,700	-	-	-	-	-	-	3,810,784	124.59%
2010	5,466,013	62,113	5,528,126	1,315,000	20,547	2,500,000	74,479	1,250,000	306,770	-	190,117	-	-	-	-	5,656,913	97.72%
2011	5,444,629	54,878	5,499,507	-	-	-	-	4,145,000	189,039	400,000	563,349	-	-	-	-	5,297,388	103.82%
2012	5,452,396	49,787	5,502,183	-	-	-	-	3,000,000	50,000	1,860,000	528,513	-	-	-	-	5,438,513	101.17%
2013	5,895,161	1,171	5,896,332	-	-	-	-	-	-	5,025,000	419,263	-	216,257	-	-	5,660,520	104.17%
2014	6,418,164	1,040	6,419,204	-	-	-	-	-	-	5,150,000	296,366	-	734,767	-	-	6,181,133	103.85%
2015	6,165,655	923	6,166,578	-	-	-	-	-	-	5,300,000	145,242	-	729,996	-	169,551	6,344,789	97.19%
2016	6,249,283	981	6,250,264	-	-	-	-	-	-	2,265,000	28,313	-	729,996	2,775,000	294,825	6,093,134	102.58%



Note: The General Obligation Bonds are repaid from property taxes collected and interest earned accounted for in the Bond and Interest Fund.
Source: College records

Black Hawk College
Illinois Community College District No. 503

Direct and Overlapping General Obligation Bonded Debt

Issuing Taxing Districts	Amount of Outstanding Bonds	Applicable to District: Estimated Percentage	Applicable to District: Amount
Rock Island County (Public Building Commission)	$ 5,380,000	100.000%	$ 5,380,000
Henry County	-	97.964%	-
Henderson County	-	1.714%	-
Knox County	2,245,000	1.705%	38,272
Rock Island County Forest Preserve District	-	100.000%	-
Metro Airport Authority	-	100.000%	-
Hammond Henry County Hospital	-	96.510%	-
Illini Hospital	-	100.000%	-
City of Aledo	-	100.000%	-
Town of Atkinson	-	100.000%	-
Village of Cambridge	-	100.000%	-
Village of Coal Valley	-	100.000%	-
City of Colona	-	100.000%	-
City of East Moline	290,000	99.871%	289,625
City of Geneseo	-	100.000%	-
Village of Hampton	-	99.720%	-
City of Kewanee	-	100.000%	-
Village of Milan	-	99.671%	-
City of Moline	75,570,000	99.891%	75,487,942
Village of Orion	-	100.000%	-
City of Rock Island	69,035,000	99.282%	68,539,163
City of Silvis	1,100,000	99.801%	1,097,814
City of Toulon	-	100.000%	-
Kewanee Park District	2,405,000	100.000%	2,405,000
Cambridge Fire Protection District	1,225,000	100.000%	1,225,000
Coal Valley Fire Protection District	510,000	13.191%	67,276
Hampton School District Number 29	605,000	100.000%	605,000
Silvis School District Number 34	3,480,000	100.000%	3,480,000
Carbon Cliff School District Number 36	710,000	100.000%	710,000
East Moline School District Number 37	16,540,000	100.000%	16,540,000
Colona School District Number 190	685,000	100.000%	685,000
United Township High School District Number 30	3,000,000	100.000%	3,000,000
Moline School District Number 40	18,445,000	100.000%	18,445,000
Rock Island School District Number 41	39,950,000	100.000%	39,950,000

Black Hawk College
Illinois Community College District No. 503

Direct and Overlapping General Obligation Bonded Debt

Issuing Taxing Districts	Amount of Outstanding Bonds	Applicable to District Estimated Percentage	Applicable to District Amount
Riverdale School District Number 100	3,495,000	100.000%	3,495,000
Stark Community Unit School District Number 100	5,830,000	100.000%	5,830,000
Sherrard Community Unit School District Number 200	10,511,760	99.944%	10,505,829
Aledo Community Unit School District Number 201	685,000	99.620%	682,395
Westmer Community Unit School District Number 203	85,000	100.000%	85,000
Community Unit School District Number 208	7,945,000	0.180%	14,301
Orion Community Unit School District Number 223	3,940,000	100.000%	3,940,000
Galva Community Unit School District Number 224	1,125,000	100.000%	1,125,000
Alwood Community Unit School District Number 225	3,445,000	100.000%	3,445,000
Annawan Community Unit School District Number 226	900,000	89.390%	804,510
Cambridge Community Unit School District Number 227	1,235,000	100.000%	1,235,000
Geneseo Community Unit School District Number 228	16,493,327	99.975%	16,489,222
Kewanee Community Unit School District Number 229	1,000,000	99.982%	999,818
Wethersfield Community Unit School District Number 230	740,000	100.000%	740,000
RKR Community Unit School District Number 300	9,740,000	99.985%	9,738,568
Mercer Community Unit School District Number 404	2,372,900	100.000%	2,372,900
Total Overlapping General Obligation Bonded Debt			**$ 299,447,633**

Notes:
1. Percentages based on 2015 EAVs, the most recent available.

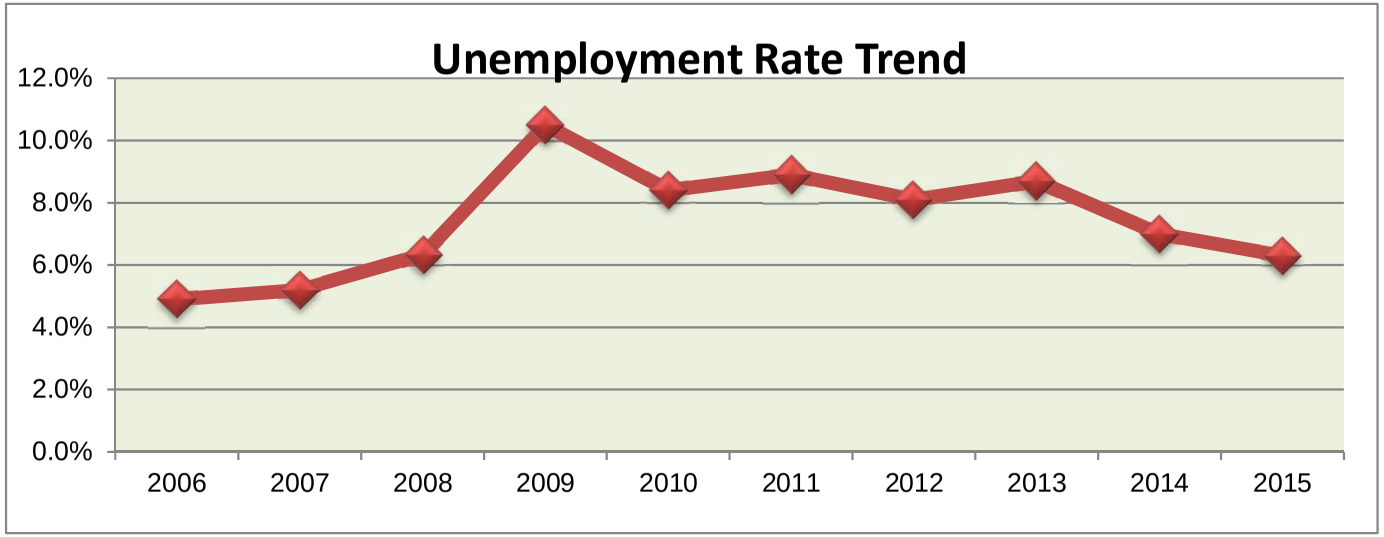
2. Excludes the following amounts of alternate revenue bonded debt, the debt service on which is expected to be paid from pledged revenues: Henry County - $480,000; Henderson County - $35,000; Knox County - $3,725,000; Rock Island Forest Preserve - $3,755,000; Metropolitan Airport Authority - $20,725,000; Hammond Henry County Hospital - $25,615,000; Illini Hospital District - $4,940,000; City of Aledo - $1,375,000; Town of Atkinson - $800,000; City of Colona - $2,750,000; Village of Coal Valley - $1,135,000; Village of Cambridge - $1,135,000; City of East Moline - $21,750,000; City of Geneseo - $10,565,000; Village of Hampton - $145,000; City of Kewanee - $11,340,000; Village of Milan - $9,660,000; Village of Orion - $1,005,000; City of Rock Island - $6,845,000; City of Silvis - $5,380,000; City of Toulon - $775,000; Kewanee PD - $750,000; Colona SD 190 - $440,000; Orion CUSD 223 - $3,345,000; Geneseo CUSD 228 - $10,520,000 and Kewanee CUSD 229 - $3,245,000.

Source: Rock Island; Henry; Mercer; Whiteside; Henderson; Knox; Bureau; Stark; and Marshall County Clerks' office.

Black Hawk College
Illinois Community College District No. 503

Demographic and Economic Statistics
Calendar Years 2006 through 2015

Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2006	388,243	12,508,175	32,217	4.9%
2007	388,514	13,346,626	34,353	5.2%
2008	387,638	14,287,025	36,857	6.3%
2009	387,122	13,914,871	35,944	10.5%
2010	386,716	14,048,864	36,329	8.4%
2011	385,151	15,044,131	39,060	8.9%
2012	383,639	15,306,015	39,897	8.1%
2013	382,037	16,180,062	42,352	8.7%
2014	379,171	14,955,202	39,441	7.0%
2015	378,352	N/A	N/A	6.3%



Notes: 1. Population reported above is the total population for all nine counties
2. 2005-2012 Per Capita Personal income is calculated by taking the average of nine counties. 2013 was calculated by taking the sum of all 9 counties person income estimates multiplied by 1,000 then, dividing this amount by the total population of the District.
3. N/A = Information Not Available at time of report

Sources: U.S. Department of Commerce Bureau of Economic Analysis
Average unemployment rate from Illinois Department of Employment Security
U.S. Census Bureau

Black Hawk College
Illinois Community College District No. 503

Principal Employers
FY2006 compared to FY2015

Rock Island County							
2006				2015			
Employer	Product/Service	Employees	Percentage of Total Employment	Employer	Product/Service	Employees	Percentage of Total Employment
Rock Island Arsenal	Defense manufacturing	6,600	9.41%	Rock Island Arsenal	Defense manufacturing	6,271	6.93%
Deere & Company	Construction and agricultural equipment	6,240	8.89%	Deere & Company	Construction and agricultural equipment	5,700	6.30%
Genesis Health Systems	Health care systems	5,000	7.13%	Unity Point-Trinity/Rock Island & Moline	Healthcare System	5,200	5.75%
Trinity Regional Health System	Health care systems	2,650	3.78%	Tyson Fresh Meats	Food Processing	2,400	5.65%
Tyson Fresh Meats	Food processing	2,400	3.42%	HyVee, Rock Island County locations	Grocery Store	1,519	1.68%
ALCOA	Aluminum Industry	2,250	3.21%	XPAC	Supply-chain Solutions Provider	1,000	1.11%
Kraft Foods North America	Manufacturing & food processing	1,600	2.28%	Walmart, Rock Island County locations	Retail	876	0.97%
MidAmerican Energy Company	Electricity generation & transmission distribution	1,060	1.51%	Moline Community School District #40	K - 12 Education	860	0.95%
AOAC Customer Services	Customer services	950	1.35%	Black Hawk College	Community College	825	0.91%
Exelon Energy	Utility energy delivery	700	1.00%	Augustana	Private Liberal Arts College	550	0.61%

Henry County							
2007				2015			
Employer	Product/Service	Employees	Percentage of Total Employment	Employer	Product/Service	Employees	Percentage of Total Employment
Henry County Public Schools	Education	1,097	3.94%	Henry County School District	Education	1,420	6.02%
Great Dane Trailers	Manufactures semi-truck trailers	550	1.98%	Great Dane Trailers	Manufactures semi-truck trailers	725	3.07%
Henry County Government (includes Hill Crest Home and Health Department)	Government	530	1.90%	Henry County Government	Government	678	2.87%
Kewanee Hospital	Health care	450	1.62%	Kewanee City Government, Park District, Health Department and Prison	Government	476	2.02%
Bomag Americas	Manufacturing	270	0.97%	OSF St. Luke Medical Center	Health Care	375	1.59%
Hammond -Henry Hospital	Health care	200	0.72%	Hammond - Henry Hospital	Health Care	303	1.28%
Walmart Supercenter	Retail	200	0.72%	Geneseo City Government & Park District	Government	298	1.26%
Wyffels Enterprises	Seed corn manufacturing	150	0.54%	Union Federal Savings & Loan	Banking	200	0.85%
Black Hawk College - East Campus	Community College	150	0.54%	KONE, Inc.	Manufacturing	190	0.81%
Boss Manufacturing	Manufactures gloves, boots & rainwear	150	0.54%	Kewanee National Guard	Government	156	0.66%

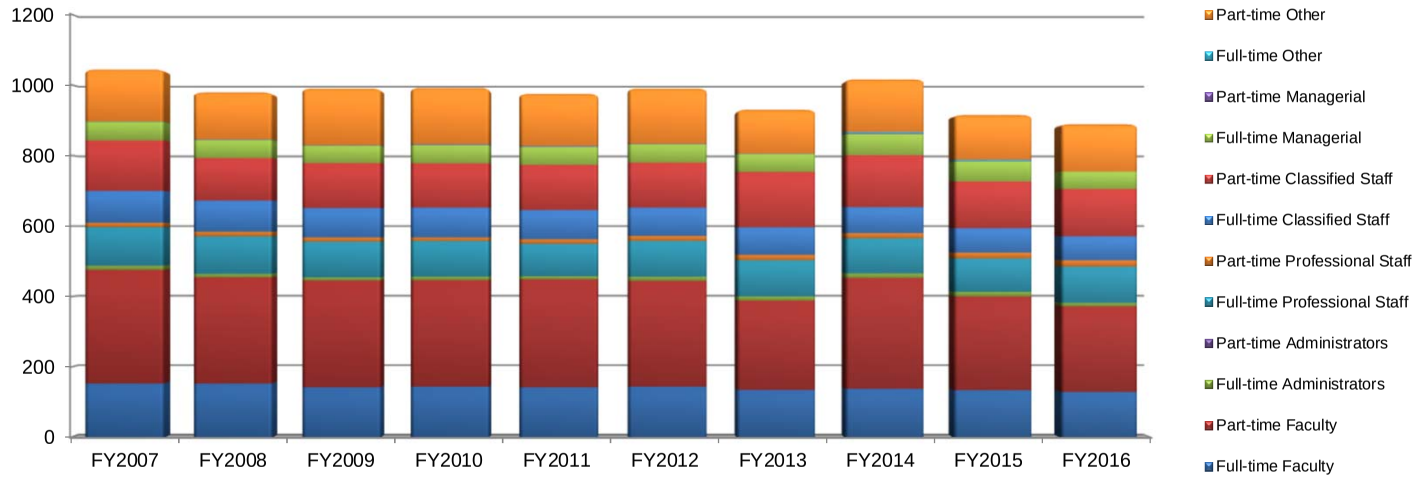
Notes:
1. The FY2007 comparable information is the most current information available from Henry County Economic Development Partnership.

Sources: Rock Island County, Illinois Annual Financial Report
Bi-State Regional Commission
Illinois Department of Employment Security (IDES)

Black Hawk College
Illinois Community College District No. 503

Faculty and Staff Headcount
FY2007 through FY2016

	FY2007	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016
Faculty										
Full-time	154	154	143	145	143	145	136	139	135	130
Part-time	322	301	303	302	306	300	253	314	266	243
Administrators										
Full-time	12	10	9	10	9	12	12	13	13	10
Part-time	0	0	0	0	0	0	0	0	0	0
Managerial										
Full-time	52	51	49	52	51	52	51	60	57	49
Part-time	0	1	1	2	2	2	1	2	1	0
Professional Staff										
Full-time	109	106	101	101	92	101	102	99	94	102
Part-time	12	13	12	10	13	14	16	15	17	18
Classified Staff										
Full-time	90	88	83	84	82	80	77	73	69	68
Part-time	143	120	127	125	128	127	157	147	132	134
Other										
Full-time	1	1	1	1	1	0	0	4	4	0
Part-time	148	133	160	159	147	156	124	149	126	134
Total Employees										
Full-time	418	410	386	393	378	390	378	388	372	359
Part-time	625	568	603	598	596	599	551	627	542	529
Grand Total	**1,043**	**978**	**989**	**991**	**974**	**989**	**929**	**1,015**	**914**	**888**

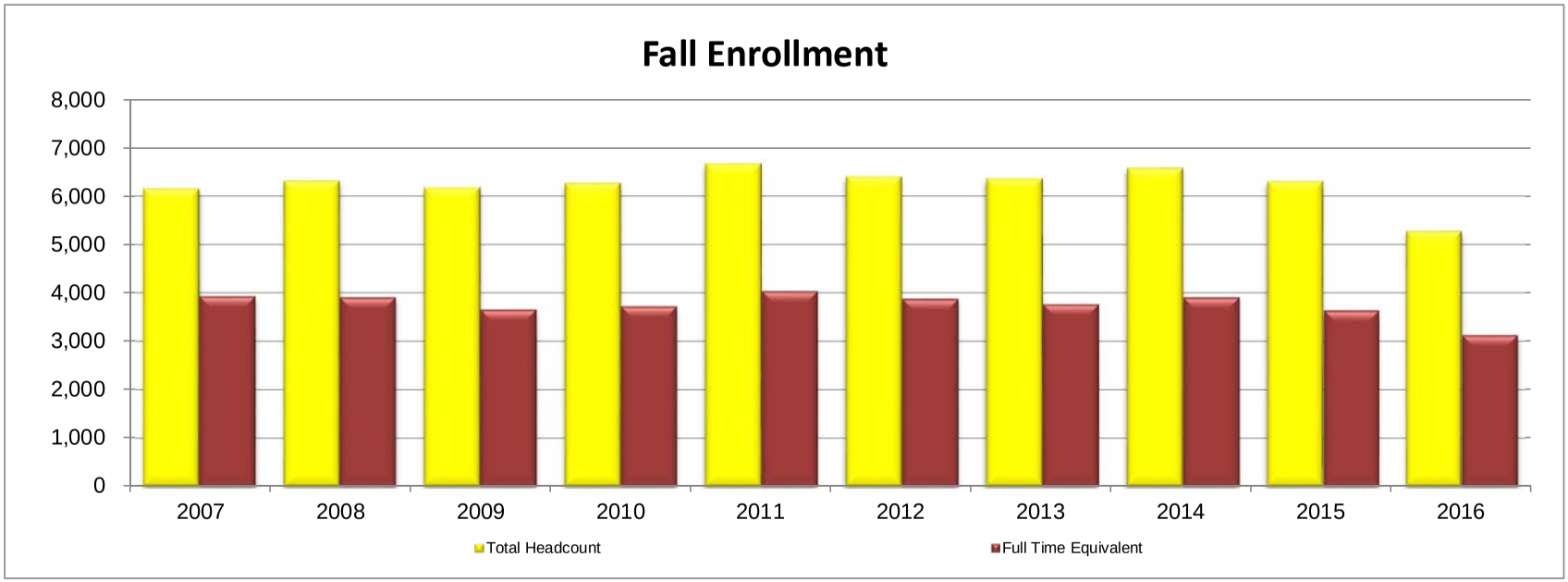


Source: ICCB Salary Survey C1 Report

Black Hawk College
Illinois Community College District No. 503

Student Enrollment Demographic Statistics
FY2007 through FY2016

	Fall Enrollment		Gender		Attendance		Enrollment Status						Age
Fiscal Year	Full Time Equivalent	Total Headcount	Male	Female	Full Time	Part Time	Continuing Student	New Student	Transfer Student	Readmit Student	Degreed	High School Student	Average Age
2007	3,932	6,151	2,386	3,765	2,953	3,198	3,297	1,286	295	1,273	NR	NR	26.9
2008	3,905	6,311	2,539	3,772	2,884	3,427	3,288	1,458	334	1,231	NR	NR	26.6
2009	3,651	6,179	2,461	3,718	2,622	3,557	3,157	1,387	306	1,329	NR	NR	27.5
2010	3,722	6,267	2,492	3,775	2,715	3,552	3,115	1,291	564	1,297	NR	NR	27.7
2011	4,031	6,677	2,746	3,931	2,940	3,737	3,218	1,429	240	1,489	301	NR	27.4
2012	3,872	6,403	2,539	3,864	2,732	3,671	3,425	1,174	286	1,250	268	NR	27.3
2013	3,761	6,360	2,594	3,766	2,631	3,729	2,150	921	373	1,949	304	663	27.2
2014	3,902	6,574	2,666	3,908	2,581	3,993	1,857	974	297	2,369	308	769	27.2
2015	3,635	6,307	2,629	3,678	2,346	3,961	1,510	912	365	2,269	271	1,089	26.2
2016	3,126	5,271	2,172	3,099	2,019	3,252	1,697	928	232	1,260	216	938	25.2



Source: ICCB E1 Report
NR = Not Recorded

Black Hawk College
Illinois Community College District No. 503

Financial Aid Recipients
FY2007 through FY2016

Type of Aid	FY2007	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016*
Federal Aid										
College Work Study	172	157	85	117	88	97	93	103	93	73
PELL Grant	2,322	2,198	2,003	2,545	3,068	3,015	2,679	2,509	2,356	1,944
SEOG	434	497	446	366	635	248	405	796	336	298
Stafford Loan - subsidized	670	709	509	456	508	722	775	645	569	453
Stafford Loan - unsubsidized	267	312	296	266	283	334	668	592	486	428
PLUS (Parent) Student Loan	13	15	13	10	15	15	12	13	14	14
Chapter 33 (a GI Bill fund)	0	0	0	40	70	79	69	78	75	75
State Aid										
MAP Grant	1,682	1,575	1,293	993	1,030	1,136	914	799	740	494
IL Veterans Grant (IVG)	215	195	154	178	151	134	131	104	81	73
National Guard	50	41	31	37	31	43	36	27	17	17
POW/MIA Dependents	12	10	7	8	6	5	5	6	7	6
DORS	17	23	10	14	23	29	28	32	45	49
Local Aid										
Private Grant/Scholarship	193	210	192	241	238	293	263	251	264	276
Achievement Awards	341	345	430	403	370	320	321	354	324	284
Foundation Scholarships	190	202	201	218	223	205	221	228	247	268
Donor Scholarships	30	34	41	112	31	25	26	107	56	16
TOTAL	**6,608**	**6,523**	**5,711**	**6,004**	**6,770**	**6,700**	**6,646**	**6,644**	**5,710**	**4,768**

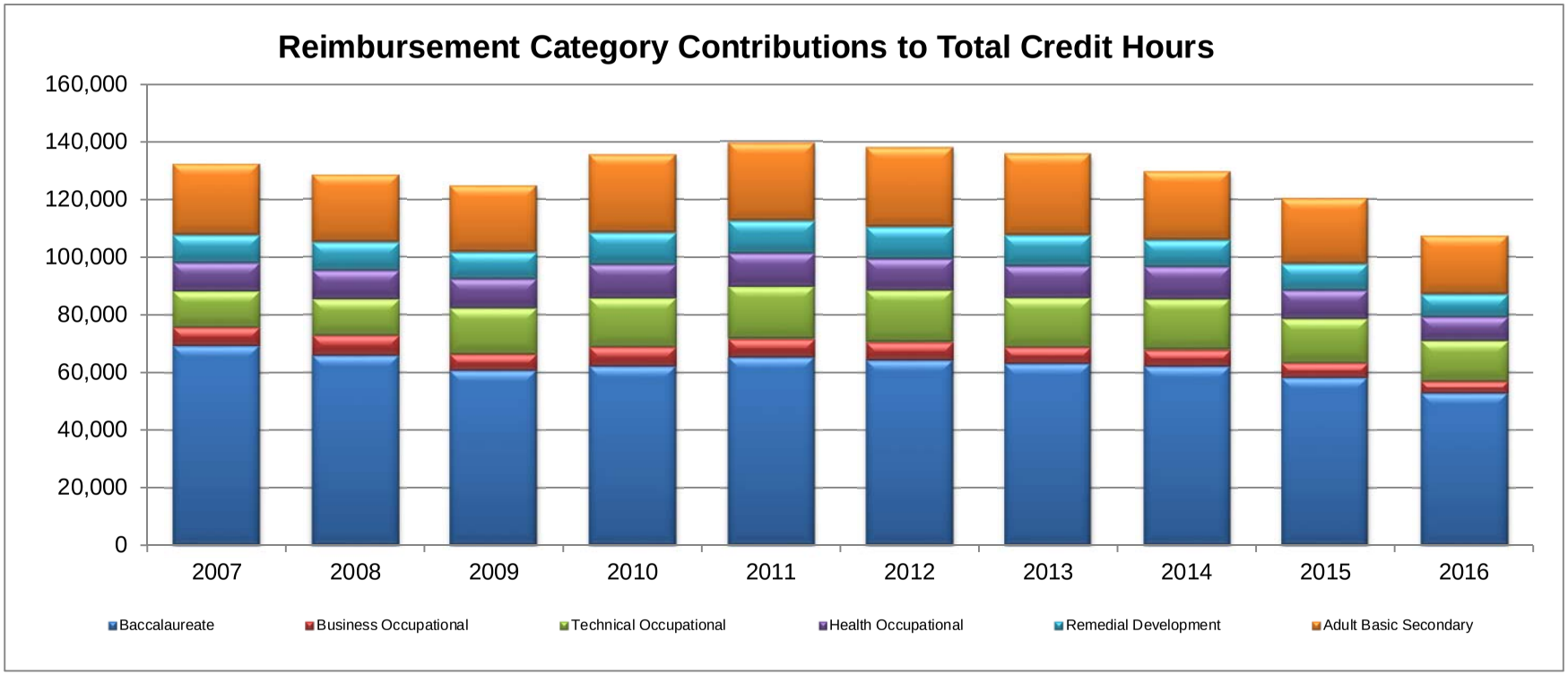
* FY2016 column reflects YTD payments through 08/22/2016, and is complete for the financial aid year with the exception of any possible late adjustments.

Source: Black Hawk College Financial Aid records.

Black Hawk College
Illinois Community College District No. 503

Credit Hours Eligible for Funding by Illinois Community College Board Reimbursement Categories
FY2007 through FY2016

Category	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	% Change 2007 vs. 2016
Baccalaureate	69,337.3	65,866.3	60,658.2	62,219.0	65,304.7	64,300.2	63,117.0	62,224.2	58,180.8	52,849.3	-23.78%
Business Occupational	6,368.6	6,976.0	5,756.6	6,633.1	6,284.3	6,177.5	5,660.4	5,604.5	5,161.9	4,095.5	-35.69%
Technical Occupational	12,550.4	12,516.8	15,920.1	16,956.0	18,238.5	17,967.3	17,165.0	17,687.1	15,326.4	13,994.2	11.50%
Health Occupational	9,888.6	10,025.6	10,119.6	11,690.7	11,510.2	11,028.1	11,012.9	11,236.6	9,826.1	8,322.5	-15.84%
Remedial Development	9,587.0	9,670.0	9,218.0	10,957.0	11,172.0	10,915.0	10,521.0	9,149.0	9,051.0	7,763.0	-19.03%
Adult Basic Secondary	24,660.5	23,395.0	23,098.0	27,065.3	26,969.0	27,600.5	28,314.9	23,853.8	22,751.2	20,283.9	-17.75%
Total	**132,392.4**	**128,449.7**	**124,770.5**	**135,521.1**	**139,478.7**	**137,988.6**	**135,791.2**	**129,755.2**	**120,297.4**	**107,308.4**	-18.95%



Note: Total credit hours includes both restricted and unrestricted credit hours.
Source: College Audited Financial Statements

Black Hawk College
Illinois Community College District No. 503

Schedule of Capital Assets - Instructional Facilities Information
FY2007 through FY2016

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Buildings - Permanent	18	19	19	19	19	19	21	21	21	23
Total acres	267.8	271.9	271.9	271.9	271.9	271.9	272.8	273.0	275.2	273.0
Net Assignable Square Feet:										
Classrooms and general use	76,251	74,977	71,702	71,968	71,831	74,429	78,033	75,935	80,797	86,218
Laboratory	97,016	130,723	128,713	128,713	129,373	131,001	137,122	140,870	138,268	154,546
Office	60,553	61,034	59,693	59,225	59,601	61,536	62,340	69,080	70,640	77,523
Study	24,307	24,491	24,307	24,307	24,307	24,873	24,873	24,873	20,095	20,043
Special use (Athletics, PE)	45,448	45,448	47,353	45,448	45,448	45,448	45,569	44,887	44,887	44,887
General use (Theater)	36,882	36,138	32,977	34,882	33,181	34,437	35,193	34,005	34,101	38,875
Support functions	31,274	29,874	29,014	29,216	29,154	32,401	33,357	35,210	36,882	39,730
Unassigned	-	-	-	-	-	-	-	2,719	3,363	940
Total	371,731	402,685	393,759	393,759	392,895	404,125	416,487	427,579	429,033	462,762
Parking capacity:										
On campus parking spots	1,826	1,920	1,920	1,920	1,920	1,920	1,935	2,004	2,004	2,004
Acres	20	21	21	21	21	21	21	22	22	22

Source: Illinois Community College Board (ICCB) Data and Characteristics book, Tables V-1 and V-4

Black Hawk College
Community College District No. 503

Miscellaneous Statistics
Year ended June 30, 2016

Year Founded	1946
District Data	
Population (approximation)	221,921

Communities served include:

Aledo	Cordova	LaFayette	Reynolds
Alpha	East Moline	Matherville	Rock Island
Andalusia	Erie	Milan	Seaton
Andover	Galva	Mineral	Sherrard
Annawan	Geneseo	Moline	Silvis
Atkinson	Hampton	Neponset	Toulon
Bishop Hill	Hillsdale	New Boston	Viola
Cambridge	Hoophole	New Windsor	Woodhull
Carbon Cliff	Joy	Orion	Wyoming
Coal Valley	Keithsburg	Port Byron	
Colona	Kewanee	Rapids City	

Accreditation
The Higher Leaning Commission
(Formerly North Central Association of Colleges and Schools)

Next accreditation visit	2023

Degree and Certificates Awarded in Fiscal Year 2016	
Associate in Arts	226
Associate in Science	129
Associate in Liberal Studies	3
Associate in Applied Science	200
Associate in Arts in Teaching	0
Associate in Fine Arts	1
Certificates	299

Source: College records

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ICCB Supplemental Information

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Black Hawk College
Illinois Community College District #503

Equalized Assessed Valuations and Tax Collections

	Tax Levy Year		
	2015	2014	2013
Equalized assessed valuations:			
Bureau County	$ 23,397,021	$ 22,712,244	$ 22,035,642
Henderson County	2,497,652	2,310,008	2,230,397
Henry County	834,232,166	826,267,674	813,367,177
Knox County	13,852,210	13,415,771	12,430,472
Marshall County	119,088	113,078	107,368
Mercer County	240,473,381	237,269,016	234,871,750
Rock Island County	2,393,046,514	2,361,621,854	2,356,301,920
Stark County	100,261,211	97,046,510	92,163,311
Whiteside County	60,862,308	59,208,558	57,828,134
	$ 3,668,741,551	$ 3,619,964,713	$ 3,591,336,171
Tax rates (per $100 of assessed valuation):			
Education Fund	0.1200	0.1200	0.1200
Operations and Maintenance Fund	0.0700	0.0700	0.0700
Bond and Interest Fund	0.1704	0.1726	0.1724
Liability, Protection, and Settlement Fund	0.0588	0.0584	0.0560
Audit Fund	0.0012	0.0008	-
Operations and Maintenance, restricted	0.0500	0.0486	0.0500
Equity	0.0894	0.0781	0.0743
	0.5598	0.5485	0.5427
Tax extensions:			
Education Fund	$ 6,465,519	$ 6,209,905	$ 6,070,723
Operations and Maintenance Fund	3,784,945	3,495,221	3,421,179
Bond and Interest Fund	6,251,536	6,248,059	6,191,464
Liability, Protection, and Settlement Fund	2,157,220	2,114,059	2,011,148
Audit Fund	44,025	28,960	-
Operations and Maintenance, restricted	1,834,371	1,759,303	1,795,668
	$ 20,537,616	$ 19,855,507	$ 19,490,182
Less tax collections (cumulative through June 30, 2016):			
Education Fund	$ 2,570,822	$ 6,194,227	$ 6,026,424
Operations and Maintenance Fund	1,504,971	3,486,396	3,396,213
Bond and Interest Fund	2,484,030	6,232,285	6,145,977
Liability, Protection, and Settlement Fund	857,755	2,108,722	1,996,472
Audit Fund	17,505	28,887	-
Operations and Maintenance, restricted	729,383	1,754,861	1,782,567
	$ 8,164,466	$ 19,805,378	$ 19,347,653
Taxes receivable:			
Tax receivable	$ 12,353,456	$ 21,323	$ -
Written off	-	(1,468)	(123,037)
Allowance for uncollectible taxes	(20,538)	(19,855)	-
	$ 12,332,918	$ -	$ (123,037)
Taxes receivable by fund:			
Education Fund	$ 3,882,030	$ -	$ -
Operations and Maintenance Fund	2,272,559	-	-
Bond and Interest Fund	3,755,262	-	-
Liability, Protection, and Settlement Fund	1,295,239	-	-
Audit Fund	26,434	-	-
Operations and Maintenance, restricted	1,101,394	-	-
	$ 12,332,918	$ -	$ -
Percentage of extensions collected	39.75%	99.75%	99.27%

Black Hawk College
Illinois Community College District #503

Schedule of Legal Debt Margin

Legal Debt Margin		
Assessed valuation, 2015 levy	$	3,668,741,551
Debt limit, 2.875% of assessed valuation	$	105,476,320
Bonded indebtedness		(27,277,322)
Legal debt margin	$	78,198,998

Black Hawk College
Illinois Community College District #503

Certification of Chargeback Reimbursement for Fiscal Year 2017

All Fiscal Year 2016 Noncapital Audited Operating Expenditures from the Following Funds

1	Education Fund	$ 29,369,014	
2	Operations and Maintenance Fund	4,119,216	
3	Operations and Maintenance Fund - restricted	-	
4	Bond and Interest Fund	-	
5	Public Building Commission Rental Fund	-	
6	Restricted Purposes Fund	10,803,932	
7	Audit Fund	46,000	
8	Liability, Protection, and Settlement Fund	1,761,082	
9	Auxiliary Enterprises Fund (Subsidy Only)	-	
10	**Total noncapital expenditures**		$ 46,099,244
11	Depreciation on capital outlay expenditures (equipment, buildings and fixed equipment) paid from sources other than state and federal funds		1,555,012
12	**Total costs included (line 10 plus line 11)**		47,654,256
13	Total certified semester credit hours for FY 2016	107,308.41	
14	**Per capita cost (line 12 divided by line 13)**		444.09
15	All fiscal year 2016 state and federal operating grants for noncapital expenditures, except ICCB grants		
16	Fiscal year 2016 state and federal grants per semester credit hour (line 15 divided by line 13)		-
17	District's average ICCB grant rate (excluding equalization grants) for fiscal year 2017		
18	District's student tuition and fee rate per semester credit hour for fiscal year 2017		147.00
19	Chargeback reimbursement per semester credit hour (line 14 less lines 16, 17 and 18)		

Approved: Steve Frommert Date: October 14, 2016

Approved: Dr. Bettie A. Tribitt Date: October 14, 2016

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ICCB Uniform Financial Statements

The Uniform Financial Statements are required by the Illinois Community College Board for the purpose of providing consistent audited data for every community college district. Regardless of the basis of accounting used for a College's balance sheet and statement of revenues and expenditures, the Uniform Financial Statements are completed using the modified accrual basis of accounting prescribed by the NCGA Statement No. 1 and related interpretations.

The Uniform Financial Statements include the following:

No. 1 – All Funds Summary
No. 2 – Summary of Fixed Assets and Debt
No. 3 – Operating Fund Revenues and Expenditures
No. 4 – Restricted Purposes Fund Revenues and Expenditures
No. 5 – Expenditures by Activity – Current Funds

Black Hawk College
Illinois Community College District #503

Uniform Financial Statement No. 1 - All Funds Summary
Year ended June 30, 2016

	Education Fund	Operation and Maintenance Fund	Bond & Interest Fund
Fund balance, beginning	$ 10,202,964	$ 1,389,001	$ 2,909,841
Revenues:			
Local tax revenue	6,462,560	3,655,053	6,237,631
All Other Local Revenue	1,208,587	134,082	-
ICCB grants	1,201,126	168,235	-
All other state revenue	9,874	-	-
Federal revenue	38,165	-	-
Student tuition and fees	15,791,270	89,086	-
All other revenue	531,478	141,689	9,256
Total revenues	25,243,060	4,188,145	6,246,887
Expenditures:			
Instruction	12,627,599	-	-
Academic support	3,716,114	-	-
Student services	2,803,697	-	-
Public service	775,183	-	-
Auxiliary services	-	-	-
Operations and maintenance	1,200	4,119,216	-
Institutional support	5,658,591	-	6,094,134
Scholarships, student grants and waivers	3,786,630	-	-
Total expenditures	29,369,014	4,119,216	6,094,134
Net transfers	-	-	(13,893)
Fund balance, end of year	$ 6,077,010	$ 1,457,930	$ 3,048,701

Operations and Maintenance - Restricted	Auxiliary Enterprises Fund	Restricted Purpose Fund	Working Cash Fund	Audit Fund	Liability, Protection, and Settlement Fund	Total
$ 18,721,448	$ 458,386	$ 1,487,716	$ 13,172,437	$ 113,676	$ 2,386,897	$ 50,842,366
1,793,317	-	-	-	36,378	2,131,353	20,316,292
-	-	-	-	-	-	1,342,669
-	-	506,199	-	-	-	1,875,560
-	-	1,173,345	-	-	-	1,183,219
-	-	7,695,032	-	-	-	7,733,197
-	197,466	638,675	-	-	-	16,716,497
111,401	2,413,888	859,385	65,818	482	41,057	4,174,454
1,904,718	2,611,354	10,872,636	65,818	36,860	2,172,410	53,341,888
202,529	-	555,120	-	-	-	13,385,248
279	-	959,529	-	-	-	4,675,922
-	-	641,929	-	-	-	3,445,626
-	-	899,884	-	-	-	1,675,067
-	2,691,941	98,860	-	-	-	2,790,801
9,546,200	-	-	-	-	793,661	14,460,277
1,375,232	-	78,453	-	46,000	967,421	14,219,831
-	-	7,570,157	-	-	-	11,356,787
11,124,240	2,691,941	10,803,932	-	46,000	1,761,082	66,009,559
13,893	-	-	-	-	-	-
$ 9,515,819	$ 377,799	$ 1,556,420	$ 13,238,255	$ 104,536	$ 2,798,225	$ 38,174,695

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Black Hawk College
Illinois Community College District #503

Uniform Financial Statement No. 2 - Summary of Capital Assets and Debt
Year ended June 30, 2016

	Capital Asset/Debt June 30, 2015	Additions	Deletions	Capital Asset/Debt June 30, 2016
Capital Assets:				
Land	$ 8,725,423	$ 105,000	$ -	$ 8,830,423
Building and improvements	61,269,683	18,179,036	-	79,448,719
Equipment	9,025,670	1,382,462	(930,359)	9,477,773
Other	16,724,738	8,963,525	(18,355,535)	7,332,728
	95,745,514	28,630,023	(19,285,894)	105,089,643
Accumulated depreciation	(26,423,711)	(2,065,643)	927,490	(27,561,864)
Total capital assets	$ 69,321,803	$ 26,564,380	$ (18,358,404)	$ 77,527,779
Capital Debt:				
Bonds payable	$ 31,620,000	-	$ (5,040,000)	$ 26,580,000
Total capital debt	$ 31,620,000	$ -	$ (5,040,000)	$ 26,580,000

Black Hawk College
Illinois Community College District #503

Uniform Financial Statement No. 3 - Operating Fund Revenues and Expenditures
Year ended June 30, 2016

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
Operating revenue by source:			
Local government:			
Local taxes	$ 6,462,560	$ 3,655,053	$ 10,117,613
Corporate personal property replacement tax	1,206,736	134,082	1,340,818
Chargeback revenue	1,851	-	1,851
	7,671,147	3,789,135	11,460,282
State government:			
ICCB credit hour grants	883,235	168,235	1,051,470
ICCB equalization grants	50,000	-	50,000
ICCB - Career and Technical Education	267,891	-	267,891
Other state revenue	9,874	-	9,874
	1,211,000	168,235	1,379,235
Federal government:			
Department of Education	30,980	-	30,980
Other	7,185	-	7,185
	38,165	-	38,165
Student tuition and fees:			
Tuition	14,683,756	-	14,683,756
Fees	1,107,514	89,086	1,196,600
	15,791,270	89,086	15,880,356
Other sources:			
Sales and service fees	433,358	6,141	439,499
Facilities revenue	28,449	114,044	142,493
Investment revenue	35,727	5,616	41,343
Other	33,944	15,888	49,832
	531,478	141,689	673,167
Total revenues	25,243,060	4,188,145	29,431,205
Less nonoperating item, tuition chargeback revenue	(1,851)	-	(1,851)
Adjusted revenues	$ 25,241,209	$ 4,188,145	$ 29,429,354

Black Hawk College
Illinois Community College District #503

Uniform Financial Statement No. 3 - Operating Fund Revenues and Expenditures (Continued)
Year ended June 30, 2016

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
Operating expenditures by program:			
Instruction	$ 12,627,599	$ -	$ 12,627,599
Academic support	3,716,114	-	3,716,114
Student services	2,803,697	-	2,803,697
Public service	775,183	-	775,183
Operations and maintenance	1,200	4,119,216	4,120,416
Institutional support	5,658,591	-	5,658,591
Scholarships, student grants and waivers	3,786,630	-	3,786,630
Total expenditures	29,369,014	4,119,216	33,488,230
Less nonoperating item, tuition chargeback	(20,571)	-	(20,571)
Transfers, net	-	-	-
Adjusted expenditures	$ 29,348,443	$ 4,119,216	$ 33,467,659
By object:			
Salaries	$ 18,509,089	$ 1,722,259	$ 20,231,348
Employee benefits	4,656,181	485,613	5,141,794
Contractual services	914,933	396,818	1,311,751
General materials and supplies	1,280,006	238,114	1,518,120
Conference and meeting expenses	154,419	2,026	156,445
Fixed charges	37,495	184,172	221,667
Utilities	2,100	1,089,562	1,091,662
Capital outlay	-	-	-
Other	3,814,791	652	3,815,443
Total expenditures	29,369,014	4,119,216	33,488,230
Less nonoperating item, tuition chargeback	(20,571)	-	(20,571)
Transfers, net	-	-	-
Adjusted expenditures	$ 29,348,443	$ 4,119,216	$ 33,467,659

Black Hawk College
Illinois Community College District #503

Uniform Financial Statement No. 4 - Restricted Purposes Fund Revenues and Expenditures
Year ended June 30, 2016

Revenues by source:	
Local government	$ -
State government:	
ICCB:	
Adult Education and Family Literacy	473,122
Early School Leaver	33,077
State Program Improvement	-
Dual Credit Enhancement	-
Illinois Veterans Grant	-
Special Populations	-
CTE Externship Grant	-
BHC Equipment Grant	63,797
Illinois Capital Development Board	
Illinois CDB Health Sciences Center Equipment	127,910
Illinois Coalition for Immigrant and Refugee Rights	
The New Americans Initiative Training	-
Illinois State Board of Education:	
Truancy and Alternative Education	174,418
Growing Agricultural Science Teachers	14,000
Illinois Department of Commerce and Economic Opportunity:	
Procurement Technical Assistance Center	-
Employer Training Investment Program	-
Digital Divide Grant	-
Illinois Department of Health & Human Services	
Department of Vocational Rehab	157,399
Illinois Department of Transportation	
Highway Construction Careers Training Program	316,034
Illinois Student Assistance Center	
Monetary Assistance Program	249,787
Secretary of State, LIFE	70,000
Total state government	1,679,544
Federal government:	
Department of Education	
Student Aid Programs:	
Federal Work Study (FWS)	126,707
Pell Grant	6,143,543
Supplemental Educational Opportunity Grant (SEOG)	75,600
Strengthening Institutions - Title III	12,251
Carl D. Perkins Vocational and Applied Technology Program	276,888
Local Programs of Study Implementation	3,519
Special Student Services	292,142
Adult Education and Family Literacy, Federal Basic Program	217,943
Adult Education English Language/Civics	35,786
Department of Labor	
TEAM	83,941
CareerLINK	75,319
Department of Health and Human Services	
Refugee Social Services	-
Other Sources:	
Department of Defense	37,000
Department of Transportation	20,000
Small Business Administration	90,429
Veteran's Administration	203,964
Total federal government	7,695,032

Black Hawk College
Illinois Community College District #503

Uniform Financial Statement No. 4 - Restricted Purposes Fund Revenues and Expenditures (Continued)
Year ended June 30, 2016

Revenues by source (Continued):		
Other sources:		
Gifts from donors for scholarships		643,746
Student Fees		638,675
Student clubs and internal restricted funds		215,639
Total other		1,498,060
Total Restricted Purposes Fund Revenues	$	10,872,636
Expenditures by program:		
Instruction	$	555,120
Academic support		959,529
Student services		641,929
Public service/continuing education		899,884
Auxiliary services		98,860
Operations and maintenance		-
Institutional support		78,453
Scholarships, student grants and waivers		7,570,157
Total expenditures by program	$	10,803,932
Expenditures by object:		
Salaries	$	1,464,516
Employee benefits		382,469
Contractual services		769,522
General materials and supplies		292,408
Conference and meeting expenses		110,900
Fixed charges		41,922
Utilities		134,396
Capital outlay		107,629
Other		7,500,170
Total expenditures by object	$	10,803,932

Black Hawk College
Illinois Community College District #503

Uniform Financial Statement No. 5 - Expenditures by Activity - Current Funds
Year ended June 30, 2016

Instruction	$	13,182,719
Academic support:		
Library center		532,236
Instructional materials center		216,258
Educational materials center		3,892
Academic computing support		1,593,646
Academic administration and planning		2,229,954
Other		99,657
Total academic support		4,675,643
Student services:		
Admissions and records		631,222
Counseling and career guidance		1,462,202
Financial aid administration		525,400
Social and cultural development		2,706
Other		824,096
Total student services		3,445,626
Public service/continuing education:		
Community education		235,977
Customized training (instructional)		276,471
Community services		923,432
Other		239,187
Total public service/continuing education		1,675,067
Auxiliary services		2,790,801
Operations and maintenance of plant:		
Maintenance		849,874
Custodial services		1,149,651
Grounds		404,071
Campus security		882,695
Utilities		1,227,509
Rental		1,675
Administration		398,602
Total operations and maintenance		4,914,077
Institutional support:		
Executive office		866,436
Fiscal operations		750,922
Community relations		1,170,351
Administrative support services		896,861
Board of Trustees		37,612
General institution		2,491,899
Administrative data processing		514,426
Other		21,958
Total institutional support		6,750,465
Scholarships, student grants and waivers		11,356,787
Total current funds expenditures	$	48,791,185

Black Hawk College
Illinois Community College District #503

Reconciliation of the Combining Balance Sheet to the Uniform Financial Statements
Year ended June 30, 2016

Fund Balances - Uniform Financial Statements	$	38,174,695
Capital assets in the Investment in Plant Fund		77,527,779
Long-term debt in the General Long Term Debt Fund		(26,580,000)
Fund Balances - All Fund Types	$	89,122,474

Reconciliation of the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances to the Uniform Financial Statements
Year ended June 30, 2016

Change in Fund Balances - Uniform Financial Statements	$	(12,667,671)
Additions to buildings and equipment		10,274,488
Depreciation and loss of disposal of assets		(2,068,512)
Net Effect		8,205,976
Payment on long-term debt		5,040,000
Issuance of long-term debt		-
Net Effect		5,040,000
SURS revenue provided by state		10,075,914
SURS expenditure provided by state		(10,075,914)
Net Effect		-
Change in Fund Balances - All Fund Types	$	578,305

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ICCB State Grants
Financial Compliance Section

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Independent Auditor's Report on Compliance with State Requirements
For State Adult Education and Family Literacy Grants

To the Board of Trustees
Black Hawk College
Illinois Community College District #503
Moline, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the State Adult Education and Family Literacy Grants of Black Hawk College, Illinois Community College District #503 (the College) as of and for the year ended June 30, 2016, and the related notes to the financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the College's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. Our audit also included a review of compliance with the provisions of laws, regulations, contracts, and grants between the College and the State of Illinois and Illinois Community College Board (ICCB).

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion, and the College is in compliance with the provisions of laws, contracts, and ICCB policy guidelines for restricted grants.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the State Adult Education and Family Literacy Grants of Black Hawk College, Illinois Community College District #503 as of June 30, 2016, and the changes in financial position thereof and for the year ended in accordance with accounting principles generally accepted in the United States of America.

Compliance

In connection with our audit, nothing came to our attention that caused us to believe that the College failed to materially comply with the provisions of laws, regulations, contracts and grants between the College and the State of Illinois and the Illinois Community College Board (ICCB). However, our audit was not directed primarily toward obtaining knowledge of all such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the College's noncompliance with the above referenced laws, regulations, contracts and grants. We also believe that the College is materially in compliance with the provisions of laws, contracts, and ICCB policy guidelines with respect to restricted grants.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the State Adult Education and Family Literacy Grants and do not purport to, and do not present fairly the financial position of Black Hawk College, Illinois Community College District #503, the changes in its financial position, or where applicable, its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Wipfli LLP

Freeport, Illinois
October 14, 2016

Black Hawk College
Illinois Community College District #503

Adult Education and Family Literacy Grant Program
Balance Sheet
June 30, 2016

	State Basic	Public Aid	Performance	Total
Assets				
Cash	$ -	$ -	$ -	$ -
Receivable from ICCB	277,797	-	195,325	473,122
Due from other funds	-	-	-	-
Total assets	$ 277,797	$ -	$ 195,325	$ 473,122
Liabilities				
Accounts payable	$ -	$ -	$ -	$ -
Accrued salaries	8	-	941	949
Due to other funds	277,789	-	194,384	472,173
Total liabilities	$ 277,797	$ -	$ 195,325	$ 473,122
Fund balance				
Reserved for encumbrances	-	-	-	-
Total fund balance	$ -	$ -	$ -	$ -

Adult Education and Family Literacy Grant Program
Statement of Revenues, Expenditures, and Changes in Fund Balance
Year Ended June 30, 2016

	State Basic	Public Aid	Performance	Total
Revenues, state sources	$ 277,797	$ -	$ 195,325	$ 473,122
Expenditures:				
Current year's grant:				
Instruction	147,979	-	-	147,979
Social work services	-	-	-	-
Guidance services	25,516	-	70,733	96,249
Assessment and testing	14,293	-	179	14,472
Transportation	-	-	-	-
Literacy services	33,077	-	-	33,077
Child care services	-	-	-	-
Improvement of Instructional Services	907		2,973	3,880
General administration	9,763	-	16,462	26,225
Workforce coordination	-	-	-	-
Data and information services	46,262	-	104,978	151,240
Operation of plant services	-	-	-	-
Total expenditures	277,797	-	195,325	473,122
Revenues over (under) expenditures	$ -	$ -	$ -	$ -
Fund balance:				
Beginning, July 1, 2015				-
Ending, June 30, 2016				$ -

See Note to Financial Statements - Grant Programs.

Black Hawk College
Illinois Community College District #503

ICCB Compliance Statement for the State Adult Education and Family Literacy Restricted Funds
Expenditure Amounts and Percentages for ICCB Grant Funds Only
Year Ended June 30, 2016

State Basic	Audited Expenditure Amount	Actual Expenditure Percentage
Instruction (45% Minimum Required)	$ 147,979	53.27%
General Administration (15% Maximum Allowed)	9,763	3.51%

Black Hawk College
Illinois Community College District #503

Note to Financial Statements - Grant Programs

Note 1. Summary of Significant Accounting Policies

General:

The accompanying statements include only those transactions resulting from the Adult Education and Family Literacy, and ICCB State Program Improvement. The transactions for the grants have been accounted for in the Restricted Purposes Fund.

Basis of Accounting:

The statements have been prepared on the modified accrual basis of accounting as defined in the Illinois Community College Board's *Fiscal Management Manual*. Expenditures include all accounts payable representing liabilities for goods and services actually received as of June 30, 2016. Funds obligated for goods and services prior to June 30, but for which the goods and services are received prior to August 31, are recorded as encumbrances. Unexpended funds are reflected as a reduction to fund balance and a liability due to the Illinois Community College Board by October 15, 2016.

Capital Assets:

Capital asset purchases are recorded as capital outlay expenditures and are capitalized in accordance with the College's capitalization policy and as allowed by grant specific guidelines.

Encumbrances:

Payments of prior year's encumbrances for goods and services received prior to August 31, 2016 are reflected as expenditures during the current fiscal year.

Black Hawk College
Illinois Community College District #503

Background Information on State Grant Activity

Unrestricted Grants

Base Operating Grants: General operating funds provided to colleges upon credit enrollment with a small portion of the allocation based upon gross square footage of space at the College.

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

Restricted Grants/Special Initiatives

Early School Leaver**:** Provides funding for high school dropouts between the ages of 16 and 21 who want to complete the secondary level of education and participate in work-site learning experiences related to career choices. Only those youth who demonstrate a willingness to meet both goals and who are able to benefit from such a program are selected.

Statewide Initiatives

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

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

Restricted Adult Education Grants/State

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

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.

Black Hawk College
Illinois Community College District #503

Schedule of Findings and Questioned Costs for Certain State Grants Summary
Year Ended June 30, 2016

None

Black Hawk College
Illinois Community College District #503

Summary Schedule of Prior Year Findings and Questioned Costs for Certain State Grants
Year Ended June 30, 2015

None

Independent Accountant's Report on Enrollment Data and Other Bases Upon Which Claims are Filed

To the Board of Trustees
Black Hawk College
Illinois Community College District #503
Moline, Illinois

We have examined the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed of Black Hawk College, Illinois Community College District #503 (the College) for the year ended June 30, 2016. The Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed is the responsibility of the College's management. Our responsibility is to express an opinion on the schedule based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and the guidelines of the Illinois Community College Board's *Fiscal Management Manual*, and accordingly, including examining, on a test basis, evidence about the College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the College's compliance with statutory requirements.

In our opinion, the Schedule of Enrollment Data and Other Bases Upon Which Claims Are Filed presents fairly, in all material respects, the student enrollment and other bases upon which claims are filed and the reconciliation of semester credit hours of Black Hawk College, Illinois Community College District #503 for the year ended June 30, 2016, in conformity with the Illinois Community College Board's *Fiscal Management Manual*.

Wipfli LLP

Freeport, Illinois
October 14, 2016

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Black Hawk College
Illinois Community College District #503

Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed for the Year Ended June 30, 2016

	Total Semester Credit Hours by Term (In-District and Out of District Reimbursable)							
Categories	Summer		Fall		Spring		(Note 3) Total	
Notes 1 and 2	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted
Baccalaureate	4,549.0	-	24,551.9	105.0	23,548.9	94.5	52,649.8	199.5
Business Occupational	256.5	-	2,007.2	-	1,831.8	-	4,095.5	-
Technical Occupational	776.1	-	6,510.8	166.0	6,428.8	112.5	13,715.7	278.5
Health Occupational	695.5	-	4,351.1	-	3,275.9	-	8,322.5	-
Remedial Developmental	566.0	-	4,372.0	-	2,825.0	-	7,763.0	-
Adult Basic/Secondary Education	1,465.0	-	2,926.1	5,991.8	6,872.4	3,028.6	11,263.5	9,020.4
Total	8,308.1	-	44,719.1	6,262.8	44,782.8	3,235.6	97,810.0	9,498.4

Note 1) Unrestricted credit hours are supported with 50% or more of unrestricted sources of funding and are reimbursable if they meet all eligibility requirements.
Note 2) Restricted credit hours are supported with more than 50% of restricted sources of funding
Note 3) Total of unrestricted and restricted should equal the S-3 record totals.

	Attending In-District	Attending Out-of-District on Chargeback or a Cooperative/Contractual Agreement	Total
Semester Credit Hours	103,423.3	98.0	103,521.3

	Dual Credit	Dual Enrollment
Reimbursable Semester Credit Hours (All terms)	9,483.0	231.0

District Prior Year Equalized Assessed Valuation	3,668,741,551

The District Has No Correctional Semester Credit Hours This Year.

Approved: Dr. Bettie A. Trivitt
Chief Executive Officer

Approved: Steve Frommann
Chief Financial Officer

Black Hawk College
Illinois Community College District #503

Reconciliation of Total Semester Credit Hours for the Year Ended June 30, 2016

Categories	Total Unrestricted Credit Hours	Total Unrestricted Credit Hours Certified to the ICCB	Difference	Total Restricted Credit Hours	Total Restricted Credit Hours Certified to the ICCB	Difference
Baccalaureate	52,649.8	52,649.8	-	199.5	199.5	-
Business Occupational	4,095.5	4,095.5	-	-	-	-
Technical Occupational	13,715.7	13,715.7	-	278.5	278.5	-
Health Occupational	8,322.5	8,322.5	-	-	-	-
Remedial Developmental	7,763.0	7,763.0	-	-	-	-
Adult Basic/Secondary Ed.	11,263.5	11,263.5	-	9,020.4	9,020.4	-
Total	97,810.0	97,810.0	-	9,498.4	9,498.4	-

	Reconciliation of In-District/Chargeback and Cooperative/Contractual Agreement Credit Hours		
	Total Attending (Unrestricted and Restricted)	Total Attending as Certified to the ICCB (Unrestricted and Restricted)	Difference
In-District Resident	103,423.3	103,423.3	-
Out-of-District on Chargeback or Contractual Agreement	98.0	98.0	-
Dual Credit	9,483.0	9,483.0	-
Dual Enrollment	231.0	231.0	-

The District Has No Correctional Semester Credit Hours This Year.

Black Hawk College
Illinois Community College District #503

Student Residency Verification
Year Ended June 30, 2016

SUMMARY OF STUDENT RESIDENCY VERIFICATION PROCESS

Residence is defined in the College catalog as the place where the student lives and which is the student's true home. Residency is determined at the time of application for admission. Students who change their residency after applying must verify their residency. Proof of residency is verified by any of the following:

1. An Illinois driver's license and/or vehicle registration
2. A voter registration card
3. Payment of property taxes in the Black Hawk College District #503
4. Full-time employment in Black Hawk College District #503
5. Other documents that are not self-serving

The residency of the student determines tuition rates assessed. Tuition rates assessed for students considered in-district are lower than tuition rates for those students who are considered out-of-district.

Copies of the proof and certification of residency forms are kept on file and residency compliance is periodically reviewed by the Office of Institutional Planning and Effectiveness. It is the student's responsibility to provide proof of residency and maintain compliance with the residency requirements of the College.

Black Hawk College
Illinois Community College District #503

Summary of Assessed Valuations
Most Recent Three Years

Tax Levy Year		Equalized Assessed Valuation
2015	$	3,668,741,551
2014		3,619,964,713
2013		3,591,336,171

Federal Financial Compliance Section

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Independent Auditor's Report on Internal Control Over Financial Reporting and On Compliance and Other Matters

To the Board of Trustees
Black Hawk College
Illinois Community College District #503
Moline, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities, the aggregate remaining fund information, and the discretely presented component units of Black Hawk College, Illinois Community College District #503 (the College), as of and for the years ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the College's basic financial statements and have issued our report thereon dated October 14, 2016. The financial statements of Black Hawk College Foundation and Black Hawk East College Foundation were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Wipfli LLP

Freeport, Illinois
October 14, 2016

Independent Auditor's Report on Compliance
For Each Major Program and On Internal Control
Over Compliance

To the Board of Trustees
Black Hawk College
Illinois Community College District #503
Moline, Illinois

Report on Compliance for Each Major Federal Program

We have audited Black Hawk College, Illinois Community College District #503's (the College) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016. The College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility for Compliance

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the College's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States; the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance).* Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the College's compliance.

Opinion

In our opinion, Black Hawk College, Illinois Community College District #503 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

Report on Internal Control Over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Wipfli LLP

Freeport, Illinois
October 14, 2016

Black Hawk College
Illinois Community College District # 503

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2016

Federal Grantor/Pass-Through Grantor/Program Title or Cluster Title	Federal CFDA Number	Grant Identifying Number	Federal Expenditures
U.S. Department of Education			
Direct Programs:			
Student Financial Aid - cluster			
Federal PELL Grant Program	84.063	P063P151337	$6,143,543
Federal Supplemental Educational Opportunity Grant	84.007	P007A151107	75,600
Federal Family Education Loans	84.268	P268K161337	2,508,941
Federal Work-Study Program	84.033	P033A151107	126,707
Total student financial aid			8,854,791
Federal Strengthen Institution Program	84.031	P031A090064	11,756
TRIO - Student Support Services	84.042A	P042A100151	71,944
TRIO - Student Support Services	84.042A	P042A150187	220,198
Total direct programs			303,898
Passed through Illinois Community College Board:			
Adult Education State Grant Program (Fed Basic)	84.002A	50301	217,943
Adult Education State Grant Program (EL Civics)	84.002A	50301	35,786
			253,729
Vocational Education (Perkins)	84.048	CTE50316	276,888
Local Programs of Study	84.048	15 POS 503	3,519
			280,407
Total pass through programs from Illinois Community College Board			534,136
Total U.S. Department of Education:			9,692,825
U.S. Department of Defense			
Passed through Illinois Department of Commerce and Economic Opportunity:			
Procurement Technical Assistance Center	12.002	16-601109	37,000
Total U.S. Department of Defense:			37,000
U.S. Department of Transportation			
Passed through Illinois Community College Board			
Highway Construction Careers Training Program	20.205	16 HCCTP 503	20,000
Total U.S. Department of Transportation			20,000
U.S. Department of Veteran's Affairs			
Veteran's Educational Assistance	64.120		171,741
VA Rehab	64.116		32,224
Total U.S. Department of Justice			203,965

Black Hawk College
Illinois Community College District # 503

Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2016

Federal Grantor/Pass-Through Grantor/Program Title or Cluster Title	Federal CFDA Number	Grant Identifying Number	Federal Expenditures
Small Business Administration			
Passed through Illinois Department of Commerce and Economic Opportunity:			
Small Business Development Center/ITC	59.037	15-181119	90,429
Total Small Business Administration:			90,429
U.S. Department of Labor			
Passed through Illinois Department of Employment:			
WIA - Training Employee Academic Mastery	17.259	#12Y – BHC TEAM	83,941
WIA – Career Link		OOSY 2015-4	75,319
Total U.S. Department of Labor:			159,260
Total Expenditures of Federal Awards:			$10,203,479

See Notes to Schedule of Expenditures of Federal Awards.

Black Hawk College
Illinois Community College District #503

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2016

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Black Hawk College under programs of the federal government for the year ended June 30, 2016. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of Black Hawk College, it is not intended to and does not present the financial position, changes in net position or cash flows of Black Hawk College.

Note 2. Summary of Significant Accounting

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

Note 3. Sub-recipients

For the year ended June 30, 2016, the College had no sub-recipients of federal funds.

Note 4. Nonmonetary Assistance

For the year ended June 30, 2016, the College received no federal funds in the form of nonmonetary assistance.

Note 5. Other Federal Award Information

Black Hawk College has no loans or loan guarantees outstanding at June 30, 2016.

Black Hawk College
Illinois Community College District #503

Schedule of Findings and Questioned Costs
Year Ended June 30, 2016

I. Summary of Independent Auditor's Results

Financial Statements:

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

* Material weakness identified?	_____Yes	__X__No
* Significant deficiency identified that is not considered to be a material weakness	_____Yes	__X__No

Noncompliance material to financial statements noted?	_____Yes	__X__No

Federal Awards:

Internal control over major programs:

• Material weakness identified?	_____Yes	__X__No
• Significant deficiency identified that is not considered to be a material weakness	_____Yes	__X__None reported

Type of auditor's report issued on compliance for major programs: Unmodified

• Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	_____Yes	__X__No

Identification of Major Programs:

CFDA Number	Name of Federal Program
84.007	Federal Supplemental Educational Opportunity Grant
84.268	Federal Direct Student Loans
84.033	Federal Work-Study Program
84.063	Federal PELL Grant Program

Dollar threshold used to distinguish between type A and type B programs $750,000

Auditee qualified as low risk auditee?	__X__Yes	_____No

II. Findings Relating to the Basic Financial Statement Audit as Required to be Reported in Accordance with Generally Accepted Government Auditing Standards

A. Significant Deficiencies in Internal Control

None

B. Compliance Findings

None

III. Findings and Questioned Costs for Federal Awards

A. Significant Deficiencies in Administering Federal Awards

None

B. Compliance Findings

None

Black Hawk College
Illinois Community College District #503

Corrective Action Plan
Year Ending June 30, 2016

None

Black Hawk College
Illinois Community College District #503

Summary Schedule of Prior Audit Findings
June 30, 2015

I. Findings Relating to the Basic Financial Statement Audit as Required to be Reported in Accordance with Generally Accepted Government Auditing Standards

A. Significant Deficiencies in Internal Control

2015-001

Condition and Criteria – There is inadequate control over the functions of processing and recording of payroll due to the inadequate segregation of duties. Internal controls should be in place that provide reasonable assurance that not one individual handles a transaction from its inception to its completion.

Cause – Significant turnover in the payroll and human resource departments has made it difficult for the College to implement adequate segregation of duties.

Effects or Potential Effects – Without adequate segregation of duties, the likelihood that unauthorized or false transactions will be prevented or detected in a timely fashion is significantly diminished which may result in misstated financial statements.

Auditor's Recommendation – There should be controls over gross pay adjustments, SURS and other deduction calculations, payroll tax reports are submitted to state and federal agencies correctly and timely. In addition, the College should have human resources enter all employment contracts in the system and have payroll department review.

View of responsible officials – The College acknowledges there are many shared duties and cross-training arrangements between the payroll and human resources departments so no single function is dependent on any one person. In order to provide reasonable assurance on internal controls, a third party reviews payroll. The third party reviewer has no access to payroll entry or processing. This review includes a listing of gross and net payroll by individual; reporting includes the current payroll calculations as well as a comparison to contracts and prior payroll periods.

B. Compliance Findings

The audit disclosed no instances of noncompliance which are material to the basic financial statements of Black Hawk College as of and for the year ended June 30, 2015.

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Management Information

Black Hawk College
Illinois Community College District #503

Combining Balance Sheet
June 30, 2016

Assets	Education Fund	Operations & Maintenance Fund	Auxiliary Enterprises Fund	Restricted Purposes Funds	Audit Fund
Cash and cash equivalents	$ 3,966,810	$ 1,313,098	$ 43,950	$ 1,622,588	$ 100,115
Investments	-	-	-	-	-
Receivables, net of allowance for uncollectibles:					
Property Taxes	3,882,030	2,272,559	-	-	26,434
Federal government claims	-	-	-	675,890	-
State government claims	484,971	24,141	-	910,429	-
Student tuition and fees	5,953,303	-	-	-	-
Other	38,888	4,350	255,868	60,510	-
Due from other funds	1,695,726	3,937	-	-	-
Inventory	-	-	518,951	-	-
Prepaid expenses	96,039	54,614	13,725	113,431	-
Capital assets:					
Land	-	-	-	-	-
Construction and Equipment in process	-	-	-	-	-
Building, improvements and equipment net of $27,561,863 depreciation	-	-	-	-	-
Total assets	$ 16,117,767	$ 3,672,699	$ 832,494	$ 3,382,848	$ 126,549
Liabilities, Deferred Inflows of Resources and Fund Balance					
Accounts payable	$ 286,612	$ 153,680	$ 109,850	$ 50,981	$ -
Accrued expenses					
Payroll	939,004	40,218	966	4,175	-
Early retirement	132,167	-	-	-	-
Accrued vacation	609,549	107,930	24,364	26,860	-
Other	-	-	-	-	-
Due to other funds	-	-	259,069	1,440,501	-
Unearned revenues					
Student tuition and fees	4,790,509	-	60,446	196,483	-
Grants and restricted funds	-	-	-	66,460	-
Other liabilities	50,156	18,260	-	-	-
Bonds payable	-	-	-	-	-
Leases payable	-	-	-	-	-
Total liabilities	6,807,997	320,088	454,695	1,785,460	-
Deferred inflows of resources					
Property taxes	3,232,760	1,892,473	-	-	22,013
Other	-	2,208	-	40,968	-
Total deferred inflows of resources	3,232,760	1,894,681	-	40,968	22,013
Fund balance					
Net investment in capital assets	-	-	-	-	-
Restricted	-	-	-	556,420	104,536
Unrestricted	6,077,010	1,457,930	377,799	1,000,000	-
Total fund balance	6,077,010	1,457,930	377,799	1,556,420	104,536
Total liabilities, deferred inflows of resources, and fund balance	$ 16,117,767	$ 3,672,699	$ 832,494	$ 3,382,848	$ 126,549

See Note to Management Information.

Liability, Protection, and Settlement Fund	Working Cash Fund	Bond & Interest Fund	Operations & Maintenance Restricted	Investment in Plant Fund	General Long Term Debt Fund	Total
$ 2,653,008	$ 13,238,255	$ 2,501,973	$ 10,225,754	$ -	$ -	$ 35,665,551
-	-	-	-	-	-	-
1,295,239	-	3,755,262	1,101,394	-	-	12,332,918
-	-	-	-	-	-	675,890
-	-	-	1,000,000	-	-	2,419,541
-	-	-	-	-	-	5,953,303
-	-	-	-	-	-	359,616
-	-	-	13	-	-	1,699,676
-	-	-	-	-	-	518,951
11,788	-	-	11,609	-	-	301,206
-	-	-	-	1,032,464	-	1,032,464
-	-	-	-	7,332,728	-	7,332,728
-	-	-	-	69,162,587	-	69,162,587
$ 3,960,035	$ 13,238,255	$ 6,257,235	$ 12,338,770	$ 77,527,779	$ -	$ 137,454,431
$ 15,773	$ -	$ -	$ 1,905,766	$ -	$ -	$ 2,522,662
32,545	-	-	-	-	-	1,016,908
-	-	-	-	-	-	132,167
34,776	-	-	-	-	-	803,479
-	-	82,766	-	-	-	82,766
106	-	-	-	-	-	1,699,676
			-			
-	-	-	-	-	-	5,047,438
-	-	-	-	-	-	66,460
-	-	-	-	-	-	68,416
-	-	-	-	-	26,580,000	26,580,000
-	-	-	-	-	-	-
83,200	-	82,766	1,905,766	-	26,580,000	38,019,972
1,078,610	-	3,125,768	917,185	-	-	10,268,809
-	-	-	-	-	-	43,176
1,078,610	-	3,125,768	917,185	-	-	10,311,985
-	-	-	-	77,527,779	(26,580,000)	50,947,779
2,798,225	10,194,190	3,048,701	7,581,975	-	-	24,284,047
-	3,044,065	-	1,933,844	-	-	13,890,648
2,798,225	13,238,255	3,048,701	9,515,819	77,527,779	(26,580,000)	89,122,474
$ 3,960,035	$ 13,238,255	$ 6,257,235	$ 12,338,770	$ 77,527,779	$ -	$ 137,454,431

Black Hawk College
Illinois Community College District #503

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year ended June 30, 2016

	Education Fund	Operations and Maintenance Fund	Auxiliary Fund	Restricted Funds	Audit Fund
Revenues:					
Local governmental sources					
Property taxes	$ 6,462,560	$ 3,655,053	$ -	$ -	$ 36,378
Personal Property Replacement Tax	1,206,736	134,082	-	-	-
Other	1,851	-	-	-	-
Total local government sources	7,671,147	3,789,135	-	-	36,378
State governmental sources	1,211,000	168,235	-	1,679,544	-
Federal governmental sources	38,165	-	-	7,695,032	-
Student tuition and fees	15,791,270	89,086	197,466	638,675	-
Sales, services and rental of facilities and equipment	461,807	120,185	2,370,605	152,714	-
Investment earnings	35,727	5,616	355	-	482
Other sources	33,944	15,888	42,928	706,671	-
Additions to buildings and equipment, current funds	-	-	-	-	-
Payment of long-term debt	-	-	-	-	-
SURS contribution provided by state	-	-	-	10,075,914	-
Total revenues	25,243,060	4,188,145	2,611,354	20,948,550	36,860
Expenditures:					
Instruction	12,627,599	-	-	555,120	-
Academic support	3,716,114	-	-	959,529	-
Student services	2,803,697	-	-	641,929	-
Public services	775,183	-	-	899,884	-
Institutional support	5,658,591	-	-	78,453	46,000
Auxiliary services	-	-	2,691,941	98,860	-
Scholarships, student grants, and waivers	3,786,630	-	-	7,570,157	-
SURS contribution provided by state	-	-	-	10,075,914	-
Depreciation	-	-	-	-	-
Loss on disposal of assets	-	-	-	-	-
Operation of physical facilities	1,200	4,119,216	-	-	-
Total expenditures	29,369,014	4,119,216	2,691,941	20,879,846	46,000
Excess (deficiency) of revenues over expenditures	(4,125,954)	68,929	(80,587)	68,704	(9,140)
Other financing sources (uses):					
Bond proceeds	-	-	-	-	-
Bond premium (discount)	-	-	-	-	-
Operating transfers in	-	-	-	-	-
Operating transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balance	(4,125,954)	68,929	(80,587)	68,704	(9,140)
Fund balance					
Beginning	10,202,964	1,389,001	458,386	1,487,716	113,676
Ending	$ 6,077,010	$ 1,457,930	$ 377,799	$ 1,556,420	$ 104,536

See Note to Management Information.

Liability, Protection, and Settlement Fund	Working Cash Fund	Bond & Interest Fund	Operations & Maintenance Restricted	Investment in Plant Fund	General Long Term Debt Fund	Total
$ 2,131,353	$ -	$ 6,237,631	$ 1,793,317	$ -	$ -	$ 20,316,292
-	-	-	-	-	-	1,340,818
-	-	-	-	-	-	1,851
2,131,353	-	6,237,631	1,793,317	-	-	21,658,961
-	-	-	-	-	-	3,058,779
-	-	-	-	-	-	7,733,197
-	-	-	-	-	-	16,716,497
-	-	-	-	-	-	3,105,311
41,057	65,818	9,256	74,035	-	-	232,346
-	-	-	37,366	-	-	836,797
-	-	-	-	10,274,488	-	10,274,488
-	-	-	-	-	5,040,000	5,040,000
-	-	-	-	-	-	10,075,914
2,172,410	65,818	6,246,887	1,904,718	10,274,488	5,040,000	78,732,290
-	-	-	202,529	-	-	13,385,248
-	-	-	279	-	-	4,675,922
-	-	-	-	-	-	3,445,626
-	-	-	-	-	-	1,675,067
967,421	-	6,094,134	1,375,232	-	-	14,219,831
-	-	-	-	-	-	2,790,801
-	-	-	-	-	-	11,356,787
-	-	-	-	-	-	10,075,914
-	-	-	-	2,065,643	-	2,065,643
-	-	-	-	2,869	-	2,869
793,661	-	-	9,546,200	-	-	14,460,277
1,761,082	-	6,094,134	11,124,240	2,068,512	-	78,153,985
411,328	65,818	152,753	(9,219,522)	8,205,976	5,040,000	578,305
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	13,893	-	-	13,893
-	-	(13,893)	-	-	-	(13,893)
-	-	(13,893)	13,893	-	-	-
411,328	65,818	138,860	(9,205,629)	8,205,976	5,040,000	578,305
2,386,897	13,172,437	2,909,841	18,721,448	69,321,803	(31,620,000)	88,544,169
$ 2,798,225	$ 13,238,255	$ 3,048,701	$ 9,515,819	$ 77,527,779	$ (26,580,000)	$ 89,122,474

Black Hawk College
Illinois Community College District #503

Reconciliation of the Combining Balance Sheet to the Statement of Net Position

Fund Balances - All Fund Types	$ 89,122,474
Pension expense related to Federal, Trust, Grant and Other Contribution	90,687
Long-term portion of early retirement liability	(1,368,620)
Unamortized bond premium	(697,322)
Net Position of Statement of Net Position	$ 87,147,219

Reconciliation of the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Revenues, Expenses, and Changes in Net Position

Net Change in Fund Balances	$ 578,305
Reduction in student tuition and fees	(10,550,528)
Reduction in financial aid	10,550,528
Net Effect	-
Additions to buildings and equipment, current funds	10,274,488
Expended for capital assets	(10,274,488)
Net Effect	-
Long-term debt retired	5,040,000
Additions to general long-term debt fund	(5,040,000)
Net Effect	-
Amortization of bond premium	331,778
Decrease in long-term early retirement liability	-
Increase in pension expense related to Federal, Trust, Grant and Other Contribution	(310)
Change in Net Position	$ 909,773

This schedule is supplemental information and is maintained for management purposes only.

See Note to Management Information.

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Black Hawk College
Illinois Community College District #503

Statement of Budgetary Comparison - General Fund by Program
Year ended June 30, 2016

	Education Fund Budget	Education Fund Actual	Actual Over (Under) Budget	Operations & Maintenance Fund Budget	Operations & Maintenance Fund Actual	Actual Over (Under) Budget
Revenues:						
Local governmental sources						
Property taxes	$ 6,247,500	$ 6,462,560	$ 215,060	$ 3,178,500	$ 3,655,053	$ 476,553
Personal property taxes	1,080,000	1,206,736	126,736	120,000	134,082	14,082
Other	-	1,851	1,851	-	-	-
Total local government sources	7,327,500	7,671,147	343,647	3,298,500	3,789,135	490,635
State governmental sources	6,613,009	1,211,000	(5,402,009)	595,733	168,235	(427,498)
Federal governmental sources	35,800	38,165	2,365	-	-	-
Student tuition and fees	17,066,032	15,791,270	(1,274,762)	90,000	89,086	(914)
Sales, services and rental of facilities	480,598	461,807	(18,791)	116,940	120,185	3,245
Investment earnings	25,000	35,727	10,727	6,000	5,616	(384)
Other sources	414,566	33,944	(380,622)	265,000	15,888	(249,112)
Contingency	-	-	-	-	-	-
Total revenues	31,962,505	25,243,060	(6,719,445)	4,372,173	4,188,145	(184,028)
Expenditures:						
Current						
Instruction	13,963,419	12,627,599	(1,335,820)	-	-	-
Academic support	3,908,458	3,716,114	(192,344)	-	-	-
Student services	2,813,552	2,803,697	(9,855)	-	-	-
Public services	836,362	775,183	(61,179)	-	-	-
Institutional support	6,730,905	5,658,591	(1,072,314)	-	-	-
Auxiliary services	-	-	-	-	-	-
Scholarships, student grants, and waivers	3,016,000	3,786,630	770,630	-	-	-
Operation of physical facilities	-	1,200	1,200	4,335,279	4,119,216	(216,063)
Contingency	1,025,000	-	(1,025,000)	270,000	-	(270,000)
Total expenditures	32,293,696	29,369,014	(2,924,682) -	4,605,279	4,119,216	(486,063)
Excess (deficiency) of revenues over expenditures	(331,191)	(4,125,954)	(3,794,763)	(233,106)	68,929	302,035
Other financing sources (uses):						
Operating transfers in	400,000	-	(400,000)	265,000	-	(265,000)
Operating transfers out	-	-	-	-	-	-
Bond & Debt Certificate Proceeds	-	-	-	-	-	-
Bond premium	-	-	-	-	-	-
Total other financing sources (uses)	400,000	-	(400,000)	265,000	-	(265,000)
Net change in fund balance	$ 68,809	(4,125,954)	$ (4,194,763)	$ 31,894	68,929	$ 37,035
Fund balance						
Beginning		$ 10,202,964			$ 1,389,001	
Ending		$ 6,077,010			$ 1,457,930	

See Note to Management Information.

Black Hawk College
Illinois Community College District #503

Statement of Budgetary Comparison - General Fund by Object
Year ended June 30, 2016

	Education Fund Budget	Education Fund Actual	Actual Over (Under) Budget	Operations & Maintenance Fund Budget	Operations & Maintenance Fund Actual	Actual Over (Under) Budget
Revenues:						
Local governmental sources						
Property taxes	$ 6,247,500	$ 6,462,560	$ 215,060	$ 3,178,500	$ 3,655,053	$ 476,553
Personal property taxes	1,080,000	1,206,736	126,736	120,000	134,082	14,082
Other	-	1,851	1,851	-	-	-
Total local government sources	7,327,500	7,671,147	343,647	3,298,500	3,789,135	490,635
State governmental sources	6,613,009	1,211,000	(5,402,009)	595,733	168,235	(427,498)
Federal governmental sources	35,800	38,165	2,365	-	-	-
Student tuition and fees	17,066,032	15,791,270	(1,274,762)	90,000	89,086	(914)
Sales, services and rental of facilities	480,598	461,807	(18,791)	116,940	120,185	3,245
Investment earnings	25,000	35,727	10,727	6,000	5,616	(384)
Other sources	414,566	33,944	(380,622)	265,000	15,888	(249,112)
Contingency	-	-	-	-	-	-
Total revenues	31,962,505	25,243,060	(6,719,445)	4,372,173	4,188,145	(184,028)
Expenditures:						
Current						
Salaries	19,835,968	18,509,089	(1,326,879)	1,855,596	1,722,259	(133,337)
Benefits	5,380,158	4,656,181	(723,977)	507,971	485,613	(22,358)
Contractual Services	1,073,740	914,933	(158,807)	481,482	396,818	(84,664)
Supplies & Materials	1,593,695	1,280,006	(313,689)	310,536	238,114	(72,422)
Conference & Meetings	271,966	154,419	(117,547)	20,433	2,026	(18,407)
Fixed Charges	52,950	37,495	(15,455)	10,600	184,172	173,572
Utilities	4,000	2,100	(1,900)	1,147,661	1,089,562	(58,099)
Capital Outlay	13,123	-	(13,123)	-	-	-
Other	3,043,096	3,814,791	771,695	1,000	652	(348)
Contingency	1,025,000	-	(1,025,000)	270,000	-	(270,000)
Total expenditures	32,293,696	29,369,014	(2,924,682)	4,605,279	4,119,216	(486,063)
Excess (deficiency) of revenues over expenditures	(331,191)	(4,125,954)	(3,794,763)	(233,106)	68,929	302,035
Other financing sources (uses):						
Operating transfers in	400,000	-	(400,000)	265,000	-	(265,000)
Operating transfers out	-	-	-	-	-	-
Bond & Debt Certificate Proceeds	-	-	-	-	-	-
Bond premium	-	-	-	-	-	-
Total other financing sources (uses)	400,000	-	(400,000)	265,000	-	(265,000)
Net change in fund balance	$ 68,809	(4,125,954)	$ (4,194,763)	$ 31,894	68,929	$ 37,035
Fund balance						
Beginning		$ 10,202,964			$ 1,389,001	
Ending		$ 6,077,010			$ 1,457,930	

See Note to Management Information.

Black Hawk College
Illinois Community College District #503

Statement of Budgetary Comparison - Major Special Revenue Funds by Program
Year ended June 30, 2016

	Restricted Purposes Funds Budget	Restricted Purposes Funds Actual	Actual Over (Under) Budget	Audit Fund Budget	Audit Fund Actual	Actual Over (Under) Budget
Revenues:						
Local governmental sources						
Property taxes	$ -	$ -	$ -	$ 21,979	$ 36,378	$ 14,399
Tuition chargeback	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total local government sources	-	-	-	21,979	36,378	14,399
State governmental sources	2,616,630	1,679,544	(937,086)	-	-	-
Federal governmental sources	13,376,384	7,695,032	(5,681,352)	-	-	-
Student tuition and fees	656,500	638,675	(17,825)	-	-	-
Sales, services and rental of facilities	9,000	152,714	143,714	-	-	-
Investment earnings	-	-	-	-	482	482
Other sources	550,000	706,671	156,671	-	-	-
Contingency	1,000,000	-	(1,000,000)	-	-	-
Total revenues	18,208,514	10,872,636	(7,335,878)	21,979	36,860	14,881
Expenditures:						
Current						
Instruction	473,990	555,120	81,130	-	-	-
Academic support	1,453,616	959,529	(494,087)	-	-	-
Student services	361,893	641,929	280,036	-	-	-
Public services	1,291,779	899,884	(391,895)	-	-	-
Institutional support	657,422	78,453	(578,969)	60,000	46,000	(14,000)
Auxiliary services	242,955	98,860	(144,095)	-	-	-
Scholarships, student grants, and waivers	13,159,418	7,570,157	(5,589,261)	-	-	-
Operation of physical facilities	4,429	-	(4,429)	-	-	-
Contingency	700,038	-	(700,038)	-	-	-
Total expenditures	18,345,540	10,803,932	(7,541,608)	60,000	46,000	(14,000)
Excess (deficiency) of revenues over expenditures	(137,026)	68,704	205,730	(38,021)	(9,140)	28,881
Other financing sources (uses):						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-
Bond & Debt Certificate Proceeds	-	-	-	-	-	-
Bond premium	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-
Net change in fund balance	$ (137,026)	68,704	$ 205,730	$ (38,021)	(9,140)	$ 28,881
Fund balance						
Beginning		$ 1,487,716			$ 113,676	
Ending		$ 1,556,420			$ 104,536	

See Note to Management Information.

Liability, Protection, and Settlement Fund Budget	Liability, Protection, and Settlement Fund Actual	Actual Over (Under) Budget	Bond & Interest Fund Budget	Bond & Interest Fund Actual	Actual Over (Under) Budget	Operations & Maintenance, Restricted Budget	Operations & Maintenance, Restricted Actual	Actual Over (Under) Budget
$ 1,950,000	$ 2,131,353	$ 181,353	$ 6,245,693	$ 6,237,631	$ (8,062)	$ 879,160	$ 1,793,317	$ 914,157
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
1,950,000	2,131,353	181,353	6,245,693	6,237,631	(8,062)	879,160	1,793,317	914,157
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	41,057	41,057	-	9,256	9,256	36,000	74,035	38,035
-	-	-	-	-	-	-	37,366	37,366
-	-	-	-	-	-	1,000,000	-	(1,000,000)
1,950,000	2,172,410	222,410	6,245,693	6,246,887	1,194	1,915,160	1,904,718	(10,442)
-	-	-	-	-	-	-	202,529	202,529
-	-	-	-	-	-	-	279	279
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
1,132,796	967,421	(165,375)	6,245,693	6,094,134	(151,559)	2,373,413	1,375,232	(998,181)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
803,411	793,661	(9,750)	-	-	-	8,923,791	9,546,200	622,409
-	-	-	-	-	-	1,000,000	-	(1,000,000)
1,936,207	1,761,082	(175,125)	6,245,693	6,094,134	(151,559)	12,297,204	11,124,240	(1,172,964)
13,793	411,328	397,535	-	152,753	152,753	(10,382,044)	(9,219,522)	1,162,522
-	-	-	-	-	-	-	13,893	13,893
-	-	-	-	(13,893)	(13,893)	(65,000)	-	65,000
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	(13,893)	(13,893)	(65,000)	13,893	78,893
$ 13,793	411,328	$ 397,535	$ -	138,860	$ 138,860	$ (10,447,044)	(9,205,629)	$ 1,241,415
	$ 2,386,897			$ 2,909,841			$ 18,721,448	
	$ 2,798,225			$ 3,048,701			$ 9,515,819	

Black Hawk College
Illinois Community College District #503

Statement of Budgetary Comparison - Major Special Revenue Funds by Object
Year ended June 30, 2016

	Restricted Purposes Funds Budget	Restricted Purposes Funds Actual	Actual Over (Under) Budget	Audit Fund Budget	Audit Fund Actual	Actual Over (Under) Budget
Revenues:						
Local governmental sources						
Property taxes	$ -	$ -	$ -	$ 21,979	$ 36,378	$ 14,399
Tuition chargeback	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total local government sources	-	-	-	21,979	36,378	14,399
State governmental sources	2,616,630	1,679,544	(937,086)	-	-	-
Federal governmental sources	13,376,384	7,695,032	(5,681,352)	-	-	-
Student tuition and fees	656,500	638,675	(17,825)	-	-	-
Sales, services and rental of facilities	9,000	152,714	143,714	-	-	-
Investment earnings	-	-	-	-	482	482
Other sources	550,000	706,671	156,671	-	-	-
Contingency	1,000,000	-	(1,000,000)	-	-	-
Total revenues	18,208,514	10,872,636	(7,335,878)	21,979	36,860	14,881
Expenditures:						
Current						
Salaries	1,732,864	1,464,516	(268,348)	-	-	-
Benefits	460,432	382,469	(77,963)	-	-	-
Contractual Services	1,220,565	769,522	(451,043)	60,000	46,000	(14,000)
Supplies & Materials	545,473	292,408	(253,065)	-	-	-
Conference & Meetings	154,693	110,900	(43,793)	-	-	-
Fixed Charges	105,000	41,922	(63,078)	-	-	-
Utilities	138,489	134,396	(4,093)	-	-	-
Capital Outlay	229,871	107,629	(122,242)	-	-	-
Other	13,058,115	7,500,170	(5,557,945)	-	-	-
Contingency	700,038	-	(700,038)	-	-	-
Total expenditures	18,345,540	10,803,932	(7,541,608)	60,000	46,000	(14,000)
Excess (deficiency) of revenues over expenditures	(137,026)	68,704	205,730	(38,021)	(9,140)	28,881
Other financing sources (uses):						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-
Bond & Debt Certificate Proceeds	-	-	-	-	-	-
Bond premium	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-
Net change in fund balance	$ (137,026)	68,704	$ 205,730	$ (38,021)	(9,140)	$ 28,881
Fund balance						
Beginning		$ 1,487,716			$ 113,676	
Ending		$ 1,556,420			$ 104,536	

See Note to Management Information.

Liability, Protection, and Settlement Fund Budget	Liability, Protection, and Settlement Fund Actual	Actual Over (Under) Budget	Bond & Interest Fund Budget	Bond & Interest Fund Actual	Actual Over (Under) Budget	Operations & Maintenance, Restricted Budget	Operations & Maintenance, Restricted Actual	Actual Over (Under) Budget
$ 1,950,000	$ 2,131,353	$ 181,353	$ 6,245,693	$ 6,237,631	$ (8,062)	$ 879,160	$ 1,793,317	$ 914,157
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
1,950,000	2,131,353	181,353	6,245,693	6,237,631	(8,062)	879,160	1,793,317	914,157
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	41,057	41,057	-	9,256	9,256	36,000	74,035	38,035
-	-	-	-	-	-	-	37,366	37,366
-	-	-	-	-	-	1,000,000	-	(1,000,000)
1,950,000	2,172,410	222,410	6,245,693	6,246,887	1,194	1,915,160	1,904,718	(10,442)
767,624	785,563	17,939	-	-	-	-	-	-
768,039	667,021	(101,018)	-	-	-	-	-	-
205,382	143,311	(62,071)	-	-	-	-	173,247	173,247
4,790	2,655	(2,135)	-	-	-	-	867,947	867,947
12,247	5,282	(6,965)	-	-	-	-	886	886
178,125	157,250	(20,875)	6,245,693	6,094,134	(151,559)	-	4,285	4,285
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	11,297,204	10,076,875	(1,220,329)
-	-	-	-	-	-	-	1,000	1,000
-	-	-	-	-	-	1,000,000	-	(1,000,000)
1,936,207	1,761,082	(175,125)	6,245,693	6,094,134	(151,559)	12,297,204	11,124,240	(1,172,964)
13,793	411,328	397,535	-	152,753	152,753	(10,382,044)	(9,219,522)	1,162,522
-	-	-	-	-	-	-	13,893	13,893
-	-	-	-	(13,893)	(13,893)	(65,000)	-	65,000
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	(13,893)	(13,893)	(65,000)	13,893	78,893
$ 13,793	411,328	$ 397,535	$ -	138,860	$ 138,860	$ (10,447,044)	(9,205,629)	$ 1,241,415
	$ 2,386,897			$ 2,909,841			$ 18,721,448	
	$ 2,798,225			$ 3,048,701			$ 9,515,819	

Black Hawk College
Illinois Community College District #503

Statement of Budgetary Comparison - Major Special Revenue Funds by Object (continued)
Year ended June 30, 2016

	Working Cash Fund Budget	Working Cash Fund Actual	Actual Over (Under) Budget
Revenues:			
Local governmental sources			
Property taxes	$ -	$ -	$ -
Tuition chargeback	-	-	-
Other	-	-	-
Total local government sources	-	-	-
State governmental sources	-	-	-
Federal governmental sources	-	-	-
Student tuition and fees	-	-	-
Sales, services and rental of facilities	-	-	-
Investment earnings	60,000	65,818	5,818
Other sources	-	-	-
Contingency	-	-	-
Total revenues	60,000	65,818	5,818
Expenditures:			
Current			
Salaries	-	-	-
Benefits	-	-	-
Contractual Services	-	-	-
Supplies & Materials	-	-	-
Conference & Meeting	-	-	-
Fixed Charges	-	-	-
Utilities	-	-	-
Capital Outlay	-	-	-
Other	-	-	-
Contingency	-	-	-
Total expenditures	-	-	-
Excess (deficiency) of revenues over expenditures	60,000	65,818	5,818
Other financing sources (uses):			
Operating transfers in	-	-	-
Operating transfers out	(600,000)	-	600,000
Bond & Debt Certificate Proceeds	-	-	-
Bond premium	-	-	-
Total other financing sources (uses)	(600,000)	-	600,000
Net change in fund balance	$ (540,000)	65,818	$ 605,818

Fund balance	
Beginning	$ 13,172,437
Ending	$ 13,238,255

See Note to Management Information.

Black Hawk College
Illinois Community College District #503

Statement of Budgetary Comparison - Proprietary Fund by Program
Year ended June 30, 2016

	Auxiliary Fund Budget	Auxiliary Fund Actual	Actual Over (Under) Budget
Revenues:			
Local governmental sources			
Property taxes	$ -	$ -	$ -
Tuition chargeback	-	-	-
Other	-	-	-
Total local government sources	-	-	-
State governmental sources	-	-	-
Federal governmental sources	-	-	-
Student tuition and fees	232,500	197,466	(35,034)
Sales, services and rental of facilities	2,807,250	2,370,605	(436,645)
Investment earnings	1,000	355	(645)
Other sources	48,971	42,928	(6,043)
Contingency	250,000	-	(250,000)
Total revenues	3,339,721	2,611,354	(728,367)
Expenditures:			
Current			
Instruction	-	-	-
Academic support	-	-	-
Student services	-	-	-
Public services	-	-	-
Institutional support	-	-	-
Auxiliary services	3,152,168	2,691,941	(460,227)
Scholarships, student grants, and waivers	-	-	-
Operation of physical facilities	-	-	-
Contingency	250,000	-	(250,000)
Total expenditures	3,402,168	2,691,941	(710,227)
Excess (deficiency) of revenues over expenditures	(62,447)	(80,587)	(18,140)
Other financing sources (uses):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Bond & Debt Certificate Proceeds	-	-	-
Bond premium	-	-	-
Total other financing sources	-	-	-
Net change in fund balance	$ (62,447)	(80,587)	$ (18,140)
Fund balance			
Beginning		$ 458,386	
Ending		$ 377,799	

See Note to Management Information.

Black Hawk College
Illinois Community College District #503

Statement of Budgetary Comparison - Proprietary Fund by Object
Year ended June 30, 2016

	Auxiliary Fund Budget	Auxiliary Fund Actual	Actual Over (Under) Budget
Revenues:			
Local governmental sources			
Property taxes	$ -	$ -	$ -
Tuition chargeback	-	-	-
Other	-	-	-
Total local government sources	-	-	-
State governmental sources	-	-	-
Federal governmental sources	-	-	-
Student tuition and fees	232,500	197,466	(35,034)
Sales, services and rental of facilities	2,807,250	2,370,605	(436,645)
Investment earnings	1,000	355	(645)
Other sources	48,971	42,928	(6,043)
Contingency	250,000	-	(250,000)
Total revenues	3,339,721	2,611,354	(728,367)
Expenditures:			
Current			
Salaries	561,465	481,172	(80,293)
Benefits	98,670	89,567	(9,103)
Contractual Services	168,040	108,474	(59,566)
Supplies & Materials	2,091,488	1,804,179	(287,309)
Conference & Meeting	192,285	172,677	(19,608)
Fixed Charges	14,900	10,405	(4,495)
Utilities	-	-	-
Capital Outlay	-	-	-
Other	25,320	25,467	147
Contingency	250,000	-	(250,000)
Total expenditures	3,402,168	2,691,941	(710,227)
Excess (deficiency) of revenues over expenditures	(62,447)	(80,587)	(18,140)
Other financing sources (uses):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Bond & Debt Certificate Proceeds	-	-	-
Bond premium	-	-	-
Total other financing sources	-	-	-
Net change in fund balance	$ (62,447)	(80,587)	$ (18,140)
Fund balance			
Beginning		$ 458,386	
Ending		$ 377,799	

See Note to Management Information.

Black Hawk College
Illinois Community College District #503

Note to Management Information

Note 1. Summary of Significant Accounting Policies

Fund Accounting: In order to ensure observance of limitations and restrictions placed on the use of available resources, the accounts are maintained in accordance with the principles of fund accounting as promulgated in the *ICCB Fiscal Management Manual*. Financial statements by fund, required by the ICCB, are included as supplemental information. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified.

Core Values

APPRECIATION OF DIVERSITY
CARING AND COMPASSION
FAIRNESS
HONESTY
INTEGRITY
RESPECT
RESPONSIBILITY

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