

# **Annual Comprehensive Financial Report**

**Fiscal Year 2025 (July 1, 2024 – June 30, 2025)**

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



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

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

For the Years Ended  
June 30, 2025 and 2024

Prepared by

Financial Services Department

Ellen Olson  
Vice President of Finance, Chief Financial Officer

Lori Mack  
Executive Director of Financial Services

**ROCK VALLEY COLLEGE**  
**ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511**  
**ROCKFORD, ILLINOIS**  
**TABLE OF CONTENTS**

---

	<u>Page(s)</u>
<b>INTRODUCTORY SECTION</b>	
Principal Officials .....	i
Organizational Chart .....	ii
Certificate of Achievement for Excellence in Financial Reporting .....	iii
Letter of Transmittal .....	iv-vii
<b>FINANCIAL SECTION</b>	
INDEPENDENT AUDITOR’S REPORT .....	1-4
INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i> .....	5-6
MANAGEMENT’S DISCUSSION AND ANALYSIS .....	MD&A 1-16
<b>BASIC FINANCIAL STATEMENTS</b>	
Statements of Net Position .....	7-8
Statements of Revenues, Expenses and Changes in Net Position .....	9
Statements of Cash Flows .....	10-11
Discretely Presented Component Unit	
Rock Valley College Foundation	
Statements of Financial Position .....	12
Statements of Activities .....	13
Notes to Financial Statements .....	14-55
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
Schedule of Changes in the Employer’s Net Pension Liability and Related Ratios	
State Universities Retirement System of Illinois .....	56
Schedule of the College’s Proportionate Share of the Net OPEB Liability and Schedule of Contributions	
College Insurance Plan .....	57-58

**ROCK VALLEY COLLEGE**  
**ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511**  
**ROCKFORD, ILLINOIS**  
**TABLE OF CONTENTS (Continued)**

---

Page(s)

**FINANCIAL SECTION (Continued)**

**SUPPLEMENTARY INFORMATION**

Uniform Financial Statements	
All Funds Summary .....	59
Summary of Capital Assets and Long-Term Debt .....	60
Operating Funds Revenues and Expenditures.....	61-62
Restricted Purposes Fund Revenues and Expenditures.....	63-64
Current Funds Expenditures by Activity.....	65-66
Fiscal Year 2025 Certification of Per Capita Costs .....	67
Combining Balance Sheet - by Subfund .....	68-71
Combining Schedule of Revenues, Expenses and Changes in Net Position - by Subfund .....	72-73

**STATISTICAL SECTION**

Financial Trends	
Net Position by Component .....	74-75
Changes in Net Position.....	76-77
Revenue Capacity	
Equalized Assessed Valuation, Tax Rates and Tax Extensions.....	78-81
Assessed Value and Actual Value of Taxable Property.....	82
Property Tax Rates - Direct and Overlapping Governments .....	83
Principal Property Taxpayers.....	84
Property Tax Levies and Collections .....	85
Enrollment, Tuition and Fee Rates, Credit Hours Claimed and Tuition Fee Revenue .....	86
Debt Capacity	
Ratio of Outstanding Debt by Type .....	87
Ratios of Net General Bonded Debt Outstanding .....	88
Direct and Overlapping Governmental Activities Debt - General Obligation Bonds.....	89
Legal Debt Margin Information .....	90
Demographic and Economic Information	
Demographic and Economic Information .....	91
Student Enrollment Demographic and Total Credit Hours by Year .....	92
Principal Employers.....	93

**ROCK VALLEY COLLEGE**  
**ILLINOIS COMMUNITY COLLEGE DISTRICT NUMBER 511**  
**ROCKFORD, ILLINOIS**  
**TABLE OF CONTENTS (Continued)**

---

Page(s)

**STATISTICAL SECTION (Continued)**

Operating Information	
Full-Time Equivalent Employees .....	94
Operating Indicators.....	95
Capital Asset Statistics.....	96

**SPECIAL REPORTS SECTION**

**ICCB STATE GRANT PROGRAMS**

Independent Auditor’s Report.....	97-99
State Adult Education and Family Literacy Grant Program	
Balance Sheet .....	100
Statement of Revenues, Expenditures and Changes in	
Program Balance .....	101
Notes to Financial Statements - Grant Programs .....	102-103
Independent Accountant’s Report on Enrollment Data and Other	
Bases Upon Which Claims are Filed and Supporting Reconciliation	
of Semester Credit Hours.....	104
Schedule of Enrollment Data and Other Bases Upon Which	
Claims are Filed .....	105
Reconciliation of Total Semester Credit Hours .....	106

## **INTRODUCTORY SECTION**

## **RVC Administration/Principal Officials**

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

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

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

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

Dr. Terrica Huntley, Interim Vice President of Human Resources/Chief Human Resources Officer

(CHRO)

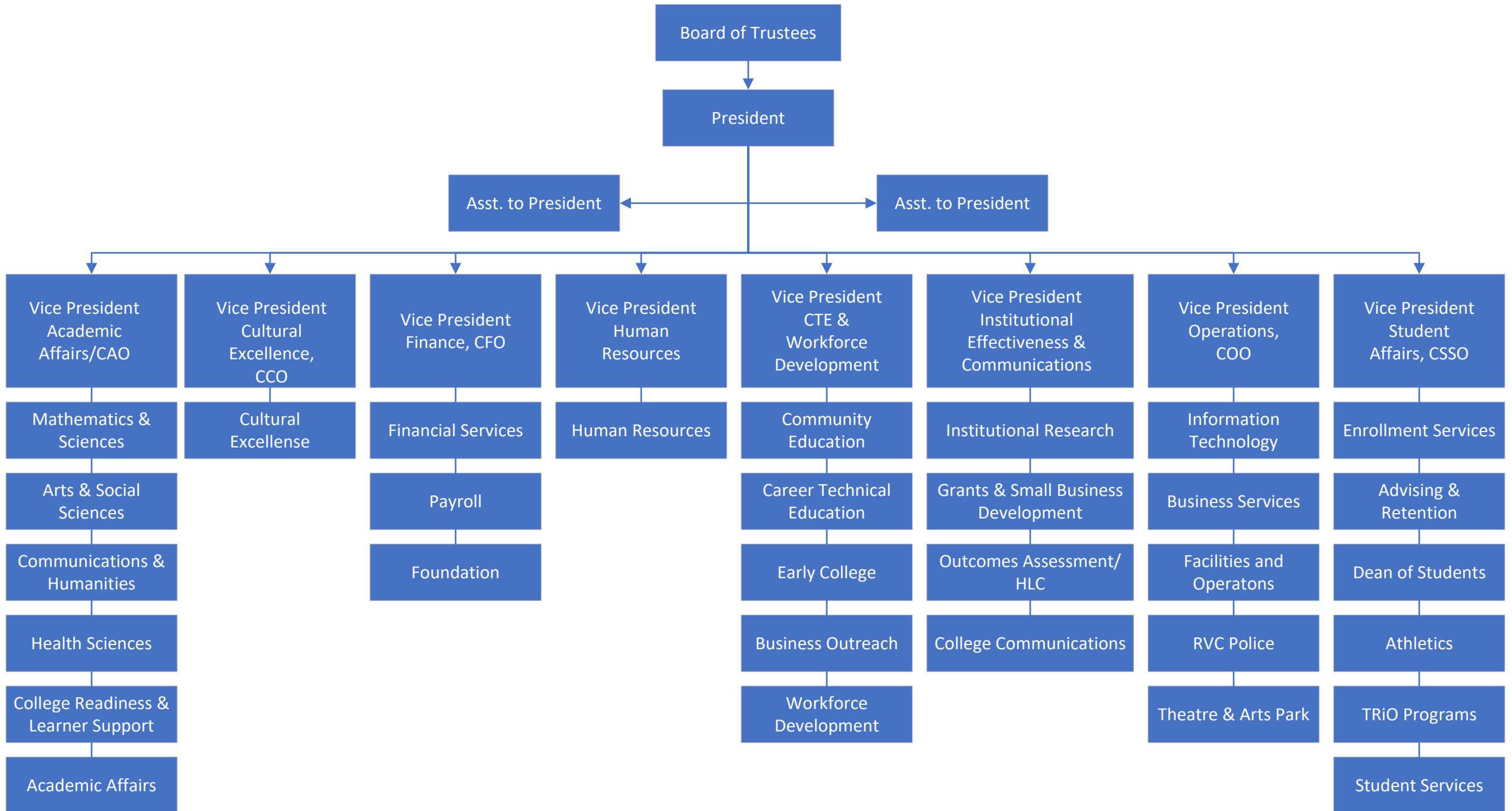
Heather Snider, Vice President of Institutional Effectiveness & Communications

Dr. Keith Barnes, Vice President of Cultural Excellence and Chief Culture Office (CCO)

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

Dr. Hansen Stewart, Vice President of CTE & Workforce Development

# Rock Valley College Organization Chart





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Rock Valley College  
Illinois**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2024

*Christopher P. Morill*

Executive Director/CEO

January 2, 2026

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

Illinois Community College Board (ICCB) and Illinois Compiled Statute require all community colleges to submit and publish audited financial statements. The Annual Comprehensive Financial Report of Rock Valley College, Illinois Community College District Number 511 (College), for the fiscal year ended June 30, 2025, is hereby submitted. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and changes in financial position of the College, based upon a comprehensive framework of internal controls that have been established. All disclosures necessary to enable the reader to gain an understanding of the College's financial activities have been included. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management of the College.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Rock Valley College for its annual comprehensive financial report for the fiscal year ended June 30, 2024. This award was the 18<sup>th</sup> consecutive year the College has achieved this prestigious award. To be awarded a Certificate of Achievement, the College must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Sikich LLP, Certified Public Accountants, have issued an unmodified "clean" opinion on the College's financial statements for the years ended June 30, 2025 and June 30, 2024. The independent auditor's report for June 30, 2025 is located at the front of the financial section of this report.

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

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

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

### ***Profile of the College***

The College was established in 1964 through a district-wide referendum after a two-year study established the need for a community college. The College's district is comprised of all Winnebago County, most of Boone County and parts of Stephenson, Ogle, McHenry, and DeKalb counties. The College's main campus is located on a 217-acre tract of land at Mulford and Spring Brook roads in Northeast Rockford. In addition to the main campus, the College operates programs at six owned and leased off-campus locations: RPS-College and Career Education Center Education - home to Automotive Service Technology and Collision Repair; Advanced Technology Center - home to several technical programs and Truck Driver Training; Bell School Center - which houses the College's Center for Learning and Retirement; Aviation Career Education Center at Chicago Rockford International Airport; North Main Street - employment assistance programs; and RVC Downtown - a site that provides Adult Education and general course offerings. The College holds Continuing Education classes at more than 20 sites throughout the district. Since opening for classes in 1965, the College has grown from a small community college with 35 faculty members and 1,100 students to an institution of 113 full-time faculty members, 184 part-time lecturers and more than 9,500 students. The College operates under the leadership of the Board of Trustees. The Board of Trustees consists of seven elected officials, all of whom are elected on a non-partisan basis, and one student trustee. The Board of Trustees is the policy making and legislative authority for the College.

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

### ***Local Economy***

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

- A leading manufacturing center, our existing manufacturers range from micro-machining to chemical production. The region produces over \$19.7 billion dollars of goods and services. The current unemployment rate is roughly 5.2 percent, a decrease from 6.6 percent the previous year. The region continues to encourage entrepreneurship as well as raising educational levels to prepare people for new jobs in the future. Some of those jobs may be in green construction and alternative energy. Additionally, as the local aerospace industry continues to grow and demand a skilled workforce, the need for developing engineering talent has become a greater priority. Local area businesses are encouraging degree attainment for the benefit of the individual, the company and the entire region. Rock Valley College is a key component in the collaboration among businesses and education to make certain the region can provide skilled workforce.

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

### ***Long-Term Financial Planning***

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

### ***Major Initiatives***

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

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

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

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

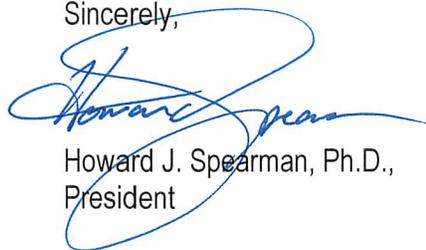
Rock Valley College broke ground in March 2025 on a new campus to be located in downtown Rockford. The programs at this location will include automotive, e-vehicles, collision repair, early childhood education, truck driver training, human services, criminal justice and adult education. The RVC Downtown West Campus is expected to open in August 2026.

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

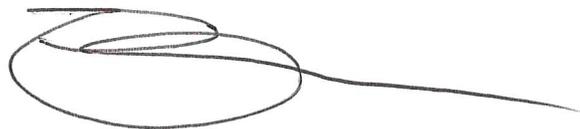
**Acknowledgements**

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

Sincerely,



Howard J. Spearman, Ph.D.,  
President



Ellen Olson,  
Vice President & Chief Financial Officer

## **FINANCIAL SECTION**

1415 West Diehl Road, Suite 400  
Naperville, IL 60563  
630.566.8400

**SIKICH.COM**

## **INDEPENDENT AUDITOR'S REPORT**

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

### **Report on the Audit of the Financial Statements**

#### **Opinions**

We have audited the accompanying financial statements of the business-type activities of Rock Valley College - Illinois Community College District Number 511 (the College) and the discretely presented component unit, Rock Valley College Foundation (the Foundation), as of and for the years ended June 30, 2025 and 2024, and the related notes to financial statements, which collectively comprise the College's basic financial statements as listed in the accompanying table of contents.

In our opinion, the basic financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the business type activities of Rock Valley College - Illinois Community College District Number 511 and the discretely presented component unit, Rock Valley College Foundation as of June 30, 2025 and 2024, and the respective changes in financial position and its cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

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

## **Change in Accounting Principle**

As described in Note 1 to the financial statements, the College adopted the Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*, for the fiscal year ended June 30, 2025. The implementation of this guidance resulted in changes to the accrual of compensated absence balances. Our opinion was not modified with respect to this matter.

## **Responsibilities of Management for the Financial Statements**

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

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

## **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

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

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the College's ability to continue as a going concern for a reasonable period of time.

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

## **Other Matters**

### *Required Supplementary Information*

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

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

### *Supplementary Information*

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

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

### *Other Information*

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

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

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 2, 2026 on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

*Sibich CPA LLC*

Naperville, Illinois  
January 2, 2026

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and the discretely presented component unit of Rock Valley College - Illinois Community College District No. 511 (the College) as of and for the year ended June 30, 2025, and the related notes to financial statements, which collectively comprise of the College’s basic financial statements, and have issued our report thereon dated January 2, 2026. The financial statements of Rock Valley College Foundation were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with Rock Valley College Foundation.

**Report on Internal Control Over Financial Reporting**

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

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

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

### **Report on Compliance and Other Matters**

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

### **Purpose of this Report**

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

*Sibich CPA LLC*

Naperville, Illinois  
January 2, 2026

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

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

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***Management's Discussion and Analysis:***

This section of Rock Valley College's Annual Comprehensive Financial Report presents management's discussion and analysis of the College's financial performance during the fiscal years ended June 30, 2025 and 2024 and is designed to focus on current activities. Therefore, please read this MD&A in conjunction with the accompanying transmittal letter, the College's basic financial statements and the footnotes. Certain comparative information between the current year and the prior year is required to be presented in the MD&A. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the College. The enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and changes in financial position of the College. All disclosures necessary to enable the reader to gain an understanding of the College's financial activities have been included.

***Using This Annual Report:***

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

The remainder of the MD&A highlights the structure and contents of the primary government's financial statement. For detailed information pertaining to the Foundation (the College's discretely presented component unit), refer to the separately issued Foundation financial statements for the year ended June 30, 2025.

**Comparative Analysis of Net Position – Fiscal Years 2025 and 2024**

	Net Position As of June 30		Increase (Decrease)	Percent Change
	2025	2024		
Current assets	\$ 231,653,285	\$ 151,427,528	\$ 80,225,757	53.0
Noncurrent assets				
Capital assets	282,898,222	264,845,571	18,052,651	6.8
Less accumulated depreciation and accumulated amortization	(169,232,741)	(160,363,702)	(8,869,039)	5.5
Other noncurrent assets	1,602,922	1,656,978	(54,056)	(3.3)
Total assets	346,921,688	257,566,375	89,355,313	34.7
Deferred outflows of resources	2,366,159	3,109,021	(742,862)	(23.9)
Total assets and deferred outflows of resources	349,287,847	260,675,396	88,612,451	34.0
Current liabilities	39,462,585	34,276,195	5,186,390	15.1
Noncurrent liabilities	92,790,599	36,738,634	56,051,965	152.6
Total liabilities	132,253,184	71,014,829	61,238,355	86.2
Deferred inflows of resources	36,497,875	37,228,956	(731,081)	(2.0)
Total liabilities and deferred inflows of resources	168,751,059	108,243,785	60,507,274	55.9
Net position				
Net investment in capital assets	62,310,559	67,531,968	(5,221,409)	(7.7)
Restricted	46,158,592	19,430,484	26,728,108	137.6
Unrestricted	72,067,637	65,469,159	6,598,478	10.1
Total net position	\$ 180,536,788	\$ 152,431,611	\$ 28,105,177	18.4

This schedule is prepared from the College's Statement of Net Position (pages 7-8) which is presented on an accrual basis of accounting and the economic resources measurement focus whereby assets are capitalized and depreciated.

The College's total net position at June 30, 2025, increased from \$152,431,611, to \$180,536,788, an increase of approximately 18.4 percent. This is due to increases in restricted and unrestricted capital during the year, partially offset by a decrease in net investment in capital assets. The increase in restricted capital is due to funds restricted for capital improvements, which includes construction for the Downtown West location in Rockford, IL, renovation of Classroom Building II and the buildout and elevator addition for the Health Sciences Center both located on the main campus.

In fiscal year 2025, the College's total assets and deferred outflows of resources increased by \$88,612,451 to \$349,287,847. Current assets also increased from \$151,427,528 to \$231,653,285. The increase in current assets is predominately due to increases in investments of \$19,433,338, restricted cash and cash equivalents of \$20,617,418 and restricted investments of \$39,782,757. The increase in restricted cash and cash equivalents and restricted investment are the direct result of is issuance of Working Cash Bonds, PAR \$13,775,000 that settled November 18, 2024 and Debt Certificates of \$52,340,000 that settled April 21, 2025 less subsequent disbursements. Noncurrent assets increased \$9,129,556 due to an increase in capital assets and intangible capital assets of \$18,052,651 due to construction in process for the Downtown West project, partially offset by an increase in accumulated depreciation and accumulated amortization of \$8,869,039.

Total liabilities and deferred inflows of resources increased from \$108,243,785 to \$168,751,059. Current liabilities increased \$5,186,390 which is attributed to increases in accounts payable \$1,538,198 and the current portion of bonds payable of \$1,974,493. Noncurrent liabilities increased \$156,051,965 which is due to an increase of \$53,741,761 in bonds payable due the issuance of working cash bonds and debt certificates during the fiscal year, an increase in compensated absences of \$1,040,359 related to the implementation of Governmental Accounting Standards Board (GASB) 101, *Compensated Absences* and an increase in subscription-based technology arrangement (SBITA-GASB 96) of \$1,779,861 due to renewals of multi-year contracts for the use of software.

### **Comparative Analysis of Net Position – Fiscal Years 2024 and 2023**

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

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

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

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

**Fiscal Years 2025 and 2024 Financial Highlights:**

	June 30		Increase (Decrease)	Percent Change
	2025	2024		
Operating revenues	\$ 22,442,076	\$ 19,457,178	\$ 2,984,898	15.3
Non-operating revenues	91,973,124	80,378,979	11,594,145	14.4
Total revenues	<u>114,415,200</u>	<u>99,836,157</u>	<u>14,579,043</u>	<u>14.6</u>
Operating expenses	84,559,949	77,583,692	6,976,257	9.0
Non-operating expenses	1,750,074	1,308,050	442,024	33.8
Total expenses	<u>86,310,023</u>	<u>78,891,742</u>	<u>7,418,281</u>	<u>9.4</u>
Income before capital contributions	28,105,177	20,944,415	7,160,762	34.2
Capital contributions	-	428,169	(428,169)	(100.0)
Change in net position	<u>28,105,177</u>	<u>21,372,584</u>	<u>6,732,593</u>	<u>31.5</u>
Net position, beginning of year	<u>152,431,611</u>	<u>131,059,027</u>	<u>21,372,584</u>	<u>16.3</u>
Change in accounting principle	-	-	-	-
Net position, end of year	<u>\$ 180,536,788</u>	<u>\$ 152,431,611</u>	<u>\$ 28,105,177</u>	<u>18.4</u>

Total revenues increased \$14,579,043, an increase of approximately 14.6 percent. Operating revenues increased \$2,984,898, an increase of 15.3 percent or \$2,984,898 which was due the receipt of an Employee Retention Credit (ERC) from the Internal Revenue Service plus interest for \$3,926,580 for the first quarter of 2021, which was partially offset by a reduction in net student tuition and fees of \$1,127,903. Non-operating revenues increased \$11,594,145, an increase of 14.4 percent. This increase is attributed increases in local property taxes of \$4,027,227, state appropriations of \$1,458,461, state grants and contracts \$2,391,599, federal grants and contracts of \$2,707,728 and investment income of \$1,672,279.

Total expenses increased \$7,418,281, an increase of approximately 9.4 percent. Operating expense increased \$6,976,257, primarily due to an increase in salaries of approximately \$1,794,790, employee benefits of approximately \$3,210,3226 and contractual services of \$1,852,533 due to the consulting fee related to the ERC received, and \$619,288 and architectural fees for construction projects. Non-operating expenses had an increase of \$442,024 which is attributable to an increase in interest on debt related to capital assets.

In general, the ending net position for fiscal year 2025 increased \$28,105,177. Details for revenues and operating expenses are covered in more detail in the subsequent sections.

**Fiscal Years 2024 and 2023 Financial Highlights:**

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

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

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

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

**Fiscal Years 2025 and 2024 Revenues (Operating and Non-operating):**

	2025		2024		Increase (Decrease)	Percent Change
	Amount	% of total	Amount	% of total		
Student tuition & fees (net)	\$ 14,352,998	12.5	\$ 15,480,901	15.5	\$ (1,127,903)	(7.3)
Sales & service fees	1,572,912	1.4	1,446,112	1.4	126,800	8.8
State grants and contracts	20,222,948	17.7	17,831,349	17.9	2,391,599	13.4
Federal grants and contracts	13,953,349	12.2	11,245,621	11.3	2,707,728	24.1
State appropriations	9,265,014	8.1	7,806,553	7.8	1,458,461	18.7
Local property taxes	38,791,172	33.8	34,763,895	34.9	4,027,277	11.6
Personal property replacement tax	2,268,767	2.0	3,421,509	3.4	(1,152,742)	(33.7)
Investment income	6,378,617	5.6	4,707,338	4.7	1,671,279	35.5
Other	7,609,423	6.7	3,132,879	3.1	4,476,544	142.9
<b>Total Revenues</b>	<b>\$ 114,415,200</b>	<b>100.0</b>	<b>\$ 99,836,157</b>	<b>100.0</b>	<b>\$ 14,579,043</b>	<b>14.6</b>

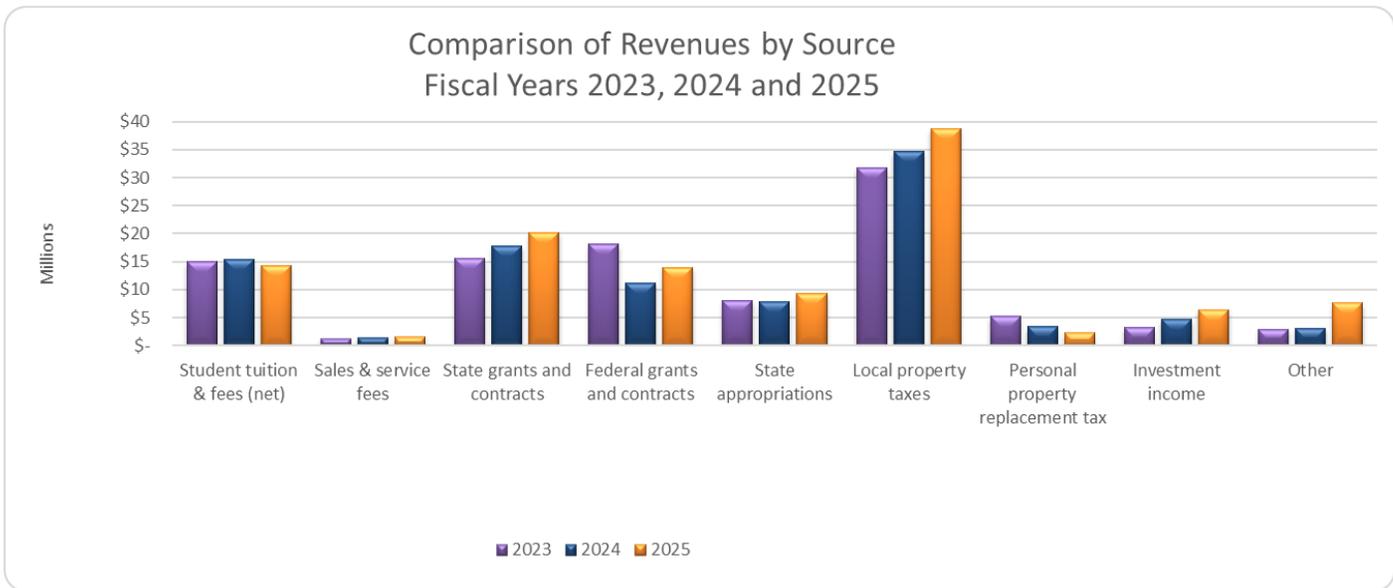
**2025 Analysis of Revenues:** During Fiscal Year 2025, the College's total revenues increased by \$14,579,043, an increase of 14.6 percent. The increase in operating revenues is primarily attributed an increase of \$2,391,599 for state grants and contracts, \$2,707,728 for federal grants and contracts, state appropriations (SURS) of \$1,458,461, local property taxes of \$4,027,277, which increased due to an increase in the equalized assessed value (EAV), investment income \$1,671,279 due higher investment balances and other \$4,476,544 which included the ERC credit plus interest received for the amount of \$3,926,580. This was offset in part by decreases in student tuition & fees, net of \$1,127,903 and personal property replacement tax of \$1,152,742.

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

	2024		2023		Increase (Decrease)	Percent Change
	Amount	% of total	Amount	% of total		
Student tuition & fees (net)	\$ 15,480,901	15.5	\$ 14,972,460	14.8	\$ 508,441	3.4
Sales & service fees	1,446,112	1.4	1,273,848	1.3	172,264	13.5
State grants and contracts	17,831,349	17.9	15,585,632	15.4	2,245,717	14.4
Federal grants and contracts	11,245,621	11.3	18,067,124	17.9	(6,821,503)	(37.8)
State appropriations	7,806,553	7.8	8,117,466	8.0	(310,913)	(3.8)
Local property taxes	34,763,895	34.9	31,849,169	31.4	2,914,726	9.2
Personal property replacement tax	3,421,509	3.4	5,194,536	5.1	(1,773,027)	(34.1)
Investment income	4,707,338	4.7	3,213,970	3.2	1,493,368	N/A
Other	3,132,879	3.1	2,923,111	2.9	209,768	7.2
<b>Total Revenues</b>	<b>\$ 99,836,157</b>	<b>100.0</b>	<b>\$ 101,197,316</b>	<b>100.0</b>	<b>\$ (1,361,159)</b>	<b>(1.3)</b>

**2024 Analysis of Revenues:** In FY 2024, the College's total revenues decreased by \$1,361,159, a decrease of 1.3 percent. The decrease in operating revenues is primarily attributed a decrease of \$6,821,503 for federal grants and contracts which is attributed to the end of the HEERF grant revenues received in fiscal years 2021, 2022 and 2023 and the reduction in personal property replacement tax of \$1,773,027. This was offset in part by increases in student tuition & fees, net of \$508,441, state grants and contracts of \$2,245,717, local property taxes \$2,914,725 and investment income of \$1,493,368. Local Property taxes increased partially in FY 2024 due to an increase in the equalized assessed value (EAV) of properties in the district plus receipt of tax levy receipts for a full fiscal year for protection, health & safety, social security and tort which crosses levy year 2022 and levy year 2023. Investment income increased due to rising interest rates that continued through fiscal year 2024 and higher investment balances during the year

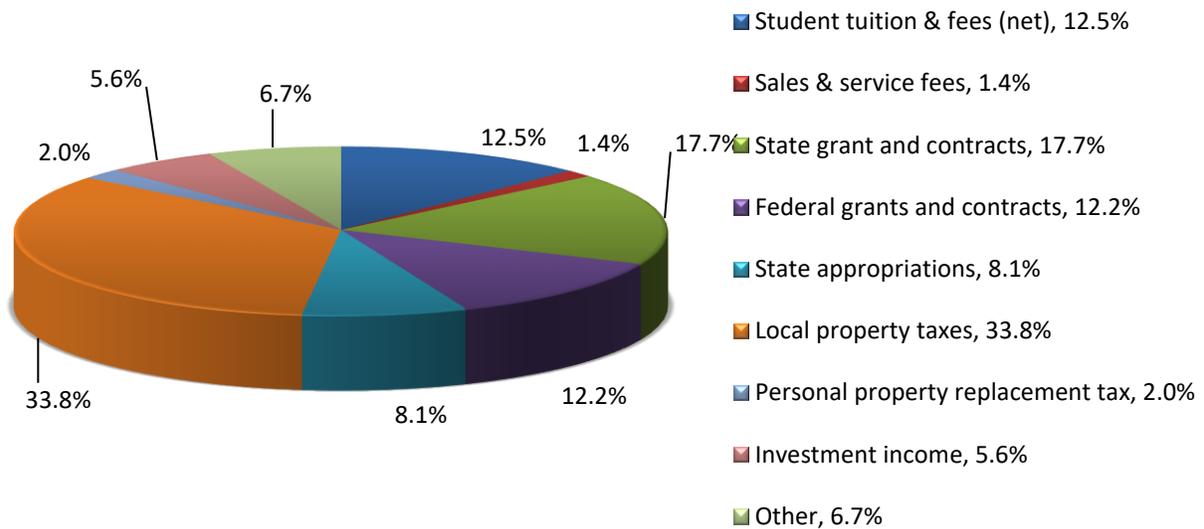
The following is a graphic illustration comparing fiscal years 2025, 2024, and 2023 revenues by source:



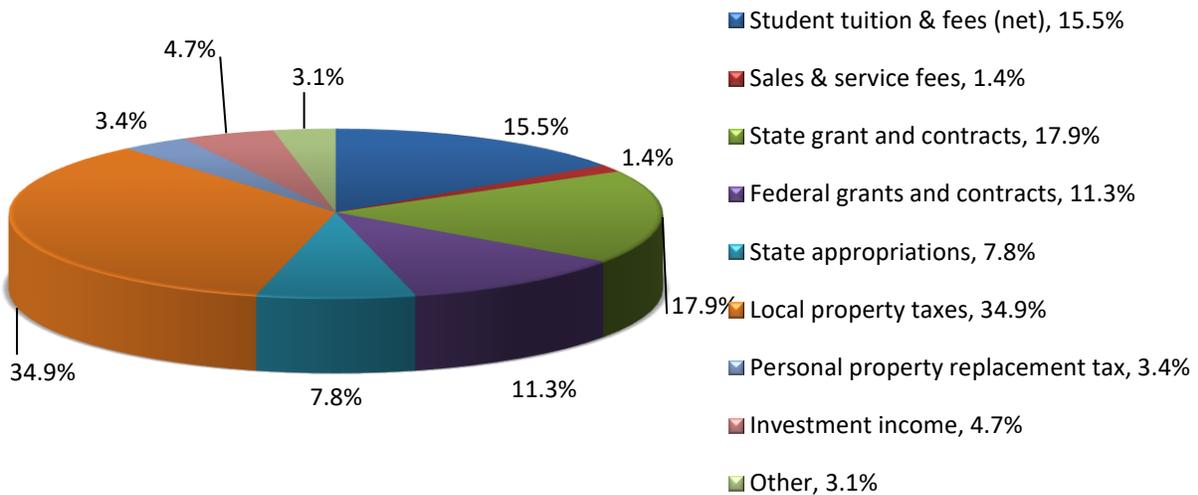
Sales and service fees increased 8.8 percent from last year, along with increases of 13.4 percent for State grants and contacts, 24.1 percent for Federal grants and contracts, 18.7 percent for State appropriations, 11.6 percent for local property taxes and 142.9 percent for other revenue. This is offset by decreases of 7.3 for net tuition and fees and 33.7 percent for personal property replacement tax.

The following are graphic illustrations of fiscal years 2025 and 2024 revenue by source.

### Percent of 2025 Revenue by Source



### Percent of 2024 Revenue by Source



**Fiscal Years 2025 and 2024 Operating Expenses by Function Comparison:**

	2025		2024		Increase (Decrease)	Percent Change
	Amount	% of total	Amount	% of total		
Instruction	\$ 23,134,071	27.4	\$ 21,063,010	27.6	\$ 2,071,061	9.8
Academic Support	3,997,579	4.7	3,538,469	4.6	459,110	13.0
Student Services	6,647,380	7.9	5,708,045	7.5	939,335	16.5
Public Service	8,713,488	10.3	8,236,282	10.8	477,206	5.8
Plant, Operations & Maintenance	4,164,109	4.9	9,053,504	11.9	(4,889,395)	(54.0)
Institutional Support	19,297,265	22.8	12,597,650	16.5	6,699,615	53.2
Auxiliary Services	1,955,361	2.3	1,747,233	2.3	208,128	11.9
Depreciation and Amortization	9,730,612	11.5	8,864,552	11.6	866,060	9.8
Scholarships, grants & waivers	6,920,084	8.2	5,581,018	7.2	1,339,066	24.0
<b>Total Expenses by Function</b>	<b>\$ 84,559,949</b>	<b>100.0</b>	<b>\$ 76,389,763</b>	<b>100.0</b>	<b>\$ 8,170,186</b>	<b>10.7</b>

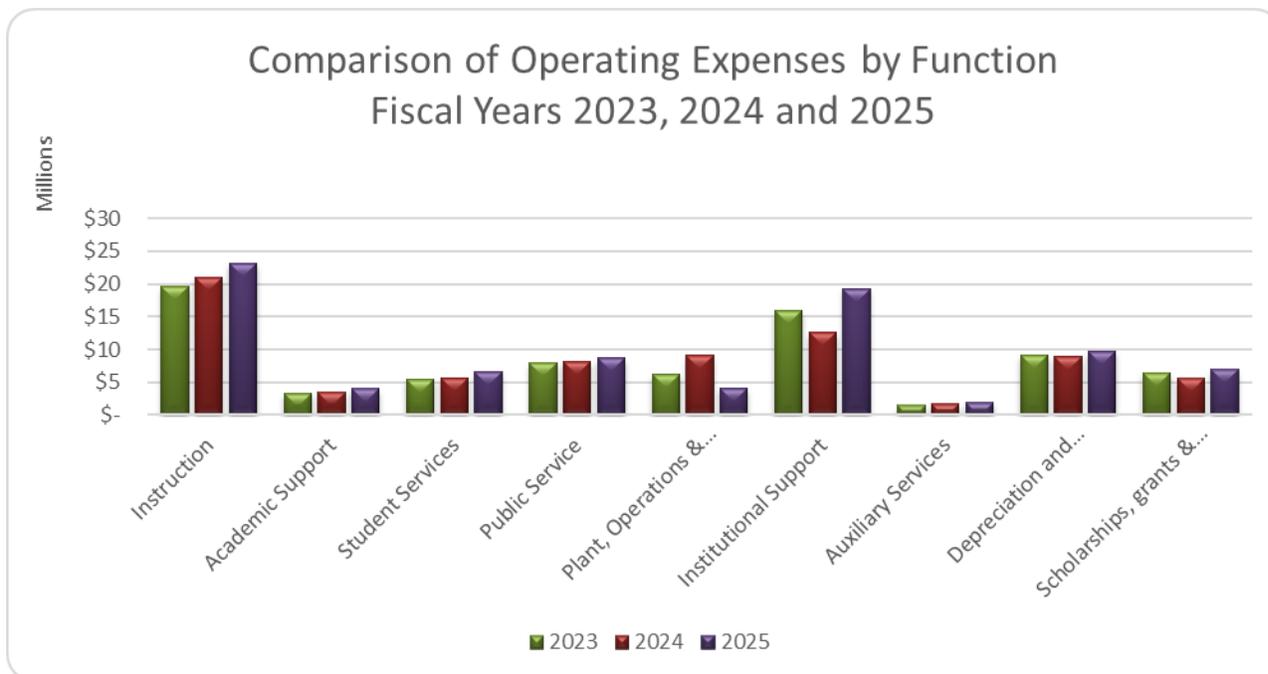
2025 Analysis of Operating Expenses by Function: The College's operating expenses by function increased approximately \$8,170,186 or 10.7 percent from prior year. Instruction, Academic Support, Student Services, Institutional Support and Auxiliary Services all increased due to increased salaries and general materials and supplies. Institutional Support also increased due increased contractual services as the College incurred additional expenses associated with migration of its Enterprise Resource Planning (ERP) system to a Software as a Service (SaaS) environment as well as the professional services paid as a result of the Employee Retention Credit (ERC) received. This increase was partially offset by a decrease in Plant, Operations and Maintenance due to a decrease in net capital assets.

**Fiscal Years 2024 and 2023 Operating Expenses by Function Comparison:**

	2024		2023		Increase (Decrease)	Percent Change
	Amount	% of total	Amount	% of total		
Instruction	\$ 21,063,010	27.6	\$ 19,562,649	25.9	\$ 1,500,361	7.7
Academic Support	3,538,469	4.6	3,382,100	4.5	156,369	4.6
Student Services	5,708,045	7.5	5,456,086	7.2	251,959	4.6
Public Service	8,236,282	10.8	8,008,855	10.6	227,427	2.8
Plant, Operations & Maintenance	9,053,504	11.9	6,266,500	8.3	2,787,004	44.5
Institutional Support	12,597,650	16.5	15,852,224	20.9	(3,254,574)	(20.5)
Auxiliary Services	1,747,233	2.3	1,519,294	2.0	227,939	15.0
Depreciation and Amortization	8,864,552	11.6	9,139,322	12.1	(274,770)	(3.0)
Scholarships, grants & waivers	5,581,018	7.2	6,489,685	8.5	(908,667)	(14.0)
<b>Total Expenses by Function</b>	<b>\$ 76,389,763</b>	<b>100.0</b>	<b>\$ 75,676,715</b>	<b>100.0</b>	<b>\$ 713,048</b>	<b>0.9</b>

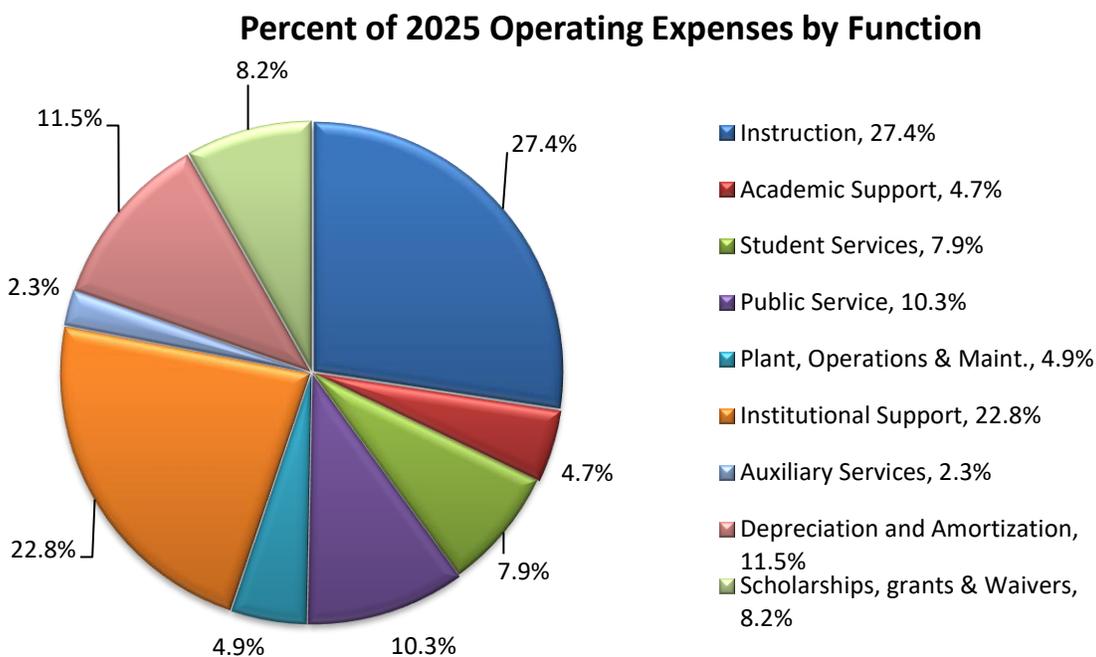
2024 Analysis of Operating Expenses by Function: The College's operating expenses by function increased approximately \$713,048 or 0.9 percent from prior year. Instruction, Academic Support, Student Services, Plant Operations & Maintenance, Institutional Support and Auxiliary Services all increased due to increased salaries and general materials and supplies. Plant Operations & Maintenance also increased due to capital projects on campus. This increase was partially offset by a decrease in Institutional Support due to a decrease in expenditure of the HEERF institution allocation as HEERF funds were depleted in fiscal year 2023 by approximately \$5,841,478.

The following is a graphic illustration comparing fiscal years 2023, 2024, and 2025 expenses by function:

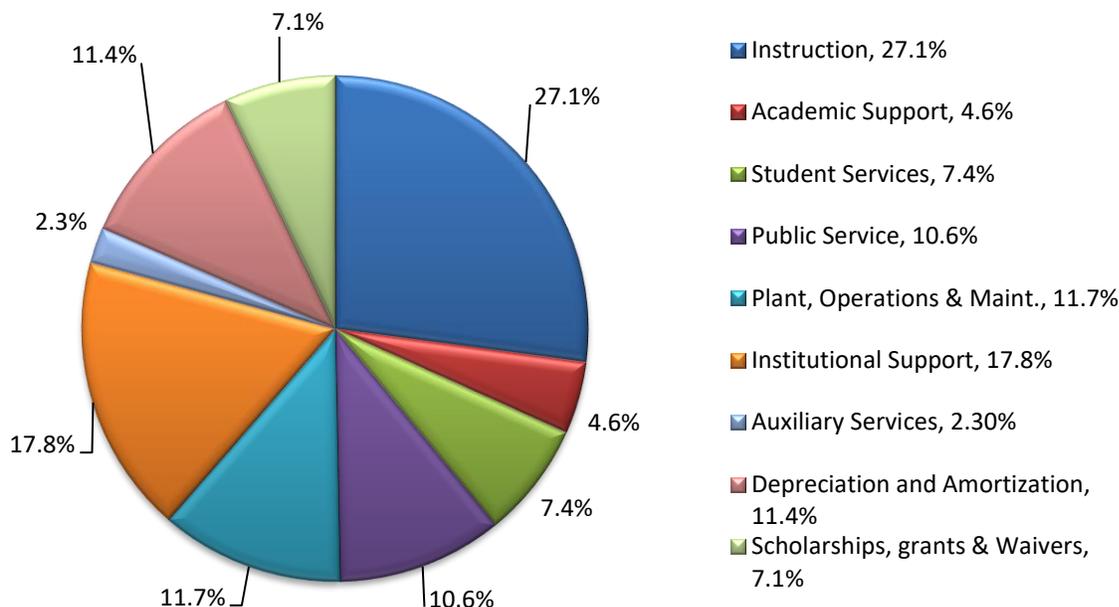


Salaries and general materials & supplies resulted in increases across all areas with the exception of depreciation and scholarships, grants & waivers. Institutional Support, also had an increase due to contractual services related to the migration of the ERP system and ERC. The increase for Plant Operations and Maintenance were offset by decrease in net capital assets.

The following are graphical illustrations of fiscal years 2025 and 2024 operating expenses by function.



### Percent of 2024 Operating Expenses by Function



### Fiscal Years 2025 and 2024 Operating Expenses by Object:

	2025		2024		Increase (Decrease)	Percent Change
	Amount	% of total	Amount	% of total		
Salaries	\$ 36,120,165	42.7	\$ 34,325,375	44.9	\$ 1,794,790	5.2
Employee Benefits	14,066,011	16.6	10,926,752	14.3	3,139,259	28.7
Contractual Services	7,812,115	9.2	5,959,582	7.8	1,852,533	31.1
General Materials and Supplies	3,899,802	4.6	4,293,710	5.6	(393,908)	(9.2)
Travel & Conference/Meeting Expense	1,258,560	1.5	1,270,849	1.7	(12,289)	(1.0)
Fixed Charges	282,277	0.3	1,429,200	1.9	(1,146,923)	(80.2)
Utilities	1,960,128	2.3	1,963,486	2.6	(3,358)	(0.2)
Depreciation and Amortization	9,730,612	11.5	8,864,552	11.6	866,060	9.8
Other	9,430,279	11.3	7,356,257	9.6	2,074,022	28.2
<b>Total Expenses by Object</b>	<b>\$ 84,559,949</b>	<b>100.0</b>	<b>\$ 76,389,763</b>	<b>100.0</b>	<b>\$ 8,170,186</b>	<b>10.7</b>

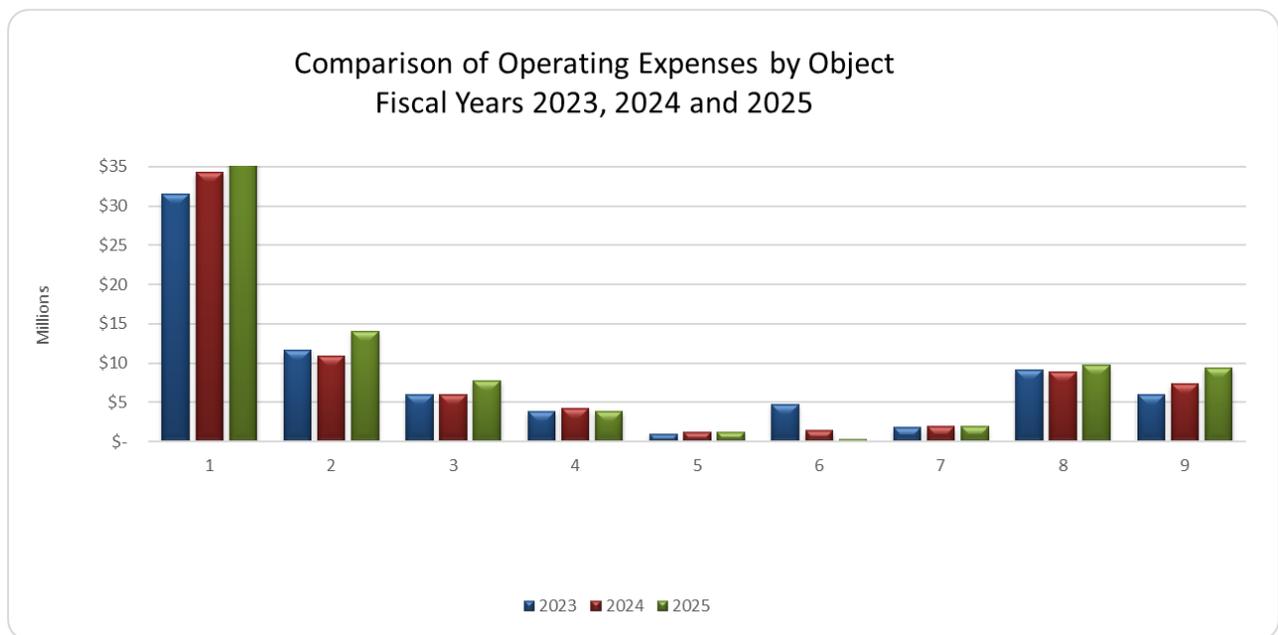
2025 Analysis of Operating Expenses by Object: Overall, the College's fiscal year operating expenses increased \$8,170,186 or 10.7 percent. Salaries increased \$1,794,790 due to annual increases. The increase in employee benefits of approximately \$3,139,259 is due to increases in group medical expense claims. Contractual services increase \$1,852,533 expense associated with migration of its Enterprise Resource Planning (ERP) system to a Software as a Service (SaaS) environment and the decrease in fixed charges of \$1,146,923 due to a reduction in the retirement of subscription-based information technology arrangements under GASB 96. The increase of \$2,074,022 in Other Expenses which is attributed to an increase in capital expenditure for campus projects.

**Fiscal Years 2024 and 2023 Operating Expenses by Object:**

	2024		2023		Increase (Decrease)	Percent Change
	Amount	% of total	Amount	% of total		
Salaries	\$ 34,325,375	44.9	\$ 31,470,783	41.6	\$ 2,854,592	9.1
Employee Benefits	10,926,752	14.3	11,652,668	15.4	(725,916)	(6.2)
Contractual Services	5,959,582	7.8	5,980,743	7.9	(21,161)	(0.4)
General Materials and Supplies	4,293,710	5.6	3,863,697	5.1	430,013	11.1
Travel & Conference/Meeting Expense	1,270,849	1.7	1,005,354	1.3	265,495	26.4
Fixed Charges	1,429,200	1.9	4,785,080	6.3	(3,355,880)	(70.1)
Utilities	1,963,486	2.6	1,797,194	2.4	166,292	9.3
Depreciation and Amortization	8,864,552	11.6	9,139,323	12.1	(274,771)	(3.0)
Other	7,356,257	9.6	5,981,871	7.9	1,374,386	23.0
<b>Total Expenses by Object</b>	<b>\$ 76,389,763</b>	<b>100.0</b>	<b>\$ 75,676,713</b>	<b>100.0</b>	<b>\$ 713,050</b>	<b>0.9</b>

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

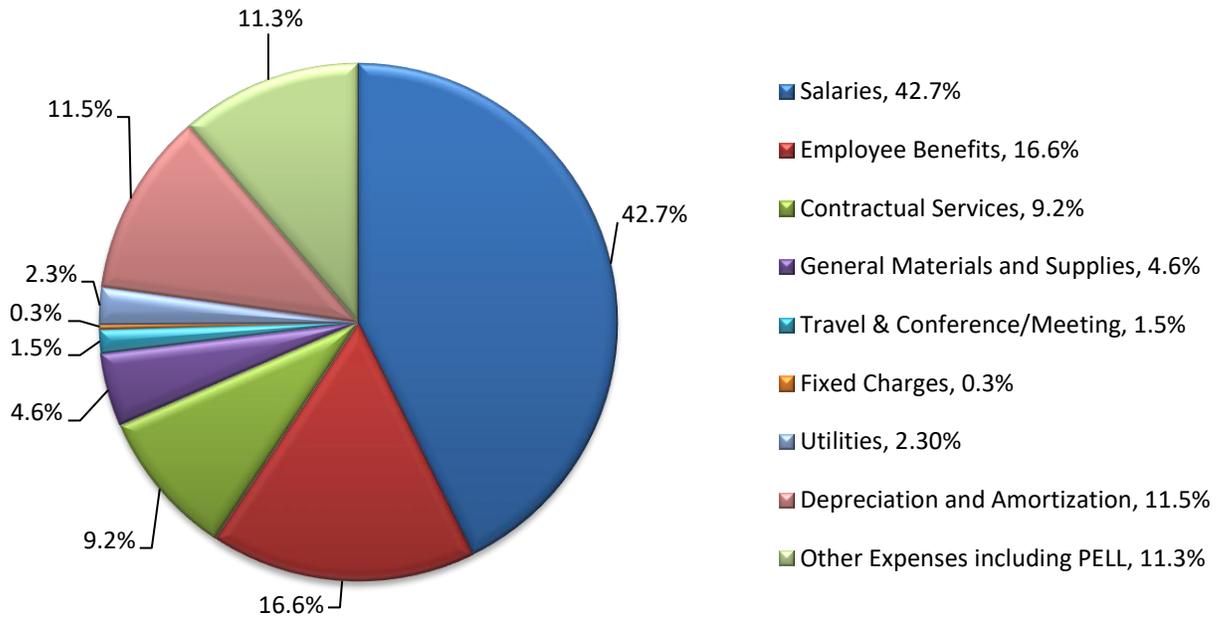
The following is a graphic illustration comparing fiscal years 2025, 2024, and 2023 expenses by object:



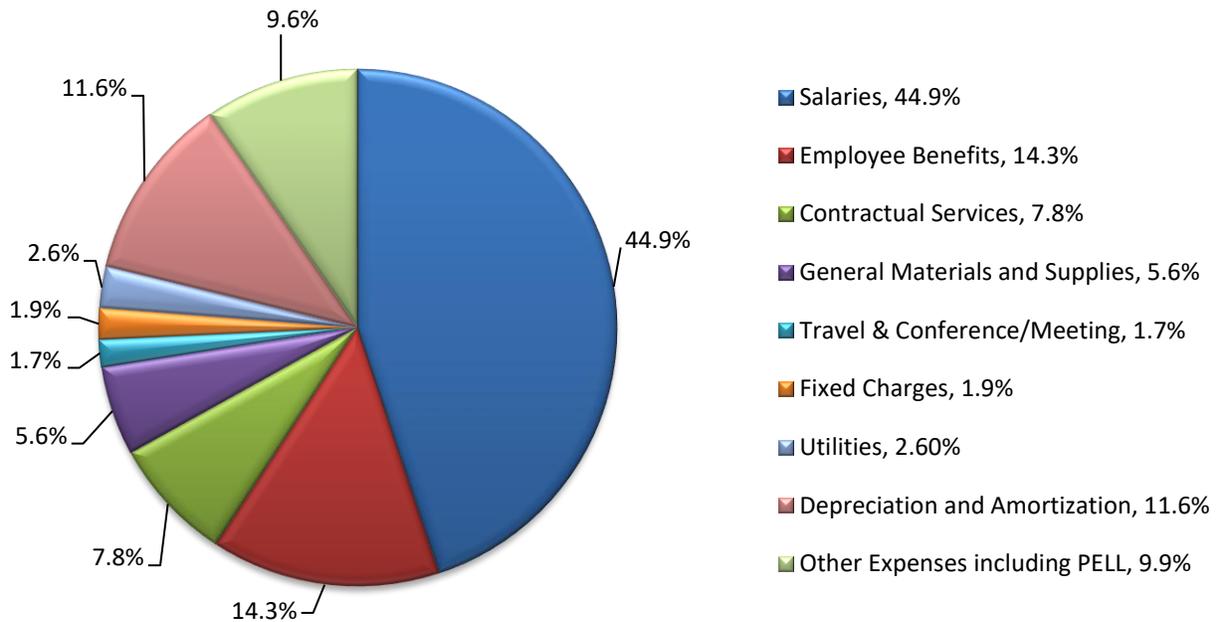
Total salaries increased this year due to annual increases and an increase in position due to the availability of grant funding. Employee benefits decreased this past year due to a decrease in Other Postemployment Benefits (OPEB), in SURS pension plan "on-behalf" expenses. General material/supplies increased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

The following are graphical illustrations of fiscal years 2025 and 2024 operating expenses by object.

### Percent of 2025 Operating Expenses by Object



### Percent of 2024 Operating Expenses by Object



**Fiscal Years 2025 and 2024 Capital Assets & Long-Term Debt:**

Net Capital Assets	June 30		Increase (Decrease)	Percent Change
	2025	2024		
<b>Capital &amp; Tangible Assets</b>				
Land	\$ 1,463,639	\$ 1,463,639	\$ -	-
Land and improvements	15,877,136	15,877,136	-	-
Building and improvements	207,438,506	201,565,712	5,872,794	2.9
Equipment	33,555,262	32,222,023	1,333,239	4.1
Fine Art / Historic Treasures	102,000	102,000	-	-
Construction in progress	14,595,149	7,642,383	6,952,766	91.0
Total gross assets	273,031,692	258,872,893	14,158,799	5.5
Total accumulated depreciation	(164,252,891)	(157,010,056)	(7,242,835)	4.6
Total	\$ 108,778,801	\$ 101,862,837	\$ 6,915,964	6.8
<b>Intangible Assets</b>				
Land and equipment	2,326,453	1,913,577	412,876	21.6
Software	7,540,077	4,059,101	3,480,976	85.8
Total accumulated amortization	(4,979,850)	(3,353,646)	(1,626,204)	48.5
Total	\$ 4,886,680	\$ 2,619,032	\$ 2,267,648	86.6
Total Capital Assets, Net	\$ 113,665,481	\$ 104,481,869	\$ 9,183,612	8.8

2025 Capital Assets: Total gross capital and tangible assets, or the cost balance, increased by approximately \$14,158,799 from \$258,872,893 one year ago to \$273,031,692. Contributing to the increase is the Downtown West project under construction of approximately \$10,145,395 and the completion of multiple deferred maintenance projects which include heating ventilation and air conditioning (HVAC), and security system upgrades. The current year's depreciation expense of approximately \$7,870,022 increased \$327,124 over the prior year depreciation expense of approximately \$7,542,898. Intangible Assets includes the implementation of GASB Statement 87, *Leases* implemented during fiscal year 2021. GASB Statement 96, and *Subscription-Based Information Technology Arrangements* implemented in fiscal year 2023, intangible assets, net, increased \$2,267,648 from \$2,619,032 to \$4,886,680 due to renewal of a five-year agreement for the College's ERP system.

2025 Long-term Debt: As of June 30, 2025, the College's bonds payable increased from \$35,679,582 to \$91,398,836. The increase is attributable to the issuance of Series 2024 in November 2024 for \$13,755,000 with the purpose to renovate the Classroom II Building and fund the buildout of the third floor and elevator addition of the Health Sciences Center plus the issuance of Debt Certificates, Series 2025A of \$52,340,000 for the purpose of the construction of the Downtown West location. Offsetting the increase, were principal payments of Series 2022A. The unamortized bond premium increased \$434,254. Rock Valley College is scheduled to pay off its currently issued bonded debt in fiscal year 2033.

The College has subsequently issued bond debt, that closed in July 2025 for the purpose of paying off the Debt Certificates, 2025A.

The College's accrued compensated absences balance for fiscal year 2025 was \$2,213,424, with the current portion due within one year at \$332,014. Accrued compensated absences increased by \$1,223,952 from the fiscal year 2024 balance of \$989,472 due to the implementation of GASB Statement 101, *Compensated Absences* in fiscal year 2025 resulting in an additional liability for earned but unused sick and personal days.

During fiscal year 2023, the College implemented GASB Statement 96, *Subscription-Based Information Technology Arrangements*. This statement required the College to recognize subscription liability for the amounts owed on these subscription-based information technology arrangement (SBITA) contracts offset by a capitalized asset. These subscription-based information technology arrangements were previously classified as operating expenses and recognize the outflows of resources based on the contractual payment provisions. As of June 30, 2025, the SBITA liability was \$3,779,324 with the current portion amounting to \$1,331,155. This increase was predominately due to the due to renewal of a five-year agreement for the College's ERP system.

In fiscal year 2022, the College implemented GASB Statement No. 87, *Leases*. This statement required the College to recognize certain lease assets and liabilities that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the contractual payment provisions. Under this statement the lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. As of June 30, 2025, the lease liability and intangible right to use lease asset was \$1,274,702 with the current portion amounting to \$285,263.

In fiscal year 2018, the College implemented GASB Statement No. 75, *Accounting for Other Post-Employment Benefits*. This statement required the College to record its proportionate share of the liability for the State College Insurance Plan. For fiscal year 2025, this decreased from \$9,964,790 to \$9,458,979.

In fiscal year 2006, the College implemented GASB Statement No. 47, *Accounting for Early Termination Benefits*. This statement required the College to record and accrue for voluntary and involuntary benefits employees receive after employment has ended with the College that relates to an early termination plan and offering. The College currently has retired employees who opted to participate in an early retirement plan that qualify to have early retirement benefits recorded under this Statement. As of June 30, 2025, early termination payable was \$257,092 with the current portion amounting to \$24,200. The net decrease in early retirement benefits amounted to \$4,623.

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

***Fiscal Years 2025, 2024, and 2023 Net Position:***

Analysis of Net Position:	2025		2024		2023	
	Amount	%	Amount	%	Amount	%
Net investment in capital assets	\$ 62,310,559	34.5	\$ 67,531,968	44.3	\$ 61,700,714	47.1
Restricted debt service	6,940,002	3.8	6,474,674	4.2	6,708,297	5.1
Restricted liability, protection and settlement	3,897,509	2.2	3,546,368	2.3	3,307,441	2.5
Other restricted	35,321,081	19.6	9,409,442	6.2	1,840,155	1.4
Unrestricted	72,067,637	39.9	65,469,159	42.9	57,502,420	43.9
Total Net Position	<u>\$ 180,536,788</u>	<u>100.0</u>	<u>\$ 152,431,611</u>	<u>100.0</u>	<u>\$ 131,059,027</u>	<u>100.0</u>

2025 Analysis: The College's net position increased by \$28,105,177 in 2025 to \$180,536,788 driven by an increase in other which includes funds restricted capital improvement of approximately \$24,068,509, working cash fund of \$1,870,745 as well as unrestricted of \$6,598,478. These increases were partially offset by a decrease in debt service of approximately \$5,221,409.

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

### ***Economic Factors That May Affect the Future:***

The College continues to be concerned with the underfunding of community colleges incurred by the State of Illinois and the impacts these deficits may have on future funding for community colleges and financial aid for students. The College continues to track is proposed legislation for pension and retiree healthcare benefits; both of which may have a significant impact on the College. The College is also concerned with potential reduction in federal grants that fund crucial services like advising and academic support for certain at-risk populations as well as proposed changes to Pell Grants that could reduce aid to part-time students. These concerns increase the reliance on local funding through property taxes and tuition.

Operational challenges that the college is facing include increasing operational costs for utilities, supplies, and healthcare premiums, which are the most significant costs increases along with the need for technical upgrades to keep up with technical advances.

Short-term interest rates have continued to decline since the Federal Reserve began to cut interest rates in September, 2024, after four years. That first rate cost in four years was part of the Federal Reserve's effort to support a cooling labor market and stimulate economic growth as inflation pressures continue to subside. The uncertainty of the economy and effects of inflation continues to result in uncertainty regarding future interest rates and the impact on the revenue the College generates from working cash and bond proceeds to help finance operations and capital investment. Inflationary pressure and supply chain issues have increased costs for the College over the past several years, and have started to stabilize, although the College is watching to the impact of tariffs and global uncertainty.

The unemployment rate throughout the State and community has continued to stabilize from when the COVID-19 pandemic began to shut down the economy causing the State unemployment rate to increase, although there has been some softening. The unemployment rate at the end of the current fiscal year is 4.8%, down from 6.1% a year ago. Future enrollment is unknown as the demographic cliff or enrollment cliff projects a dramatic drop in the number of the college-age population in 2025. These are students age 17 to 18 years-old typically starting college after graduation from high school. In response to the enrollment projections, the College is pivoting to attract older students who may seek additional educational opportunities or look to gain additional skills. The College has seen a return of students preferring face-to-face instruction as opposed to virtual, the blend is approximately 50% face-to-face and 50% virtual or hybrid. The College continues its commitment to maintain low tuition costs and fees to provide affordable education and training for members of the community. Continuing to maintain low tuition costs will have to continue to be balanced with the need to cover expenses to ensure that the quality and breadth of the College product offering is not impacted.

The College continues to track property values and economic activity to forecast funding impacts. The College saw an increase in the assessed evaluations of the College's districts for Levy Year 2024. Therefore, it did not increase tuition for fiscal year 2026.

### ***Request for Information:***

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

## **BASIC FINANCIAL STATEMENTS**

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

STATEMENTS OF NET POSITION

June 30, 2025 and 2024

	2025	2024
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 49,473,693	\$ 52,997,489
Investments	66,613,513	47,180,175
Receivables		
Due from component unit	1,402,348	1,132,887
Property taxes, net of allowance for uncollectible balances of \$252,600 for 2025 and \$216,500 for 2024	19,425,894	16,632,334
Accounts, net of allowance for uncollectible balances of \$1,850,200 for 2025 and \$1,719,353 for 2024	12,415,877	11,320,714
Accrued interest	1,326,800	1,362,970
Lease receivable	5,284,826	5,690,324
Cash held by paying agent	848,317	584,125
Prepaid items	435,038	499,706
Restricted cash and cash equivalents	31,753,497	11,136,079
Restricted investments	42,673,482	2,890,725
Total current assets	231,653,285	151,427,528
<b>NONCURRENT ASSETS</b>		
Capital assets and intangible capital assets	282,898,222	264,845,571
Less accumulated depreciation and accumulated amortization	(169,232,741)	(160,363,702)
Other noncurrent assets	1,602,922	1,656,978
Total noncurrent assets	115,268,403	106,138,847
Total assets	346,921,688	257,566,375
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Unamortized loss on refunding	305,831	718,053
CIP other postemployment benefit items	1,831,940	2,118,473
SURS pension contributions	228,388	272,495
Total deferred outflows of resources	2,366,159	3,109,021
Total assets and deferred outflows of resources	349,287,847	260,675,396

(This statement is continued on the following page.)

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

STATEMENTS OF NET POSITION (Continued)

June 30, 2025 and 2024

	2025	2024
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 4,527,975	\$ 2,989,777
Accrued payroll	1,374,719	1,460,600
Accrued interest	1,290,894	622,613
Claims payable	1,217,460	1,676,318
Other accrued liabilities	613,018	385,743
Compensated absences	332,014	148,421
Bonds payable, current portion	13,354,046	11,376,553
Lease payable, current portion	285,263	242,225
SBITA payable, current portion	1,331,155	774,187
Early termination payable, current portion	24,200	44,136
OPEB liability, current portion	265,080	231,222
Unearned revenue		
Tuition and fees	8,773,351	8,236,115
Bookstore and Starlight Theater	473,275	248,107
Grant revenue	3,955,657	4,142,704
Other revenue	1,644,478	1,697,474
	39,462,585	34,276,195
<b>NONCURRENT LIABILITIES</b>		
Compensated absences	1,881,410	841,051
Bonds payable	78,044,790	24,303,029
Lease payable	989,439	975,099
SBITA payable	2,448,169	668,308
Early termination payable	232,892	217,579
OPEB liability	9,193,899	9,733,568
	92,790,599	36,738,634
Total liabilities	132,253,184	71,014,829
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Property taxes	20,918,510	17,937,912
Leases	5,218,309	5,653,168
Deferred OPEB expense	10,361,056	13,637,876
	36,497,875	37,228,956
Total liabilities and deferred inflows of resources	168,751,059	108,243,785
<b>NET POSITION</b>		
Net investment in capital assets	62,310,559	67,531,968
Restricted for		
Liability protection and settlement	3,897,509	3,546,368
Debt service	6,940,002	6,474,674
Audit	100,203	83,711
Capital improvements	33,121,745	9,053,236
Working cash	1,870,745	-
Pension contributions	228,388	272,495
Unrestricted	72,067,637	65,469,159
<b>TOTAL NET POSITION</b>	<b>\$ 180,536,788</b>	<b>\$ 152,431,611</b>

See accompanying notes to financial statements.

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

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

For the Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
<b>OPERATING REVENUES</b>		
Student tuition and fees, net of scholarship allowances of \$7,325,305 for 2025 and \$5,923,105 for 2024	\$ 14,352,998	\$ 15,480,901
Sales and service fees	1,572,912	1,446,112
Auxiliary services revenue	19,553	11,487
Other operating revenues	6,496,613	2,518,678
Total operating revenues	<u>22,442,076</u>	<u>19,457,178</u>
<b>OPERATING EXPENSES</b>		
Instruction	23,134,071	21,063,010
Academic support	3,997,579	3,538,469
Student services	6,647,380	5,708,045
Public service	8,713,488	8,236,282
Operations and maintenance of plant	4,164,109	9,053,504
Institutional support	19,297,265	12,597,650
Auxiliary services	1,955,361	1,747,233
Depreciation and amortization	9,730,612	8,864,552
Scholarships, grants and waivers	6,920,084	5,581,018
Total operating expenses	<u>84,559,949</u>	<u>76,389,763</u>
OPERATING INCOME (LOSS)	<u>(62,117,873)</u>	<u>(56,932,585)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
Local property taxes	38,791,172	34,763,895
Personal property replacement tax	2,268,767	3,421,509
State appropriations	9,265,014	7,806,553
State grants and contracts	20,222,948	17,831,349
Federal grants and contracts	13,953,349	11,245,621
Local grants and contracts	1,093,257	602,714
Investment income	6,378,617	4,707,338
Loss on disposal of capital assets	-	(1,193,929)
Interest on capital assets - related debt	(1,750,074)	(1,308,050)
Non-operating revenues (expenses)	<u>90,223,050</u>	<u>77,877,000</u>
CAPITAL CONTRIBUTIONS	<u>-</u>	<u>428,169</u>
CHANGE IN NET POSITION	28,105,177	21,372,584
NET POSITION, JULY 1	<u>152,431,611</u>	<u>131,059,027</u>
NET POSITION, JUNE 30	<u>\$ 180,536,788</u>	<u>\$ 152,431,611</u>

See accompanying notes to financial statements.

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

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2025 and 2024

	2025	2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Tuition and fees	\$ 14,794,619	\$ 15,140,203
Sales and service fees	1,572,912	1,446,112
Auxiliary enterprise charges	19,553	11,487
Cash paid to suppliers	(27,730,700)	(24,984,699)
Cash paid to employees	(38,917,821)	(37,528,362)
Other	6,706,835	2,569,454
	(43,554,602)	(43,345,805)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Local property taxes	38,978,210	34,653,480
Local grants and contracts	823,796	256,809
State grants and contracts	19,208,985	19,922,285
Personal property replacement tax	2,268,767	3,421,509
Federal grants and contracts	13,767,362	12,416,084
	75,047,120	70,670,167
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Proceeds from bond issuance	67,190,116	-
Bond payments	(10,830,000)	(10,575,000)
Lease and SBITA payments	(1,734,032)	(1,161,789)
Purchases of capital assets	(14,649,047)	(5,171,420)
Interest paid on capital debt	(1,574,625)	(1,459,271)
	38,402,412	(18,367,480)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of investments	(69,302,195)	(44,729,940)
Sale of investments	10,086,100	39,404,579
Interest received	6,414,787	4,281,145
	(52,801,308)	(1,044,216)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	17,093,622	7,912,666
<b>CASH AND CASH EQUIVALENTS, JULY 1</b>	64,133,568	56,220,902
<b>CASH AND CASH EQUIVALENTS, JUNE 30</b>	\$ 81,227,190	\$ 64,133,568

(This statement is continued on the following page.)

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

STATEMENTS OF CASH FLOWS (Continued)

For the Years Ended June 30, 2025 and 2024

	2025	2024
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ (62,117,873)	\$ (56,932,585)
Adjustments to reconcile net operating income (loss) to net cash from operating activities		
Proportionate share of State pension expense	12,761,113	11,733,382
Proportionate share of State retiree health insurance expense	(3,496,099)	(3,926,828)
Depreciation and amortization	9,730,612	8,864,552
Changes in assets and liabilities		
(Increase) decrease in receivables, net	(81,200)	(61,413)
(Increase) decrease in prepaid items	64,668	(66,619)
(Increase) decrease in lease A/R and deferred inflows	(29,361)	(37,156)
Increase (decrease) in accounts payable	1,401,260	510,609
Increase (decrease) accrued payroll	(85,881)	356,551
Increase (decrease) in compensated absences	1,223,952	28,539
Increase (decrease) in claims payable	(458,858)	454,826
Increase (decrease) in early retirement payable	(4,623)	(27,362)
Increase (decrease) in OPEB liability	(505,811)	754,482
Increase (decrease) in deferred inflows	(3,276,820)	(3,791,284)
(Increase) decrease in deferred outflows	330,640	(965,192)
Increase (decrease) in other accrued liabilities	227,275	(48,953)
Increase (decrease) in unearned tuition and fees	537,236	(191,629)
Increase (decrease) in other unearned revenue	225,168	275
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>\$ (43,554,602)</b>	<b>\$ (43,345,805)</b>
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and cash equivalents	\$ 49,473,693	\$ 52,997,489
Restricted cash and cash equivalents	31,753,497	11,136,079
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>\$ 81,227,190</b>	<b>\$ 64,133,568</b>
<b>SUPPLEMENTAL NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Contributed capital asset	\$ -	\$ 428,169
Capital asset purchases included in accounts payable	974,007	837,069
Issuance of leases and SBITAs	4,128,239	516,773
Proportionate share of State pension expense	12,761,113	11,733,382
Proportionate share of State OPEB expense	(3,496,099)	(3,926,828)
<b>TOTAL SUPPLEMENTAL NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<b>\$ 14,367,260</b>	<b>\$ 9,588,565</b>

See accompanying notes to financial statements.

**DISCRETELY PRESENTED COMPONENT UNIT**

**ROCK VALLEY COLLEGE FOUNDATION  
ROCKFORD, ILLINOIS**

**STATEMENTS OF FINANCIAL POSITION**

June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 480,043	\$ 740,705
Investments	11,930,120	10,827,679
Pledges receivable, net	9,982	128,807
Investments, long-term	11,524,420	8,797,921
<b>TOTAL ASSETS</b>	<b>\$ 23,944,565</b>	<b>\$ 20,495,112</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 19,094	\$ 627,287
Due to Rock Valley College		
General operating	583,485	386,311
Scholarships payable	798,634	703,591
Campaign payable	-	5,000
Program payable	20,229	37,984
Total liabilities	1,421,442	1,760,173
<b>NET ASSETS</b>		
Without donor restrictions		
Board designated for scholarships endowment	162,012	149,973
Board designated for endowments	1,769,551	1,582,328
Board designated for program	56,057	52,672
Undesignated	4,868,148	4,076,747
Total without donor restrictions	6,855,768	5,861,720
With donor restrictions	15,667,355	12,873,219
Total net assets	22,523,123	18,734,939
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 23,944,565</b>	<b>\$ 20,495,112</b>

See accompanying notes to financial statements.

**DISCRETELY PRESENTED COMPONENT UNIT**

**ROCK VALLEY COLLEGE FOUNDATION  
ROCKFORD, ILLINOIS**

STATEMENTS OF ACTIVITIES

For the Years Ended June 30, 2025 and 2024

	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUE, GAINS AND OTHER SUPPORT</b>						
Donations	\$ 728,119	\$ 2,236,008	\$ 2,964,127	\$ 615,777	\$ 504,120	\$ 1,119,897
Donated goods	33,179	-	33,179	45,262	-	45,262
Investment return, net	815,870	1,308,607	2,124,477	647,177	1,135,568	1,782,745
Net assets released from restriction	750,479	(750,479)	-	760,944	(760,944)	-
Total revenue, gains and other support	2,327,647	2,794,136	5,121,783	2,069,160	878,744	2,947,904
<b>EXPENSES</b>						
Program						
Educational	825,647	-	825,647	866,881	-	866,881
General and administrative	408,478	-	408,478	357,886	-	357,886
Fundraising	144,196	-	144,196	136,562	-	136,562
Total expenses	1,378,321	-	1,378,321	1,361,329	-	1,361,329
Transfer from affiliate - donated services and occupancy from Rock Valley College	44,722	-	44,722	43,301	-	43,301
CHANGE IN NET ASSETS	994,048	2,794,136	3,788,184	751,132	878,744	1,629,876
NET ASSETS, BEGINNING OF YEAR	5,861,720	12,873,219	18,734,939	5,110,588	11,994,475	17,105,063
NET ASSETS, END OF YEAR	\$ 6,855,768	\$ 15,667,355	\$ 22,523,123	\$ 5,861,720	\$ 12,873,219	\$ 18,734,939

See accompanying notes to financial statements.

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

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2025 and 2024

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

a. Financial Reporting Entity

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

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

b. Discretely Presented Component Unit

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

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

b. Discretely Presented Component Unit (Continued)

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

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

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

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

d. Accounting Estimates

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

e. Cash and Cash Equivalents

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

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

f. Investments

The College's investments, with maturities less than one year when purchased and all certificates of deposit, are reported at cost or amortized cost. Investments, with a maturity greater than one year at the time of purchase, are recorded at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is based on published fair values on June 30, 2025, and 2024.

g. Prepaid Items

Payments for goods and services that benefit future periods are recorded as prepaid items. Prepaid items are reported using the consumption method.

h. Restricted Cash and Cash Equivalents and Investments

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

i. Capital Assets

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

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

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

i. Capital Assets (Continued)

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

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

j. Unearned Tuition and Fee Revenue

Tuition and fee revenues received or receivable and related to the summer or fall period after June 30, 2025, and 2024 have been deferred.

k. Deferred Outflows/Inflows of Resources

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

l. Compensated Absences

Full-time employees of the College are eligible to earn vacation days based on their service time. Each employee may accumulate these vacation days up to four weeks. Once the accumulated vacation days exceed four weeks, all unused excess days are forfeited as of December 31 of each year. Vacation days for employees working in grant programs will be advanced at the beginning of each grant cycle. Grant employees are allowed to use 50% of vacation hours within the first six months of the grant cycle and 50% in the second six months. Any unused vacation days at the end of the annual grant cycle will be forfeited. Full-time employees also accrue 12 sick days per year and may accumulate an unlimited number of sick days. As of June 30, 2025, and 2024, all vested vacation days have been accrued.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

l. Compensated Absences (Continued)

The College implemented GASB Statement No. 101, *Compensated Absences*, for the fiscal year ended June 30, 2025. A liability is recognized for the portion of accumulating sick leave benefits that is estimated to be more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

The implementation of GASB Statement No. 101, *Compensated Absences*, did not require beginning net position to be restated.

m. Long-Term Obligations

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

n. Net Position

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

Net Investment in Capital Assets

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

Restricted Net Position

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

Unrestricted Net Position

Includes resources derived from student tuition and fees, state appropriations, sales and service fees and auxiliary services. These resources are used for transactions relating to the educational and general operations of the College and may be used at the discretion of the governing board to meet current expenses for any purpose.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

o. Classification of Revenues

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

p. Classification of Expenses

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

q. Federal Financial Assistance

The College participates in federally funded Pell Grants, SEOG Grants, Federal Work Study and Federal Family Education Loans. Federal programs are audited in accordance with the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the Compliance Supplement.

r. Proportionate Share of Revenue and Expense

The College applies the requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, whereby the State of Illinois is responsible for the employer contribution and the total pension liability resulting from a special funding situation. Therefore, for the fiscal years ended June 30, 2025 and 2024, the College has reported its proportionate share of the collective pension expense and revenue for the State's special funding situation. In addition, the College applies the requirements of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, whereby the State of Illinois is responsible for 50% of both employer contribution and the total other postemployment benefit (OPEB) liability resulting from a special funding situation. Therefore, for the fiscal years ended June 30, 2025 and 2024, the College has reported its proportionate share of the collective OPEB expense and revenue for the state's special funding situation in addition to reporting the College's proportionate share of the OPEB liability and related expense.

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

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**2. CASH, CASH EQUIVALENTS AND INVESTMENTS**

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

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

Deposits

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

Illinois School District Liquid Asset Fund Plus is a not-for-profit investment trust fund formed pursuant to the Illinois Municipal Code and is managed by a Board elected from the participating members. The fund invests member deposits, on a pooled basis, primarily in short-term certificates of deposit and in high rated short-term obligations of the U.S. Treasury and major United States corporations and banks. The fair value of the College's position in the pool is the same as the value of the pool shares. The credit rating provided by Standard & Poor's of the Illinois School District Liquid Asset Fund Plus - Liquid and Max Class was AAAM at June 30, 2025 and 2024.

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

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

**2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

Investments

As of June 30, 2025, the College had investments and maturities as follows:

Investment	Fair Value	Less Than 6 Months	Investment Maturities	
			6 Months to 1 Year	1 Year to 3 Years
Negotiable certificates of deposit	\$ 61,747,049	\$ 39,767,504	\$ 41,952,045	\$ 2,000,000
U.S. Treasury obligations	22,125,046	10,041,249	11,590,236	493,561
<b>TOTAL</b>	<b>\$ 83,872,095</b>	<b>\$ 49,808,753</b>	<b>\$ 53,542,281</b>	<b>\$ 2,493,561</b>

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

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

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

The College has the following recurring fair value measurements as of June 30, 2025 and 2024: negotiable certificates of deposit of \$61.7 million and \$38.5 million, respectively, and U.S. Treasury obligations of \$22.1 million and \$10.9 million, respectively, are valued using quoted matrix pricing models (Level 2 inputs).

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

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

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**2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

Investments (Continued)

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

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

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

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

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

**3. PROPERTY TAXES**

Property taxes are recognized as a receivable of the College at the time they are levied, and the property taxes receivable represent the portion of the applicable current year levy still uncollected. An allowance for uncollectible amounts (approximately 0.50% of the current levy) has been provided on the outstanding receivable amount and is based upon past collection experience. Property taxes are levied in December on all taxable real property in the district. The December tax levy attaches as an enforceable lien on the property as of the preceding January 1.

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

**3. PROPERTY TAXES (Continued)**

Taxes become due and collectible in June and September and are collected by the county collector, who in turn remits to the College its respective share. The College receives these remittances approximately one month after the collection dates. The College recognizes the most recent levy passed in December as a receivable upon passage (this is the date upon which a legal claim exists and amounts are known). The College recognizes as revenue one-half of the current year levy in the current fiscal year with the second half to be recognized in the following fiscal year. The 2025 tax levy, which attached as an enforceable lien on property as of January 1, 2025, has not been recorded as a receivable as of June 30, 2025, as the tax has not yet been levied by the College and will not be levied until December 2025 and, therefore, the levy is not measurable at June 30, 2025.

The referendum approved rates and the respective actual rates for the December 2024 and 2023 tax levies, per \$100 of assessed valuation, are reflected in the following table:

	Statutory Maximum Rate**	Referendum Approved Rate	Levy Year	
			2024 Actual Rate	2023 Actual Rate
<b>Current</b>				
Education	0.7500	0.2300	0.2268	0.2223
Operations and maintenance	0.1000	0.0400	0.0395	0.0387
Protection, health, life or safety	*	*	0.0171	0.0191
Liability, protection and settlement	*	*	0.0172	0.0200
Audit	0.0050	0.0050	0.0007	0.0009
Social Security/Medicare	*	*	0.0056	0.0055
<b>Total current</b>			<b>0.3069</b>	<b>0.3065</b>
<b>Debt</b>				
Bond and Interest 2024	*	*	0.0268	
Bond and Interest 2022 A & B	*	*	0.1365	0.1508
Bond and Interest 2015 C, D & E	*	*	0.0017	0.0019
Bond and Interest 2017 C	*	*	-	-
<b>Total debt</b>			<b>0.1650</b>	<b>0.1527</b>
Revenue recapture adjustment	*	*	0.0000	0.0001
<b>TOTAL CURRENT LEVY</b>			<b>0.4719</b>	<b>0.4593</b>

Note: Rate extended by Winnebago County

\*No statutory maximum or referendum approved rate.

\*\*Statutory maximum rates disclosure for informational purposes only.

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

**4. CAPITAL ASSETS**

The following tables present the changes in the College's various capital asset categories for fiscal years ended 2025 and 2024:

	Fiscal Year 2025			Balance June 30, 2025
	Balance June 30, 2024	Additions	Deletions	
Capital assets not being depreciated				
Land	\$ 1,463,639	\$ -	\$ -	\$ 1,463,639
Construction in process	7,642,383	13,578,043	6,625,277	14,595,149
Fine art/historic treasures	102,000	-	-	102,000
Total capital assets not being depreciated	9,208,022	13,578,043	6,625,277	16,160,788
Tangible assets being depreciated				
Land improvements	15,877,136	-	-	15,877,136
Buildings	117,450,464	1,340,136	-	118,790,600
Building additions	84,115,248	4,690,788	158,130	88,647,906
Office equipment	3,929,961	29,110	2,364	3,956,707
Instructional equipment	10,572,823	348,702	62,535	10,858,990
Service equipment	15,310,192	873,720	343,391	15,840,521
Vehicles	2,409,047	550,763	60,766	2,899,044
Total tangible assets being depreciated	249,664,871	7,833,219	627,186	256,870,904
Intangible capital assets being amortized				
Land and equipment	1,913,577	412,876	-	2,326,453
Software	4,059,101	3,715,363	234,387	7,540,077
Total intangible capital assets being amortized	5,972,678	4,128,239	234,387	9,866,530
Less accumulated depreciation for tangible capital assets				
Land improvements	13,925,793	304,820	-	14,230,613
Buildings	43,669,384	3,196,879	-	46,866,263
Building additions	70,193,191	2,230,398	158,130	72,265,459
Office equipment	3,149,123	492,206	2,364	3,638,965
Instructional equipment	8,977,184	746,969	62,535	9,661,618
Service equipment	14,924,237	364,452	343,391	14,945,298
Vehicles	2,171,144	534,297	60,766	2,644,675
Total accumulated depreciation for tangible capital assets	157,010,056	7,870,021	627,186	164,252,891
Less accumulated amortization for intangible capital assets				
Land and equipment	700,812	373,959	-	1,074,771
Software	2,652,834	1,486,632	234,387	3,905,079
Total accumulated amortization for intangible capital assets	3,353,646	1,860,591	234,387	4,979,850
Total tangible and intangible capital assets being depreciated and amortized, net	95,273,847	2,230,846	-	97,504,693
<b>CAPITAL ASSETS, NET</b>	<b>\$ 104,481,869</b>	<b>\$ 15,808,889</b>	<b>\$ 6,625,277</b>	<b>\$ 113,665,481</b>

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

**4. CAPITAL ASSETS (Continued)**

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

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

**5. LONG-TERM DEBT**

Changes in long-term debt for the years ended June 30, 2025 and 2024, is as follows:

	Balance June 30, 2024	Additions	Reductions	Balance June 30, 2025	Current Portion
Accrued compensated absences*	\$ 989,472	\$ 1,223,952	\$ -	\$ 2,213,424	\$ 332,014
Early termination benefits	261,715	-	4,623	257,092	24,200
OPEB liability	9,964,790	-	505,811	9,458,979	265,080
Community College General Obligation Bonds, Series 2015C	4,175,000	-	-	4,175,000	-
Community College General Obligation Bonds, Series 2022A	17,350,000	-	10,830,000	6,520,000	6,520,000
Community College General Obligation Bonds, Series 2022B	12,955,000	-	-	12,955,000	4,635,000
Community College General Obligation Bonds, Series 2024	-	13,775,000	-	13,775,000	1,585,000
Community College Debt Certificates, Series 2025A	-	52,340,000	-	52,340,000	-
Unamortized bond premium	1,199,582	1,075,116	640,862	1,633,836	614,046
Lease payable	1,217,324	412,876	355,498	1,274,702	285,263
SBITA payable	1,442,495	3,715,363	1,378,534	3,779,324	1,331,155
<b>TOTAL</b>	<b>\$ 49,555,378</b>	<b>\$ 72,542,307</b>	<b>\$ 13,715,328</b>	<b>\$ 108,382,357</b>	<b>\$ 15,591,758</b>

\*The amount displayed as additions or reductions represents the net change in liability.

	Balance June 30, 2023	Additions	Reductions	Balance June 30, 2024	Current Portion
Accrued compensated absences*	\$ 960,933	\$ 28,539	\$ -	\$ 989,472	\$ 148,421
Early termination benefits	289,077	-	27,362	261,715	44,136
OPEB liability	9,210,308	754,482	-	9,964,790	231,222
Community College General Obligation Bonds, Series 2015C	4,175,000	-	-	4,175,000	-
Community College General Obligation Refunding Bonds, Series 2015E	2,655,000	-	2,655,000	-	-
Community College General Obligation Bonds, Series 2017C	2,140,000	-	2,140,000	-	-
Community College General Obligation Bonds, Series 2022A	23,130,000	-	5,780,000	17,350,000	10,830,000
Community College General Obligation Bonds, Series 2022B	12,955,000	-	-	12,955,000	-
Unamortized bond premium	1,746,135	-	546,553	1,199,582	546,553
Lease payable	943,437	516,773	242,886	1,217,324	242,225
SBITA payable	2,361,398	-	918,903	1,442,495	774,187
<b>TOTAL</b>	<b>\$ 60,566,288</b>	<b>\$ 1,299,794</b>	<b>\$ 12,310,704</b>	<b>\$ 49,555,378</b>	<b>\$ 12,816,744</b>

\*The amount displayed as additions or reductions represents the net change in liability.

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

**5. LONG-TERM DEBT (Continued)**

General Obligation Bonds

The College issued general obligation bonds to finance various capital projects and improvements. General Obligation Bonds at June 30, 2025 and 2024, are as follows:

	<u>2025</u>	<u>2024</u>
Community College General Obligation Bonds, Series 2015C, issued June 2015 under the provisions of the Public Community College Act of the State of Illinois. Principal payments are due annually beginning on October 1, 2026 through October 1, 2029. Interest at 0.90% to 1.20% is due April 1 and October 1 of each year.	\$ 4,175,000	\$ 4,175,000
Community College General Obligation Bonds, Series 2022A, issued March 2022 under the provisions of the Public Community College Act of the State of Illinois. Principal payments are due annually beginning on July 1, 2022 through January 1, 2026. Interest at 3% is due January 1 and July 1 of each year.	6,520,000	17,350,000
Community College General Obligation Bonds, Series 2022B, issued March 2022 under the provisions of the Public Community College Act of the State of Illinois. Principal payments are due annually beginning on July 1, 2022 through January 1, 2027. Interest at 5% is due January 1 and July 1 of each year.	12,955,000	12,955,000
Community College General Obligation Bonds, Series 2024, issued November 2024 under the provisions of the Public Community College Act of the State of Illinois. Principal payments are due annually beginning on July 1, 2025 through January 1, 2032. Interest at 4% is due January 1 and July 1 of each year.	13,775,000	-
<b>TOTAL</b>	<u>\$ 37,425,000</u>	<u>\$ 34,480,000</u>

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

**5. LONG-TERM DEBT (Continued)**

General Obligation Bonds (Continued)

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

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	\$ 12,740,000	\$ 1,756,317	\$ 14,496,317
2027	11,635,000	1,111,095	12,746,095
2028	3,065,000	624,120	3,689,120
2029	2,315,000	499,250	2,814,250
2030	2,435,000	383,500	2,818,500
2031-2032	5,235,000	395,760	5,630,760
<b>TOTAL</b>	<b>\$ 37,425,000</b>	<b>\$ 4,770,042</b>	<b>\$ 42,195,042</b>

The June 30, 2025 legal debt margin of the College was \$162,452,398. The debt margin was computed as 2.875% of the equalized assessed valuation of \$8,829,608,132 less outstanding bond indebtedness of \$91,398,836.

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

Debt Certificates

The College issued general obligation debt certificates to finance various capital projects and improvements. Debt Certificates at June 30, 2025 and 2024, are as follows:

	2025	2024
Community College General Debt Certificates (Limited Tax), Series 2025A, issued April 2025 under the provisions of the Public Community College Act of the State of Illinois. Principal payments are due annually beginning on July 1, 2025 through January 1, 2035. Interest at 4% is due January 1 and July 1 of each year.	\$ 52,340,000	\$ -
<b>TOTAL</b>	<b>\$ 52,340,000</b>	<b>\$ -</b>

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

**5. LONG-TERM DEBT (Continued)**

Debt Certificates (Continued)

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

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	\$ -	\$ -	\$ -
2027	3,040,000	4,978,116	8,018,116
2028	5,060,000	2,958,000	8,018,000
2029	5,365,000	2,654,400	8,019,400
2030	5,685,000	2,332,500	8,017,500
2031-2035	33,190,000	6,127,200	39,317,200
<b>TOTAL</b>	<b>\$ 52,340,000</b>	<b>\$ 19,050,216</b>	<b>\$ 71,390,216</b>

Leases

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

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

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

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

The College entered into a lease arrangement on February 1, 2024 for the right-to-use tractors. Payments of \$3,750 are due in monthly installments through January 31, 2029. Total intangible right-to-use assets acquired under this agreement are \$412,876.

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

**5. LONG-TERM DEBT (Continued)**

Leases (Continued)

Future principal and interest payments, were as follows:

Fiscal Year Ending June 30,	Leases	
	Principal	Interest
2026	\$ 285,263	\$ 33,100
2027	183,784	25,111
2028	174,989	18,537
2029	82,524	9,678
2030	2,428	8,880
2031-2035	16,873	43,780
2036-2040	30,084	41,877
2041-2045	35,354	39,349
2046-2050	46,178	36,064
2051-2055	55,547	32,178
2056-2060	75,927	26,875
2061-2065	87,784	20,501
2066-2070	110,861	12,501
2071-2075	87,106	3,359
<b>TOTAL</b>	<b>\$ 1,274,702</b>	<b>\$ 351,790</b>

Subscription Based Information Technology Arrangements

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

The College entered into 11 different SBITA agreements for the right to use various software. The SBITAs are payable in monthly and annual principal and interest installments of \$6,400 to 761,893 annually through 2029. The total intangible right-to-use asset acquired under these SBITAs is \$7,540,077. During the fiscal year ended June 30, 2025, the College paid \$1,378,534 in principal towards the SBITA and recognized amortization expense of \$1,486,632. During the fiscal year ended June 30, 2024, the College paid \$918,903 in principal towards the SBITA and recognized amortization expense of \$922,337.

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

**5. LONG-TERM DEBT (Continued)**

Subscription Based Information Technology Arrangements (Continued)

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

Fiscal Year Ending June 30,	SBITA	
	Principal	Interest
2026	\$ 1,331,155	\$ 140,642
2027	753,079	92,737
2028	810,327	64,244
2029	884,763	33,532
<b>TOTAL</b>	<b>\$ 3,779,324</b>	<b>\$ 331,155</b>

**6. PENSION PLAN**

Plan Description

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

Benefits Provided

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

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

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**6. PENSION PLAN (Continued)**

Benefits Provided (Continued)

who do not have other eligible Illinois reciprocal system services. The revised plan is referred to as Tier 2. New employees are allowed six months after their date of hire to make an irrevocable election. A summary of the benefit provisions as of June 30, 2024, can be found in the System's annual comprehensive financial report notes to the financial statements.

Contributions

The State of Illinois is primarily responsible for funding the System on behalf of the individual employers at an actuarially determined amount. Public Act 88-0593 provides a Statutory Funding Plan consisting of two parts: (i) a ramp-up period from 1996 to 2010 and (ii) a period of contributions equal to a level percentage of the payroll of active members of the System to reach 90% of the total Actuarial Accrued Liability by the end of Fiscal Year 2045. Employer contributions from "trust, federal and other funds" are provided under Section 15-155(b) of the Illinois Pension Code and require employers to pay contributions which are sufficient to cover the accruing normal costs on behalf of applicable employees. The employer normal cost for fiscal year 2024 and 2025 was 12.53% and 11.98%, respectively, of employee payroll. The normal cost is equal to the value of current year's pension benefit and does not include any allocation for the past unfunded liability or interest on the unfunded liability. Plan members are required to contribute 8% of their annual covered salary except for police officers and firefighters who contribute 9.50% of their earnings. The contribution requirements of plan members and employers are established and may be amended by the Illinois General Assembly.

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

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

Net Pension Liability

At June 30, 2024 and 2023, SURS reported a net pension liability (NPL) of \$30,230,907,727 and \$29,444,538,098, respectively. The net pension liability was measured as of June 30, 2024 and 2023.

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

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**6. PENSION PLAN (Continued)**

Contributions (Continued)

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

Employer Proportionate Share of Net Pension Liability

The amount of the proportionate share of the net pension liability to be recognized for the College is \$0. The proportionate share of the state's net pension liability associated with the College is \$187,902,323 or 0.6216% as of June 30, 2024 and \$179,245,981 or 0.6088% as of June 30, 2023. This amount is not recognized in the financial statement due to the special funding situation. The net pension liability was measured as of June 30, 2023 and 2022, respectively, and the total pension liability used to calculate the net pension liability was determined based on the June 30, 2023 and 2022 actuarial valuations rolled forward. The basis of allocation used in the proportionate share of net pension liability is the actual reported pensionable earnings made to SURS during fiscal year 2024 and 2023.

Pension Expense

At June 30, 2024, SURS reported a collective net pension expense of \$1,996,285,670 and at June 30, 2023, SURS reported a collective net pension expense of \$1,884,388,521.

Employer Proportionate Share of Pension Expense

The College's proportionate share of collective net pension expense is recognized as both revenue and matching expense in the financial statements. The basis of allocation used in the proportionate share of collective pension expense is the actual reported pensionable earnings made to SURS during fiscal years 2024 and 2023. As a result, the College recognized revenue and pension expense of \$12,408,053 for the fiscal year ended June 30, 2025 and \$11,471,366 for the fiscal year ended June 30, 2024.

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

Deferred outflows of resources are the consumption of net assets by the College that is applicable to future reporting periods. The College paid \$228,388 in federal, trust or grant contributions for the fiscal year ended June 30, 2025 and \$272,495 as of June 30, 2024. These contributions were made subsequent to the pension liability measurement date of June 30, 2024 and 2023 and are recognized as deferred outflows of resources as of June 30, 2025 and 2024.

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

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**6. PENSION PLAN (Continued)**

Contributions (Continued)

b. Assumptions and Other Inputs

Actuarial Assumptions

2024

The actuarial assumptions used in the June 30, 2024 valuation were based on the results of an actuarial experience study for the period June 30, 2020 to 2023. The total pension liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.15% to 15.00%, including inflation
Investment rate of return	6.50%

2023

Actuarial assumptions. The actuarial assumptions used in the June 30, 2022, valuation were based on the results of an actuarial experience study for the period from June 30, 2017, through June 30, 2020. The total pension liability in the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

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

**6. PENSION PLAN (Continued)**

Contributions (Continued)

b. Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Continued)

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, 2024 and 2023, these best estimates are summarized in the following tables:

2024		
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Traditional Growth		
Global Public Equity	36.00%	7.13%
Stabilized Growth		
Core Real Assets	8.00%	5.06%
Public Credit Fixed Income	6.50%	4.10%
Private Credit	2.50%	7.36%
Non-Traditional Growth		
Private Equity	11.00%	10.92%
Non-Core Real Assets	4.00%	9.09%
Inflation Sensitive		
U.S. TIPS	5.00%	2.12%
Principal Protection		
Core Fixed Income	10.00%	1.34%
Crisis Risk Offset		
Systematic Trend Following	10.00%	2.90%
Alternative Risk Premia	3.00%	2.62%
Long Duration	2.00%	2.84%
Long Volatility/Tail Risk	2.00%	(1.22)%
Total	100.00%	5.63%
Inflation		2.80%
EXPECTED ARITHMETIC RETURN		8.43%

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

**6. PENSION PLAN (Continued)**

Contributions (Continued)

b. Assumptions and Other Inputs (Continued)

Actuarial Assumptions (Continued)

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

Discount Rate

A single discount rate of 6.35% for 2024 and 6.37% for 2023 was used to measure the total pension liability. This single discount rate was based on an expected rate of return on pension plan investments of 6.50% for 2024 and 6.50% for 2023 and a municipal bond rate of 3.97% for 2024 and 3.86% for 2023 (based on the weekly rate closest to but not later than the measurement date of the 20-Year Bond Buyer

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

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**6. PENSION PLAN (Continued)**

Contributions (Continued)

b. Assumptions and Other Inputs (Continued)

Discount Rate (Continued)

Index as published by the Federal Reserve). The projection of cash flows used to determine this single discount rate were the amounts of contributions attributable to current plan members and assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the statutory contribution 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 2075. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2075, and the municipal bond rate was applied to all benefit payments after that date.

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

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan’s net pension liability, calculated using a single discount rate of 6.35% for 2024 and 6.37% for 2023, 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:

	2024		
	1% Decrease (5.35%)	Current Single Discount Rate Assumption (6.35%)	1% Increase (7.35%)
Net pension liability	\$ 36,700,168,358	\$ 30,230,907,727	\$ 24,839,790,537
	2023		
	1% Decrease (5.37%)	Current Single Discount Rate Assumption (6.37%)	1% Increase (7.37%)
Net pension liability	\$ 35,695,434,682	\$ 29,444,538,098	\$ 24,236,489,318

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

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**7. RETIREMENT COMMITMENTS**

Defined Contribution Pension Plan

a. Plan Description

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

b. Benefits Provided

A defined contribution pension plan, originally called the Self-Managed Plan, was added to SURS benefit offerings as a result of Public Act 90-0448 enacted effective January 1, 1998. The plan was renamed the RSP effective September 1, 2020, after an extensive plan redesign. New employees are allowed six months after their date of hire to make an irrevocable election whether to participate in either the traditional or portable defined benefit pension plans or the RSP. A summary of the benefit provisions as of June 30, 2025 and June 30, 2024, can be found in SURS Annual Comprehensive Financial Report - Notes to the Financial Statements.

c. Contributions

All employees who have elected to participate in the RSP are required to contribute 8% of their annual covered earnings. Section 15-158.2(h) of the Illinois Pension Code provides for an employer contribution to the RSP of 7.60% of employee earnings. The State is primarily responsible for contributing to the RSP on behalf of the individual employers. Employers are required to make the 7.60% contribution for employee earnings paid from "trust, federal, and other funds" as described in Section 15-155(b) of the Illinois Pension Code. The contribution requirements of plan members and employers were established and may be amended by the State's General Assembly.

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

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**7. RETIREMENT COMMITMENTS (Continued)**

Defined Contribution Pension Plan (Continued)

d. Forfeitures

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

e. Pension Expense Related to Defined Contribution Pensions

Defined Contribution Pension Expense:

For the year ended June 30, 2024, the State's contributions to the RSP on behalf of individual employers totaled \$96,741,887. Of this amount, \$89,857,115 was funded via an appropriation from the State and \$6,884,772 was funded from previously forfeited contributions.

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

Employer Proportionate Share of Defined Contribution Pension Expense:

The employer proportionate share of collective defined contribution pension expense is recognized as nonoperating revenue with matching operating expense (compensation and benefits) in the financial statements. The basis of allocation used in the proportionate share of collective defined contribution pension expense is the actual reported pensionable contributions made to the RSP during fiscal year 2024 and 2023. The College's share of pensionable contributions was 0.3650% and 0.3081%, respectively. As a result, the College recognized revenue and defined contribution pension expense of \$353,060 and \$278,333, respectively, from this special funding situation during the year ended June 30, 2025 and June 30, 2024, of which \$25,126 and \$25,694 constituted forfeitures.

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

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**8. EARLY RETIREMENT BENEFITS**

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

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

For those employees that elected the CIP option, the College reimburses up to \$1,630, or the actual cost of annual CIP premium, whichever is less, up to age 65. To be eligible for this reimbursement, the retiree must participate in a Wellness Program sponsored by the College at a cost of \$120. Upon successful completion of the program, the \$120 fee is refunded to the retiree. The costs associated with the health insurance and CIP benefits are accrued in termination benefits liability. At June 30, 2025 and 2024, the College has accrued \$232,892 and \$228,715, respectively. At June 30, 2025 and 2024, the number of retirees covered by the College's general health insurance plan was one. At June 30, 2025 and 2024, the number of retirees covered by the College's CIP plan was zero.

In June 2017, the third retirement incentive plan was offered to all employees that were either 62 years or older with 15 plus years of Rock Valley College service, 55 years or older with 20 plus years of Rock Valley College service or any age with 30 plus years of Rock Valley College service. Employees that retired under this plan could elect to retire by June 30, 2020 and receive 6% increase in base pay on their annual salary. All employees opting to retire under this plan were also eligible to a reimbursement of 50% of the cost of their annual premium for the State of Illinois CIP up to age 65. The costs associated with these benefits are accrued in termination benefits liability. At June 30, 2025 and 2024, the College has accrued \$24,200 and \$33,000, respectively. At June 30, 2025 and 2024, the number of retirees covered by this plan was five.

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

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**9. RETIREE HEALTH PLAN**

Plan Description

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

The Act requires every active contributor (employee) of SURS to contribute 0.85% of covered payroll and every community college district to contribute 0.85% of covered payroll. Retirees pay a premium for coverage that is also determined by ILCS. The State Pension Funds Continuing Appropriation Act (40/ILCS 15/1.4) requires the State of Illinois to contribute 0.85% of estimated covered payroll directly to the plan. The result is pay as you go financing of the plan.

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

At June 30, 2025, the College reported a liability of \$9,458,979 for its proportionate share of the total OPEB liability that reflected a reduction for state OPEB support of \$9,458,979 resulting in a total OPEB liability associated with the College of \$18,917,958. The OPEB liability was measured as of June 30, 2024 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation performed as of June 30, 2023, rolled forward to June 30, 2024. The College's proportion of the net OPEB liability was based on the College's actual contributions to the OPEB plan relative to the projected contributions of all participating colleges and the State of Illinois, statutorily determined. At June 30, 2024, the College's proportionate share was 1.422%.

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

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**9. RETIREE HEALTH PLAN (Continued)**

Plan Description (Continued)

At June 30, 2024, the College reported a liability of \$9,964,790 for its proportionate share of the total OPEB liability that reflected a reduction for state OPEB support of \$9,964,790 resulting in a total OPEB liability associated with the College of \$19,929,580. The OPEB liability was measured as of June 30, 2024 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation performed as of June 30, 2022, rolled forward to June 30, 2023. The College's proportion of the net OPEB liability was based on the College's actual contributions to the OPEB plan relative to the projected contributions of all participating colleges and the State of Illinois, statutorily determined. At June 30, 2024, the College's proportionate share was 1.411%.

For the year ended June 30, 2025, the College recognized OPEB expense of \$3,496,099 and revenue of \$3,496,099 for support provided by the state. At June 30, 2025, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 119,916	\$ 2,849,945
Changes in assumption	69,946	6,872,520
Changes in proportionate share and differences between college contributions and proportionate share of contributions	1,368,877	638,114
Contributions made after the measurement date	273,201	-
Net difference between projected and actual earnings on OPEB plan investments	-	477
	<hr/>	<hr/>
<b>TOTAL</b>	<b>\$ 1,831,940</b>	<b>\$ 10,361,056</b>

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

**9. RETIREE HEALTH PLAN (Continued)**

Plan Description (Continued)

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

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

2025

\$273,201 reported as deferred outflows or resources related to OPEB resulting from the College contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the measurement period ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to CIP will be recognized in OPEB expense as follows:

Year Ending June 30,	
2026	\$ (3,381,424)
2027	(2,916,388)
2028	(2,255,974)
2029	(123,313)
2030	(125,218)
Thereafter	-
<b>TOTAL</b>	<b>\$ (8,802,317)</b>

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

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**9. RETIREE HEALTH PLAN (Continued)**

Plan Description (Continued)

2024

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

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

2025

Actuarial assumptions. The total OPEB liability was determined by an actuarial valuation as of June 30, 2024, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified.

Assumptions	
Inflation	2.25%
Salary increases	3.50% to 12.75%
Investment rate of return	0.00%
Healthcare cost trend rates	8.00% trending to 4.25% for non-Medicare; 15.00% trending to 4.25% for MAPD
Asset valuation method	Fair value

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

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**9. RETIREE HEALTH PLAN (Continued)**

Plan Description (Continued)

2024

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

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

Mortality rates for retirement and beneficiary annuitants were based on the Pub-2010 Healthy Retiree Mortality Table and PubT-2010 Healthy Retiree Mortality Table. For disabled annuitants, mortality rates were based on the Pub-2010 Disabled Retiree Mortality Table. Mortality rates for pre-retirement were based on the Pub-2010 Employee Mortality Table and PubT-2010 Employee Mortality Table were adjusted for SURS experience. All tables reflect future mortality improvements using Projection Scale MP-2020. The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period June 30, 2017 to June 30, 2021.

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since CIP is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates were 3.97% as of June 30, 2024 and 3.86% as of June 30, 2023.

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

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**9. RETIREE HEALTH PLAN (Continued)**

Rate Sensitivity

2025

The following is a sensitivity analysis of the OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the OPEB liability of the College calculated using the discount rate of 3.97% as well as what the College's OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.97%) or 1 percentage point higher (4.97%) than the current rate:

	1% Decrease (2.97%)	Current Discount Rate (3.97%)	1% Increase (4.97%)
OPEB liability	\$ 10,334,071	\$ 9,458,979	\$ 8,709,789

2024

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

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

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

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**9. RETIREE HEALTH PLAN (Continued)**

Rate Sensitivity (Continued)

2025

The table below presents the College’s other postemployment benefit liability, calculated using the healthcare cost trend rates as well as what the College’s other postemployment benefit liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower, than the current healthcare cost trend rates. The key trend rates are 9.14% in 2024 decreasing to an ultimate trend rate of 4.25% in 2040 for CCHP and MC coverage, and 19.42% in 2024 decreasing to an ultimate trend rate of 4.25% in 2040 for MAPD coverage.

	1% Decrease	Current Healthcare Rate	1% Increase
OPEB liability	\$ 8,498,844	\$ 9,458,979	\$ 10,622,111

2024

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

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

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

**10. RISK MANAGEMENT**

The College is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disaster.

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

**10. RISK MANAGEMENT (Continued)**

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

The College is self-insured for employee hospital, surgical, medical, prescriptions, vision and major medical benefits up to approximately \$6,092,477 in the aggregate per year and for employee dental benefits up to \$1,250 per covered person per year. The College has a specific stop loss on health claims of \$115,000 per claim and gets reimbursement for the amount above \$115,000. The self-insured programs are administered by a third-party administrator (TPA) who processes the claims. The administration, with the help of an outside consultant, determines the funding requirements and the selection of the TPA. A liability for claims incurred but not paid as of the fiscal year end, including as estimate of incurred but not reported claims has been accrued as of June 30, 2025 and 2024.

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

	2025	2024	2023
CLAIMS PAYABLE, JULY 1	\$ 1,676,318	\$ 1,221,492	\$ 1,257,424
Claims paid	(6,348,262)	(4,578,223)	(6,557,404)
Claims incurred	5,889,404	5,033,049	6,521,472
CLAIMS PAYABLE, JUNE 30	<u>\$ 1,217,460</u>	<u>\$ 1,676,318</u>	<u>\$ 1,221,492</u>

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

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

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**11. RELATED PARTY TRANSACTIONS**

The College provides office space, equipment and support services for the Foundation. The value of such in-kind benefits to the Foundation was \$33,179 and \$45,262 for the years ended June 30, 2025 and 2024, respectively.

As of June 30, 2025 and 2024, cash gifts received by the Foundation from college employees amounted to approximately \$32,774 and \$26,899, respectively.

**12. TAX ABATEMENTS**

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

The College has entered into an intergovernmental agreement with several units of local government in the Rockford area to abate property taxes for a recreational facility that is being leased out by the Rockford Park District. The College has agreed to abate property taxes for the lessor of ten years from the commencement date of the lease or the termination of the lease. As of June 30, 2025 and 2024, an immaterial amount of property taxes have been abated.

**13. LESSOR DISCLOSURES**

The College entered into a lease arrangement on January 1, 2017, to lease certain facility space. Payments of \$43,086 are due to the College in monthly installments, through 2037. The lease agreement is noncancelable and maintains an interest rate of 1.96%. During the fiscal year 2025 and 2024, the College collected \$517,028 and \$517,028, respectively, and recognized a \$434,859 and \$434,859 reduction in the related deferred inflow of resources, respectively. The remaining lease receivable for this agreement is \$5,284,826 and \$5,690,324 as of June 30, 2025 and 2024, respectively. The offsetting deferred inflow of resource for this agreement is \$5,218,309 and \$5,653,168 as of June 30, 2025 and 2024, respectively.

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

**13. LESSOR DISCLOSURES (Continued)**

Fiscal Year Ending June 30,	Principal	Interest
2026	\$ 413,446	\$ 103,583
2027	421,549	95,479
2028	429,812	87,217
2029	438,236	78,792
2030	446,825	70,203
2031-2035	2,368,978	216,164
2036-2037	765,980	20,187
<b>TOTAL</b>	<b>\$ 5,284,826</b>	<b>\$ 671,625</b>

**14. OTHER ASSETS**

The College entered into an agreement on June 14, 2019 for an intangible broadband agreement. Payments of \$48,000 to \$85,241 are due to the College in monthly installments, through 2048. During the fiscal year 2025 and 2024, the College collected \$54,056 and \$52,996, respectively, and recognized a \$54,056 and \$52,996 reduction in the related receivable and unearned revenue, respectively. The remaining receivable and offsetting unearned revenue for this agreement is \$1,590,422 and \$1,644,478 as of June 30, 2025 and 2024, respectively.

**15. COMMITMENTS**

The College has entered into contracts for the construction or renovation of various facilities as follows:

Project	Expended to Date	Commitment
Bengt Sjostrom Theatre LED Lighting Upgrade	\$ -	\$ 151,407
Downtown West	7,397,523	46,847,379
Security System Upgrade	397,500	441,015
HSC Buildout and Second Elevator	932,870	2,272,600
<b>TOTAL</b>	<b>\$ 8,727,893</b>	<b>\$ 49,712,401</b>

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

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**16. SUBSEQUENT EVENT**

On July 22, 2025, the College issued \$50,735,000 in General Obligation Community College Bonds, Series 2025B, for the purpose of financing capital improvements.

**17. DISCRETELY PRESENTED COMPONENT UNIT**

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

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

a. Financial Statement Presentation

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

Net Assets Without Donor Restrictions

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

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

Net Assets With Donor Restrictions

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

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

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**17. DISCRETELY PRESENTED COMPONENT UNIT**

b. Accounting Estimates

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

c. Cash and Cash Equivalents

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

The Foundation maintains its cash and cash equivalents in financial institutions, which at times may exceed federally insured limits. At June 30, 2025, the Foundation's accounts exceeded federally insured limits by about \$234,000. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

d. Revenue Recognition

Donations and Special Event

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

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

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

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

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**17. DISCRETELY PRESENTED COMPONENT UNIT (Continued)**

d. Revenue Recognition (Continued)

Donations and Special Event (Continued)

An allowance for uncollectible contributions is provided based upon management’s judgment including such factors as prior collection history, type of contribution, and nature of fundraising activity. Based on information available, the Foundation believes its allowance for uncollectible contributions in the amount of \$309 as of June 30, 2025, is adequate. However, actual write-offs may exceed the recorded allowance.

*In-Kind Donations*

The Foundation received the following contributions of nonfinancial assets for the year ended June 30, 2025:

Donated goods	\$ 33,179
Transfer from affiliate - Rock Valley College	<u>44,722</u>
<b>TOTAL CONTRIBUTED NONFINANCIAL ASSETS</b>	<b><u>\$ 77,901</u></b>

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

The Foundation receives contributed services and occupancy without restriction, from the College in the form of personnel salaries and benefits and donated office space. The personnel salaries and benefits are reported using the personnel’s current rates for the salaries and benefits. Donated office space is valued based on square footage and utilities and maintenance costs. The contributed services and office space were utilized in the Foundation’s program services, as well as the Foundation’s Management and General and Fundraising functions. The donated services and occupancy are shown as a transfer from affiliate in the statement of activities.

The Foundation also receives contributions without donor restriction of donated goods consisting primarily of equipment and supplies. The donated equipment and supplies are valued at the estimated prices that would be received for selling similar products. The donated goods were used in the Foundation’s program services.

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

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**17. DISCRETELY PRESENTED COMPONENT UNIT (Continued)**

e. Investments

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

Investments, in general, are subject to various risks, including credit, interest and overall market volatility risks. Due to the level of the risk associated with certain investment securities, it is reasonably possible that changes in values of investment securities will occur in the near term and such changes could materially affect the amounts reported in the financial statements.

f. Allowance for Credit Losses - Held-to-Maturity Securities

Management measures expected credit losses on held-to-maturity securities on a collective basis by major security type. The held-to-maturity securities held by the Foundation consist of cash held within the investment accounts. The cash is fully insured by the FDIC and therefore the Foundation expects zero credit loss and believes no allowance for credit loss is adequate.

g. Functional Allocation of Expenses

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

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

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**17. DISCRETELY PRESENTED COMPONENT UNIT (Continued)**

h. Collections

Collections of art acquired through purchases and contributions since the Foundation's inception are not recognized as assets on the statement of financial position. Art objects are held for educational and curatorial purposes and are subject to a policy that requires proceeds from their sales to be used to acquire other items for collections. Purchases of collection items are recorded as decreases in net assets without donor restrictions in the year in which the items are acquired or as net assets with donor restrictions if the assets used to purchase the items are restricted by donors. Contributed collection items are not reflected on the financial statements. Proceeds from deaccessions or insurance recoveries are reflected as increases in the appropriate net asset classes.

i. Prior Year Information

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Foundation's financial statements for the year ended June 30, 2024, from which the summarized information was derived.

**REQUIRED SUPPLEMENTARY INFORMATION**

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

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

June 30, 2025

<b>MEASUREMENT DATE JUNE 30,</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	
(a) Proportion percentage of the collective net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
(b) Proportion amount of the collective net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(c) Portion of non-employer contributing entities' total proportion of net pension liability associated with employer	169,225,691	181,581,941	171,385,920	167,881,763	178,150,601	190,553,136	177,539,560	185,218,189	179,245,981	187,902,323	
<b>TOTAL (b) + (c)</b>	<b>\$ 169,225,691</b>	<b>\$ 181,581,941</b>	<b>\$ 171,385,920</b>	<b>\$ 167,881,763</b>	<b>\$ 178,150,601</b>	<b>\$ 190,553,136</b>	<b>\$ 177,539,560</b>	<b>\$ 185,218,189</b>	<b>\$ 179,245,981</b>	<b>\$ 187,902,323</b>	
Employer pensionable wages	\$ 25,971,920	\$ 25,208,005	\$ 23,697,510	\$ 21,759,152	\$ 22,362,938	\$ 23,091,550	\$ 23,674,707	\$ 23,156,075	\$ 24,785,949	\$ 26,585,387	
Proportion of collective net pension liability associated with employer as a percentage of covered payroll	651.57%	720.33%	723.22%	771.55%	796.63%	825.21%	749.91%	799.87%	723.18%	706.79%	
SURS plan net position as a percentage of total pension liability	42.37%	39.57%	42.04%	41.27%	40.71%	39.05%	45.45%	43.65%	44.06%	44.60%	
<b>FISCAL YEAR ENDED JUNE 30,</b>										<b>2025</b>	
<b>ROCK VALLEY COLLEGE</b>											
Federal, trust, grant and other contributions	\$ 128,604	\$ 136,517	\$ 148,754	\$ 154,001	\$ 162,789	\$ 145,847	\$ 258,413	\$ 152,932	\$ 197,329	\$ 272,495	\$ 228,388
Contribution in relation to required contribution	128,604	136,517	148,754	154,001	162,789	145,847	258,413	152,932	197,329	272,495	228,388
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ -</b>	<b>\$ -</b>									
Employer covered payroll	\$ 29,093,347	\$ 28,208,418	\$ 26,732,700	\$ 24,586,782	\$ 25,306,904	\$ 26,779,263	\$ 27,629,829	\$ 27,241,844	\$ 29,452,861	\$ 29,047,089	\$ 32,180,703
Contributions as a percentage of covered payroll	0.44%	0.48%	0.56%	0.63%	0.64%	0.54%	0.94%	0.56%	0.67%	0.94%	0.71%

(See independent auditor's report.)

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

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

June 30, 2025

<b>MEASUREMENT DATE JUNE 30,</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
College's proportion of the net OPEB liability	1.433%	1.321%	1.304%	1.335%	1.383%	1.345%	1.411%	1.422%
College's proportionate share of the net OPEB liability	\$ 26,135,678	\$ 24,913,559	\$ 24,629,955	\$ 24,333,939	\$ 23,995,913	\$ 9,210,308	\$ 9,964,790	\$ 9,458,979
Portion of the state's total proportion of net OPEB liability associated with the College	25,791,449	24,913,559	24,629,955	24,333,939	23,995,913	9,210,308	9,964,790	9,458,979
<b>TOTAL</b>	<b>\$ 51,927,127</b>	<b>\$ 49,827,118</b>	<b>\$ 49,259,910</b>	<b>\$ 48,667,878</b>	<b>\$ 47,991,826</b>	<b>\$ 18,420,616</b>	<b>\$ 19,929,580</b>	<b>\$ 18,917,958</b>
College covered payroll	\$ 27,136,238	\$ 26,003,291	\$ 25,148,542	\$ 26,371,441	\$ 28,030,802	\$ 27,464,907	\$ 29,191,808	\$ 30,902,796
Proportion of collective net OPEB liability associated with the College as a percentage of covered payroll	191.36%	191.62%	195.88%	184.55%	171.21%	67.07%	68.27%	61.22%
CIP plan net position as a percentage of total OPEB liability	(2.87%)	(3.54%)	(4.13%)	(5.07%)	(6.38%)	(22.03%)	(17.87%)	(17.87%)

<b>FISCAL YEAR ENDED JUNE 30,</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
Statutorily required contribution	\$ 116,632	\$ 117,789	\$ 123,430	\$ 128,552	\$ 126,881	\$ 142,521	\$ 234,208	\$ 265,080
Contribution in relation to the statutorily required contribution	116,632	117,789	123,430	128,552	126,881	142,521	234,208	265,080
<b>CONTRIBUTION EXCESS (Deficiency)</b>	<b>\$ -</b>							
Employer covered payroll	\$ 24,586,782	\$ 25,306,904	\$ 26,779,263	\$ 27,629,829	\$ 27,241,844	\$ 29,452,861	\$ 29,047,089	\$ 32,180,703
Contributions as a percentage of covered payroll	0.47%	0.47%	0.46%	0.47%	0.47%	0.48%	0.81%	0.82%

Notes to Required Supplementary Information

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

Changes in assumptions -

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

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

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

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

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

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

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

2024: The discount rate changed from 3.86% at June 30, 2023 to 3.97% at June 30, 2024. Additionally, there were changes in the healthcare trend assumption, per capita claim costs, and participation rates.

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

(See independent auditor's report.)

**SUPPLEMENTARY INFORMATION**

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

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

**UNIFORM FINANCIAL STATEMENTS**

June 30, 2025

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**UNIFORM FINANCIAL STATEMENTS**

The Uniform Financial Statements are required by the Illinois Community College Board for the purpose of providing consistent audited data for every community college district.

The Uniform Financial Statements include the following:

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

**CERTIFICATION OF PER CAPITA COST**

Certification of Per Capita Cost

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

ALL FUNDS SUMMARY  
UNIFORM FINANCIAL STATEMENT #1  
FISCAL YEAR ENDED JUNE 30, 2025

	Education Fund*	Operations and Maintenance Fund	Operations and Maintenance Fund (Restricted)	Bond and Interest Fund	Auxiliary Enterprises Fund	Restricted Purposes Fund	Audit Fund	Liability, Protection Settlement Fund	Working Cash Fund	Total
<b>FUND BALANCES, JUNE 30, 2024, AS RESTATED</b>	\$ 42,171,861	\$ -	\$ 38,369,467	\$ 6,474,674	\$ 4,670,215	\$ (9,395,088)	\$ 83,711	\$ 3,546,368	\$ -	\$ 85,921,208
<b>REVENUES</b>										
Local tax revenue	20,151,476	3,830,467	1,505,967	12,321,912	-	-	65,197	2,008,976	1,176,073	41,060,068
All other local revenue	-	2,912	52,340,000	50,000	7,270	547,028	-	-	14,850,116	67,797,326
ICCB grants	11,437,584	958,511	-	-	-	2,594,958	-	-	-	14,991,053
All other state revenue	-	-	-	-	-	14,588,790	-	-	-	14,588,790
Federal revenue	-	-	-	-	-	13,861,468	-	-	-	13,861,468
Student tuition and fees	16,788,948	2,134,198	330,341	-	2,492,209	-	-	-	-	21,745,696
Capital contributions	-	-	-	-	-	-	-	-	-	-
All other revenue	9,412,119	1,274,722	1,399,840	234,216	2,538,225	220,725	-	63,955	110,238	15,254,040
<b>Total revenues</b>	<b>57,790,127</b>	<b>8,200,810</b>	<b>55,576,148</b>	<b>12,606,128</b>	<b>5,037,704</b>	<b>31,812,969</b>	<b>65,197</b>	<b>2,072,931</b>	<b>16,136,427</b>	<b>189,298,441</b>
<b>EXPENDITURES</b>										
Instruction	17,749,650	-	-	-	536,647	4,933,749	-	-	-	23,220,046
Academic support	3,576,330	-	-	-	60,988	360,260	-	-	-	3,997,578
Student services	5,039,511	-	-	-	328,431	1,297,804	-	-	-	6,665,746
Public service/continuing education	912,547	-	-	-	2,990,272	5,007,383	-	-	-	8,910,202
Organized research	-	-	-	-	-	-	-	-	-	-
Auxiliary services	-	-	-	-	1,835,356	120,004	-	-	-	1,955,360
Operations and maintenance	89,051	7,791,688	12,772,863	-	84,648	2,012,554	-	327,529	-	23,078,333
Institutional support	12,099,322	409,122	692,694	12,140,800	1,164,261	949,934	48,705	1,394,261	144,394	29,043,493
Scholarships, grants and waivers	11,265	-	-	-	259,267	13,997,515	-	-	-	14,268,047
<b>Total expenditures</b>	<b>39,477,676</b>	<b>8,200,810</b>	<b>13,465,557</b>	<b>12,140,800</b>	<b>7,259,870</b>	<b>28,679,203</b>	<b>48,705</b>	<b>1,721,790</b>	<b>144,394</b>	<b>111,138,805</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>18,312,451</b>	<b>-</b>	<b>42,110,591</b>	<b>465,328</b>	<b>(2,222,166)</b>	<b>3,133,766</b>	<b>16,492</b>	<b>351,141</b>	<b>15,992,033</b>	<b>78,159,636</b>
<b>NET TRANSFERS</b>	<b>(18,307,292)</b>	<b>-</b>	<b>24,372,874</b>	<b>-</b>	<b>3,750,000</b>	<b>2,600,000</b>	<b>-</b>	<b>-</b>	<b>(12,415,582)</b>	<b>-</b>
<b>FUND BALANCES, JUNE 30, 2025</b>	<b>\$ 42,177,020</b>	<b>\$ -</b>	<b>\$ 104,852,932</b>	<b>\$ 6,940,002</b>	<b>\$ 6,198,049</b>	<b>\$ (3,661,322)</b>	<b>\$ 100,203</b>	<b>\$ 3,897,509</b>	<b>\$ 3,576,451</b>	<b>\$ 164,080,844</b>

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

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

**Notes to Supplementary Information:**

The beginning balance for the Restricted Purposes Fund was restated to correct an error in the presentation from prior years.

(See independent auditor's report.)

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

SUMMARY OF CAPITAL ASSETS AND LONG-TERM DEBT  
UNIFORM FINANCIAL STATEMENT #2  
FISCAL YEAR ENDED JUNE 30, 2025

	<b>Balance, June 30, 2024</b>	<b>Additions</b>	<b>Transfers/ Deletions</b>	<b>Balance, June 30, 2025</b>
<b>CAPITAL ASSETS</b>				
Sites and improvements	\$ 17,340,775	\$ -	\$ -	\$ 17,340,775
Buildings, additions and improvements	209,208,095	19,608,967	6,783,407	222,033,655
Equipment	32,222,023	1,802,295	469,056	33,555,262
Other capital assets	102,000	-	-	102,000
Accumulated depreciation	(157,010,056)	(7,870,021)	(627,186)	(164,252,891)
Intangible assets	5,972,678	4,128,239	234,387	9,866,530
Accumulated amortization	(3,353,646)	(1,860,591)	(234,387)	(4,979,850)
<b>TOTAL CAPITAL ASSETS</b>	<b>\$ 104,481,869</b>	<b>\$ 15,808,889</b>	<b>\$ 6,625,277</b>	<b>\$ 113,665,481</b>
<b>LONG-TERM DEBT</b>				
Bonds payable	\$ 34,480,000	\$ 66,115,000	\$ 10,830,000	\$ 89,765,000
Bond premiums net of accumulated amortization	1,199,582	1,075,116	640,862	1,633,836
Lease payable	1,217,324	412,876	355,498	1,274,702
SBITA payable	1,442,495	3,715,363	1,378,534	3,779,324
OPEB liability	9,964,790	-	505,811	9,458,979
<b>TOTAL LONG-TERM DEBT</b>	<b>\$ 48,304,191</b>	<b>\$ 71,318,355</b>	<b>\$ 13,710,705</b>	<b>\$ 105,911,841</b>

(See independent auditor's report.)

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

OPERATING FUNDS REVENUES AND EXPENDITURES  
UNIFORM FINANCIAL STATEMENT #3  
FISCAL YEAR ENDED JUNE 30, 2025

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
<b>OPERATING REVENUES BY SOURCE</b>			
Local government			
Local taxes	\$ 18,449,901	\$ 3,263,275	\$ 21,713,176
CPPRT	1,701,575	567,192	2,268,767
Other	-	2,912	2,912
Total local government	20,151,476	3,833,379	23,984,855
State government			
ICCB base operating grants	5,431,562	958,511	6,390,073
ICCB equalization grants	5,551,440	-	5,551,440
ICCB career & technical education	442,812	-	442,812
Other (include other ICCB grants not above)	11,770	-	11,770
Total state government	11,437,584	958,511	12,396,095
Student tuition and fees			
Tuition	13,429,572	2,134,198	15,563,770
Fees	3,359,376	-	3,359,376
Total tuition and fees	16,788,948	2,134,198	18,923,146
Other sources			
Sales and service fees	27,049	-	27,049
Facilities revenue	-	82,597	82,597
Investment revenue	4,574,978	5,681	4,580,659
Other	4,810,092	1,186,444	5,996,536
Total other sources	9,412,119	1,274,722	10,686,841
Total revenue	57,790,127	8,200,810	65,990,937
Less non-operating items			
Tuition chargeback revenue	-	-	-
Instructional service contracts	-	-	-
<b>ADJUSTED REVENUE</b>	<b>\$ 57,790,127</b>	<b>\$ 8,200,810</b>	<b>\$ 65,990,937</b>

(This statement is continued on the following page.)

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

OPERATING FUNDS REVENUES AND EXPENDITURES  
UNIFORM FINANCIAL STATEMENT #3 (Continued)  
FISCAL YEAR ENDED JUNE 30, 2025

	Education Fund	Operations and Maintenance Fund	Total Operating Funds
<b>OPERATING EXPENDITURES</b>			
<b>BY PROGRAM</b>			
Instruction	\$ 17,749,650	\$ -	\$ 17,749,650
Academic support	3,576,330	-	3,576,330
Student services	5,039,511	-	5,039,511
Public service/continuing education	912,547	-	912,547
Auxiliary services	-	-	-
Operations and maintenance	89,051	7,791,688	7,880,739
Institutional support	12,099,322	409,122	12,508,444
Scholarships, grants and waivers	11,265	-	11,265
	39,477,676	8,200,810	47,678,486
Less non-operating items			
Expense transfers from non-operating funds	(18,307,292)	-	(18,307,292)
	<b>ADJUSTED EXPENDITURES</b>	<b>\$ 8,200,810</b>	<b>\$ 29,371,194</b>
<b>BY OBJECT</b>			
Salaries	\$ 27,207,903	\$ 3,020,590	\$ 30,228,493
Employee benefits	5,075,116	514,070	5,589,186
Contractual services	3,399,906	1,830,814	5,230,720
General materials and supplies	2,022,465	556,855	2,579,320
Conference and meeting expenses	371,533	3,928	375,461
Fixed charges	416,350	260,264	676,614
Utilities	8,362	1,935,672	1,944,034
Capital outlay	73,013	74,071	147,084
Other	903,028	4,546	907,574
	39,477,676	8,200,810	47,678,486
Less non-operating items			
Expense transfers from non-operating funds	(18,307,292)	-	(18,307,292)
	<b>ADJUSTED EXPENDITURES</b>	<b>\$ 8,200,810</b>	<b>\$ 29,371,194</b>

(See independent auditor's report.)

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

**RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES  
UNIFORM FINANCIAL STATEMENT #4  
FISCAL YEAR ENDED JUNE 30, 2025**

**REVENUE BY SOURCE**

Total local government		\$ 547,028
State government		
ICCB - Adult Education	\$ 264,595	
ICCB - Workforce Equity	835,359	
ICCB PATH Grant	323,089	
ICCB ESL Expansion	57,717	
ICCB CTE Enrichment	149,346	
ICCB Innovated Bridge	5,000	
ICCB Lumina	-	
ICCB Mental Health Early Action	53,140	
ICCB Noncredit Workforce Training	73,498	
ICCB Dev Ed Reform Act (DERA)	-	
ICCB Trade School	412,232	
ICCB Rev Up EV	420,982	
Illinois Student Assistance Commission	2,214,722	
Other - (attach itemization)	12,374,068	
Total state government		17,183,748
Federal government		
Department of Education	12,615,999	
Department of Labor	760,108	
Department of Health and Human Services	271,934	
Other	213,427	
Total federal government		13,861,468
Other sources		
Tuition and fees	-	
Other	220,725	
Total other sources		220,725
<b>TOTAL RESTRICTED PURPOSES FUND REVENUES</b>		<b>\$ 31,812,969</b>

(This statement is continued on the following page.)

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

**RESTRICTED PURPOSES FUND REVENUES AND EXPENDITURES  
UNIFORM FINANCIAL STATEMENT #4 (Continued)  
FISCAL YEAR ENDED JUNE 30, 2025**

**EXPENDITURES BY PROGRAM**

Instruction	\$ 4,933,749
Academic support	360,260
Student services	1,297,804
Public service/continuing education	5,007,383
Auxiliary services	120,004
Operations and maintenance	2,012,554
Institutional support	949,934
Scholarships, grants and waivers	<u>13,997,515</u>

**TOTAL RESTRICTED PURPOSES FUND EXPENDITURES** \$ 28,679,203

**EXPENDITURES BY OBJECT**

Salaries	\$ 3,016,999
Employee benefits	6,401,834
Contractual services	427,035
General materials and supplies	504,942
Travel and conference/meeting expenses	262,911
Fixed charges	57,181
Utilities	14,278
Capital outlay	2,523,192
Other	15,470,831
Scholarships, grants and waivers*	<u>13,997,515</u>

**TOTAL RESTRICTED PURPOSES FUND EXPENDITURES** \$ 28,679,203

\*Non-add line

**ITEMIZATION OF OTHER STATE GOVERNMENT REVENUE**

Illinois Welcome Center Grant	\$ 211,948
Illinois Student Assistance Commission MIA/POW Grant	23,350
Illinois Department of Transportation Careers Training	374,795
Illinois Cooperative Work Study	55,818
Illinois EPA IGEN Grant	5,000
Ukrainian Supplemental grant	91,881
Immigrant Family Resource	3,934
NAI DACA	68,415
Citizenship	208,049
ILETSB Recruit and Retention Grant	66,597
ILETSB Camera Grant	5,979
DCEO Power Shed	45,846
DCEO Small Business Grant	117,660
DCEO Site Improvement Grant	1,483,000
DCEO Film Office Grant	155,037
DCEO Theatre Lighting Grant	40,000
Manufacturing Marketing Grant	44,391
SWOT Grant	1,116
CEJA Hub	89,731
CEJA Navigator	16,507
SURS proportionate share revenue	12,761,113
CIP proportionate share revenue	<u>(3,496,099)</u>

**TOTAL OTHER** \$ 12,374,068

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

(See independent auditor's report.)

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

**CURRENT FUNDS EXPENDITURES BY ACTIVITY  
UNIFORM FINANCIAL STATEMENT #5  
FISCAL YEAR ENDED JUNE 30, 2025**

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<b>INSTRUCTION</b>	
Instructional programs	\$ 19,662,578
Other	<u>3,557,468</u>
Total instruction	<u>23,220,046</u>
 <b>ACADEMIC SUPPORT</b>	
Library Center	884,446
Academic computing support	534,740
Academic administration and planning	1,457,050
Other	<u>1,121,342</u>
Total academic support	<u>3,997,578</u>
 <b>STUDENT SERVICES SUPPORT</b>	
Admissions and records	1,076,732
Counseling and career services	1,672,934
Financial aid administration	736,718
Other	<u>3,179,362</u>
Total student services support	<u>6,665,746</u>
 <b>PUBLIC SERVICE/CONTINUING EDUCATION</b>	
Community education	3,651,764
Customized training (instructional)	1,611,202
Community services	2,285,618
Other	<u>1,361,618</u>
Total public service/continuing education	<u>8,910,202</u>
 <b>ORGANIZED RESEARCH</b>	
	<u>-</u>
 <b>AUXILIARY SERVICES</b>	
	<u>1,955,360</u>

(This statement is continued on the following page.)

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

**CURRENT FUNDS EXPENDITURES BY ACTIVITY  
UNIFORM FINANCIAL STATEMENT #5 (Continued)  
FISCAL YEAR ENDED JUNE 30, 2025**

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**OPERATIONS AND MAINTENANCE OF PLANT**

Maintenance	\$ 1,287,244
Custodial services	1,065,796
Grounds	451,058
Campus security	1,672,911
Transportation	196,222
Utilities	2,733,854
Administration	365,162
Other	<u>2,533,223</u>
 Total operations and maintenance of plant	 <u>10,305,470</u>

**INSTITUTIONAL SUPPORT**

Executive management	2,210,318
Fiscal operations	1,161,696
Community relations	1,790,599
Administrative support services	1,407,969
Board of Trustees	176,488
General institutional	4,830,753
Institutional research	765,919
Administrative data processing	<u>3,721,863</u>
 Total institutional support	 <u>16,065,605</u>

<b>SCHOLARSHIPS, STUDENT GRANTS AND WAIVERS</b>	<u>14,268,047</u>
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<b>TOTAL CURRENT FUNDS EXPENDITURES</b>	<u><u>\$ 85,388,054</u></u>
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\* Current Funds include the Education; Operations and Maintenance; Auxiliary Enterprises; Restricted Purposes; Audit; Liability, Protection, and Settlement; and PBC Operations and Maintenance funds.

(See independent auditor's report.)

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

**FISCAL YEAR 2025 CERTIFICATION OF PER CAPITA COST**

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**ALL FISCAL YEAR 2025 NONCAPITAL AUDITED OPERATING  
EXPENDITURES FROM THE FOLLOWING FUNDS:**

1	Education Fund	\$ 39,346,502
2	Operation and Maintenance Fund	8,126,738
3	Public Building Commission Operation and Maintenance Fund	-
4	Bond and Interest Fund	-
5	Public Building Commission Rental Fund	-
6	Restricted Purposes Fund	20,387,094
7	Audit Fund	48,705
8	Liability, Protection and Settlement Fund	1,721,790
9	Auxiliary Enterprises Fund (subsidy only)	<u>3,750,000</u>
<b>10</b>	<b>TOTAL NONCAPITAL EXPENDITURES</b> (sum of lines 1-9)	<u>\$ 73,380,829</u>
11	Depreciation on capital outlay expenditures (equipment, buildings and fixed equipment paid) from sources other than state and federal funds	<u>2,044,172</u>
<b>12</b>	<b>TOTAL COSTS INCLUDED</b> (line 10 plus line 11)	<u><u>\$ 75,425,001</u></u>
13	TOTAL SEMESTER CREDIT HOURS FOR FY 2025	<u>113,802</u>
<b>14</b>	<b>PER CAPITA COST</b> (line 12 divided by line 13)	<u><u>\$ 662.77</u></u>

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

COMBINING BALANCE SHEET - BY SUBFUND

June 30, 2025

	Education Subfund	Working Cash Subfund	Operations and Maintenance Subfund	Operations and Maintenance Subfund (Restricted)	Bond and Interest Subfund	Auxiliary Enterprises Subfund	Restricted Purposes Subfund
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>							
<b>CURRENT ASSETS</b>							
Cash and cash equivalents	\$ 35,790,990	\$ 3,281,256	\$ -	\$ -	\$ 6,385,260	\$ 4,391	\$ -
Investments	66,613,513	-	-	-	-	-	-
Receivables							
Due from component unit	1,394,008	-	-	-	-	-	8,340
Due from other funds	3,944	-	568,877	34,434,650	601,919	4,378,326	2,652,091
Property taxes, net of allowance for uncollectible balances of \$252,600 for 2025 and \$216,500 for 2024	9,296,452	1,044,626	1,618,529	700,340	5,803,578	-	-
Accounts, net of allowance for uncollectible balances of \$1,850,200 for 2025 and \$1,719,353 for 2024	9,147,543	-	54,056	-	-	63,199	3,144,705
Accrued interest	1,057,562	-	-	269,238	-	-	-
Lease receivable	-	-	5,284,826	-	-	-	-
Cash held by paying agent	-	426,642	-	-	421,675	-	-
Prepaid items	433,249	-	637	-	-	-	1,152
Restricted cash and cash equivalents	-	-	-	30,861,496	-	-	892,001
Restricted investments	-	-	-	42,673,482	-	-	-
<b>Total current assets</b>	<b>123,737,261</b>	<b>4,752,524</b>	<b>7,526,925</b>	<b>108,939,206</b>	<b>13,212,432</b>	<b>4,445,916</b>	<b>6,698,289</b>
<b>NONCURRENT ASSETS</b>							
Capital assets and intangible capital assets	-	-	-	-	-	-	-
Less accumulated depreciation and accumulated amortization	-	-	-	-	-	-	-
Other noncurrent assets	12,500	-	1,590,422	-	-	-	-
<b>Total noncurrent assets</b>	<b>12,500</b>	<b>-</b>	<b>1,590,422</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total assets</b>	<b>123,749,761</b>	<b>4,752,524</b>	<b>9,117,347</b>	<b>108,939,206</b>	<b>13,212,432</b>	<b>4,445,916</b>	<b>6,698,289</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>							
Unamortized loss on refunding	-	-	-	-	-	-	-
CIP other postemployment benefit items	-	-	-	-	-	-	-
SURS pension contributions	-	-	-	-	-	-	-
<b>Total deferred outflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 123,749,761</b>	<b>\$ 4,752,524</b>	<b>\$ 9,117,347</b>	<b>\$ 108,939,206</b>	<b>\$ 13,212,432</b>	<b>\$ 4,445,916</b>	<b>\$ 6,698,289</b>

Student Activity Subfund	Audit Subfund	Liability, Protection Settlement Subfund	Health Subfund	OPEB Liability Subfund	SURS Penalty Liability Subfund	Total Subfunds	Capital Assets	Long-Term Debt	Eliminations/ Adjustments	Total
\$ -	\$ -	\$ 4,011,796	\$ -	\$ -	\$ -	\$ 49,473,693	\$ -	\$ -	\$ -	\$ 49,473,693
-	-	-	-	-	-	66,613,513	-	-	-	66,613,513
-	-	-	-	-	-	1,402,348	-	-	-	1,402,348
1,736,604	102,248	-	3,158,799	12,500,000	872,459	61,009,917	-	-	(61,009,917)	-
-	28,467	933,902	-	-	-	19,425,894	-	-	-	19,425,894
6,374	-	-	-	-	-	12,415,877	-	-	-	12,415,877
-	-	-	-	-	-	1,326,800	-	-	-	1,326,800
-	-	-	-	-	-	5,284,826	-	-	-	5,284,826
-	-	-	-	-	-	848,317	-	-	-	848,317
-	-	-	-	-	-	435,038	-	-	-	435,038
-	-	-	-	-	-	31,753,497	-	-	-	31,753,497
-	-	-	-	-	-	42,673,482	-	-	-	42,673,482
1,742,978	130,715	4,945,698	3,158,799	12,500,000	872,459	292,663,202	-	-	(61,009,917)	231,653,285
-	-	-	-	-	-	-	282,898,222	-	-	282,898,222
-	-	-	-	-	-	-	(169,232,741)	-	-	(169,232,741)
-	-	-	-	-	-	1,602,922	-	-	-	1,602,922
-	-	-	-	-	-	1,602,922	113,665,481	-	-	115,268,403
1,742,978	130,715	4,945,698	3,158,799	12,500,000	872,459	294,266,124	113,665,481	-	(61,009,917)	346,921,688
-	-	-	-	-	-	-	-	305,831	-	305,831
-	-	-	-	1,831,940	-	1,831,940	-	-	-	1,831,940
-	-	-	-	-	-	-	-	228,388	-	228,388
-	-	-	-	1,831,940	-	1,831,940	-	534,219	-	2,366,159
\$ 1,742,978	\$ 130,715	\$ 4,945,698	\$ 3,158,799	\$ 14,331,940	\$ 872,459	\$ 296,098,064	\$ 113,665,481	\$ 534,219	\$ (61,009,917)	\$ 349,287,847

(This statement is continued on the following pages.)

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

COMBINING BALANCE SHEET - BY SUBFUND (Continued)

June 30, 2025

	Education Subfund	Working Cash Subfund	Operations and Maintenance Subfund	Operations and Maintenance Subfund (Restricted)	Bond and Interest Subfund	Auxiliary Enterprises Subfund	Restricted Purposes Subfund
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b>							
<b>CURRENT LIABILITIES</b>							
Accounts payable	\$ 205,384	\$ -	\$ 241,459	\$ 3,187,202	\$ -	\$ 26,288	\$ 809,615
Accrued payroll	1,227,431	-	51,281	-	-	35,994	48,593
Accrued interest	-	-	-	-	-	-	-
Due to other funds	61,005,973	-	-	-	-	-	-
Claims payable	-	-	-	-	-	-	-
Other accrued liabilities	-	-	-	-	-	-	-
Compensated absences, current portion	252,677	-	34,270	-	-	35,964	8,648
Bonds payable, current portion	-	-	-	-	-	-	-
Lease payable, current portion	-	-	-	-	-	-	-
SBITA payable, current portion	-	-	-	-	-	-	-
Early termination payable, current portion	24,200	-	-	-	-	-	-
OPEB liability, current portion	-	-	-	-	-	-	-
Unearned revenue							
Tuition and fees	8,108,929	-	-	149,003	-	515,419	-
Bookstore and Starlight Theater	-	-	-	-	-	473,275	-
Grant revenue	-	-	-	-	-	-	3,955,657
Other	-	-	1,644,478	-	-	-	-
Total current liabilities	70,824,594	-	1,971,488	3,336,205	-	1,086,940	4,822,513
<b>NONCURRENT LIABILITIES</b>							
Compensated absences	1,431,837	-	194,198	-	-	203,796	49,003
Bonds payable	-	-	-	-	-	-	-
Lease payable	-	-	-	-	-	-	-
SBITA payable	-	-	-	-	-	-	-
Early termination payable	232,892	-	-	-	-	-	-
OPEB liability	-	-	-	-	-	-	-
Total noncurrent liabilities	1,664,729	-	194,198	-	-	203,796	49,003
Total liabilities	72,489,323	-	2,165,686	3,336,205	-	1,290,736	4,871,516
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Property taxes	9,955,877	1,176,073	1,733,352	750,069	6,272,430	-	-
Leases	-	-	5,218,309	-	-	-	-
Deferred OPEB expense	-	-	-	-	-	-	-
Total deferred inflows of resources	9,955,877	1,176,073	6,951,661	750,069	6,272,430	-	-
Total liabilities and deferred inflows of resources	82,445,200	1,176,073	9,117,347	4,086,274	6,272,430	1,290,736	4,871,516
<b>NET POSITION</b>							
Net investment in capital assets	-	1,705,706	-	-	-	-	-
Restricted for							
Liability protection and settlement	-	-	-	-	-	-	-
Debt service	-	-	-	-	6,940,002	-	-
Audit	-	-	-	-	-	-	-
Capital improvements	-	-	-	76,208,148	-	-	-
Working cash	-	1,870,745	-	-	-	-	-
Pension contributions	-	-	-	-	-	-	-
Unrestricted (deficit)	41,304,561	-	-	28,644,784	-	3,155,180	1,826,773
Total net position (deficit)	41,304,561	3,576,451	-	104,852,932	6,940,002	3,155,180	1,826,773
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b>	<b>\$ 123,749,761</b>	<b>\$ 4,752,524</b>	<b>\$ 9,117,347</b>	<b>\$ 108,939,206</b>	<b>\$ 13,212,432</b>	<b>\$ 4,445,916</b>	<b>\$ 6,698,289</b>

Student Activity Subfund	Audit Subfund	Liability, Protection Settlement Subfund	Health Subfund	OPEB Liability Subfund	SURS Penalty Liability Subfund	Total Subfunds	Capital Assets	Long-Term Debt	Eliminations/ Adjustments	Total
\$ 13,569	\$ -	\$ 43,465	\$ 993	\$ -	-	\$ 4,527,975	\$ -	\$ -	\$ -	\$ 4,527,975
-	-	1,496	9,924	-	-	1,374,719	-	-	-	1,374,719
-	-	-	-	-	-	-	-	1,290,894	-	1,290,894
-	-	-	3,944	-	-	61,009,917	-	-	(61,009,917)	-
-	-	-	1,217,460	-	-	1,217,460	-	-	-	1,217,460
613,018	-	-	-	-	-	613,018	-	-	-	613,018
-	-	455	-	-	-	332,014	-	-	-	332,014
-	-	-	-	-	-	-	-	13,354,046	-	13,354,046
-	-	-	-	-	-	-	-	285,263	-	285,263
-	-	-	-	-	-	-	-	1,331,155	-	1,331,155
-	-	-	-	-	-	24,200	-	-	-	24,200
-	-	-	-	265,080	-	265,080	-	-	-	265,080
-	-	-	-	-	-	8,773,351	-	-	-	8,773,351
-	-	-	-	-	-	473,275	-	-	-	473,275
-	-	-	-	-	-	3,955,657	-	-	-	3,955,657
-	-	-	-	-	-	1,644,478	-	-	-	1,644,478
626,587	-	45,416	1,232,321	265,080	-	84,211,144	-	16,261,358	(61,009,917)	39,462,585
-	-	2,576	-	-	-	1,881,410	-	-	-	1,881,410
-	-	-	-	-	-	-	-	78,044,790	-	78,044,790
-	-	-	-	-	-	-	-	989,439	-	989,439
-	-	-	-	-	-	-	-	2,448,169	-	2,448,169
-	-	-	-	-	-	232,892	-	-	-	232,892
-	-	-	-	9,193,899	-	9,193,899	-	-	-	9,193,899
-	-	2,576	-	9,193,899	-	11,308,201	-	81,482,398	-	92,790,599
626,587	-	47,992	1,232,321	9,458,979	-	95,519,345	-	97,743,756	(61,009,917)	132,253,184
-	30,512	1,000,197	-	-	-	20,918,510	-	-	-	20,918,510
-	-	-	-	-	-	5,218,309	-	-	-	5,218,309
-	-	-	-	10,361,056	-	10,361,056	-	-	-	10,361,056
-	30,512	1,000,197	-	10,361,056	-	36,497,875	-	-	-	36,497,875
626,587	30,512	1,048,189	1,232,321	19,820,035	-	132,017,220	-	97,743,756	(61,009,917)	168,751,059
-	-	-	-	-	-	1,705,706	113,665,481	(53,060,628)	-	62,310,559
-	-	3,897,509	-	-	-	3,897,509	-	-	-	3,897,509
-	-	-	-	-	-	6,940,002	-	-	-	6,940,002
-	100,203	-	-	-	-	100,203	-	-	-	100,203
-	-	-	-	-	-	76,208,148	-	(43,086,403)	-	33,121,745
-	-	-	-	-	-	1,870,745	-	-	-	1,870,745
-	-	-	-	-	-	-	-	228,388	-	228,388
1,116,391	-	-	1,926,478	(5,488,095)	872,459	73,358,531	-	(1,290,894)	-	72,067,637
1,116,391	100,203	3,897,509	1,926,478	(5,488,095)	872,459	164,080,844	113,665,481	(97,209,537)	-	180,536,788
\$ 1,742,978	\$ 130,715	\$ 4,945,698	\$ 3,158,799	\$ 14,331,940	\$ 872,459	\$ 296,098,064	\$ 113,665,481	\$ 534,219	\$ (61,009,917)	\$ 349,287,847

(See independent auditor's report.)

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

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

For the Year Ended June 30, 2025

	Education Subfund	Working Cash Subfund	Operations and Maintenance Subfund	Operations and Maintenance Subfund (Restricted)	Bond and Interest Subfund	Auxiliary Enterprises Subfund	Restricted Purposes Subfund
<b>OPERATING REVENUES</b>							
Student tuition and fees, net of scholarship allowances of \$7,325,305 for 2025 and \$5,923,105 for 2024	\$ 16,788,948	\$ -	\$ 2,134,198	\$ 330,341	\$ -	\$ 2,236,303	\$ -
Sales and service fees	27,049	-	1,906	-	-	1,523,708	-
Auxiliary services revenue	-	-	-	-	-	19,553	-
Other operating revenues	4,324,671	-	1,269,039	-	-	527,527	170,934
<b>Total operating revenues</b>	<b>21,140,668</b>	<b>-</b>	<b>3,405,143</b>	<b>330,341</b>	<b>-</b>	<b>4,307,091</b>	<b>170,934</b>
<b>OPERATING EXPENSES</b>							
Instruction	23,158,085	-	-	-	-	200,687	2,339,460
Academic support	4,407,090	-	-	-	-	-	7,792
Student services	6,415,138	-	-	-	-	33,280	729,980
Public service	1,152,600	-	-	-	-	3,372,816	5,018,514
Operations and maintenance of plant	89,051	-	8,826,655	12,772,863	-	-	1,641,422
Institutional support	14,268,416	144,394	409,120	692,694	10,830,600	995,325	44,391
Auxiliary services	-	-	-	-	-	1,852,287	-
Depreciation and amortization	-	-	-	-	-	-	-
Other	(11,393)	-	-	-	-	-	13,997,515
<b>Total operating expenses</b>	<b>49,478,987</b>	<b>144,394</b>	<b>9,235,775</b>	<b>13,465,557</b>	<b>10,830,600</b>	<b>6,454,395</b>	<b>23,779,074</b>
<b>OPERATING INCOME (LOSS)</b>	<b>(28,338,319)</b>	<b>(144,394)</b>	<b>(5,830,632)</b>	<b>(13,135,216)</b>	<b>(10,830,600)</b>	<b>(2,147,304)</b>	<b>(23,608,140)</b>
<b>NON-OPERATING REVENUES (EXPENSES)</b>							
Local property taxes	18,449,901	1,176,073	3,263,275	1,505,967	12,321,912	-	-
Personal property replacement tax	1,701,575	-	567,192	-	-	-	-
State appropriations	10,082,128	-	1,034,967	-	-	774,968	868,787
State grants and contracts	11,437,584	-	958,511	-	-	-	7,826,853
Federal grants and contracts	-	-	-	-	-	-	13,953,349
Local grants and contracts	462,764	-	1,006	-	50,000	32,114	547,028
Investment income	4,574,978	110,238	5,681	1,399,840	234,216	-	49,791
Bond proceeds	-	13,775,000	-	52,340,000	-	-	-
Premium on bond proceeds	-	1,075,116	-	-	-	-	-
Loss on disposal of capital assets	-	-	-	-	-	-	-
Interest on capital assets - related debt	-	-	-	-	(1,310,200)	-	-
<b>Non-operating revenues (expenses), net</b>	<b>46,708,930</b>	<b>16,136,427</b>	<b>5,830,632</b>	<b>55,245,807</b>	<b>11,295,928</b>	<b>807,082</b>	<b>23,245,808</b>
<b>INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS</b>	<b>18,370,611</b>	<b>15,992,033</b>	<b>-</b>	<b>42,110,591</b>	<b>465,328</b>	<b>(1,340,222)</b>	<b>(362,332)</b>
<b>TRANSFERS</b>							
Transfers in	-	-	-	24,372,874	-	3,750,000	1,600,000
Transfers (out)	(18,307,292)	(12,415,582)	-	-	-	-	-
<b>Total transfers</b>	<b>(18,307,292)</b>	<b>(12,415,582)</b>	<b>-</b>	<b>24,372,874</b>	<b>-</b>	<b>3,750,000</b>	<b>1,600,000</b>
<b>CAPITAL CONTRIBUTIONS</b>							
	-	-	-	-	-	-	-
<b>CHANGE IN NET POSITION</b>	<b>63,319</b>	<b>3,576,451</b>	<b>-</b>	<b>66,483,465</b>	<b>465,328</b>	<b>2,409,778</b>	<b>1,237,668</b>
<b>NET POSITION (DEFICIT), JULY 1</b>	<b>41,241,242</b>	<b>-</b>	<b>-</b>	<b>38,369,467</b>	<b>6,474,674</b>	<b>745,402</b>	<b>589,105</b>
<b>NET POSITION (DEFICIT), JUNE 30</b>	<b>\$ 41,304,561</b>	<b>\$ 3,576,451</b>	<b>\$ -</b>	<b>\$ 104,852,932</b>	<b>\$ 6,940,002</b>	<b>\$ 3,155,180</b>	<b>\$ 1,826,773</b>

Student Activity Subfund	Audit Subfund	Liability, Protection Settlement Subfund	Health Subfund	OPEB Liability Subfund	SURS Penalty Liability Subfund	Total Subfunds	Capital Assets	Long-Term Debt	Eliminations/ Adjustments	Total
\$ 188,513	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,678,303	\$ -	\$ -	\$ (7,325,305)	\$ 14,352,998
20,249	-	-	-	-	-	1,572,912	-	-	-	1,572,912
-	-	-	-	-	-	19,553	-	-	-	19,553
489,393	-	60,211	-	-	-	6,841,775	-	-	(345,162)	6,496,613
698,155	-	60,211	-	-	-	30,112,543	-	-	(7,670,467)	22,442,076
-	-	-	362,185	(2,840,371)	-	23,220,046	-	-	(85,975)	23,134,071
-	-	-	60,988	(478,291)	-	3,997,579	-	-	-	3,997,579
192,375	-	-	103,039	(808,066)	-	6,665,746	-	-	(18,366)	6,647,380
-	-	-	92,619	(726,347)	-	8,910,202	-	44,107	(240,821)	8,713,488
-	-	327,529	84,648	(663,835)	-	23,078,333	(18,914,224)	-	-	4,164,109
400	48,705	1,394,029	168,536	(1,321,711)	58,160	27,733,059	-	(8,435,794)	-	19,297,265
237,067	-	-	19,583	(153,576)	-	1,955,361	-	-	-	1,955,361
-	-	-	-	-	-	-	9,730,612	-	-	9,730,612
259,267	-	-	-	-	-	14,245,389	-	-	(7,325,305)	6,920,084
689,109	48,705	1,721,558	891,598	(6,992,197)	58,160	109,805,715	(9,183,612)	(8,391,687)	(7,670,467)	84,559,949
9,046	(48,705)	(1,661,347)	(891,598)	6,992,197	(58,160)	(79,693,172)	9,183,612	8,391,687	-	(62,117,873)
-	65,068	2,008,976	-	-	-	38,791,172	-	-	-	38,791,172
-	-	-	-	-	-	2,268,767	-	-	-	2,268,767
263	-	-	-	(3,496,099)	-	9,265,014	-	-	-	9,265,014
-	-	-	-	-	-	20,222,948	-	-	-	20,222,948
-	-	-	-	-	-	13,953,349	-	-	-	13,953,349
345	-	-	-	-	-	1,093,257	-	-	-	1,093,257
-	129	3,744	-	-	-	6,378,617	-	-	-	6,378,617
-	-	-	-	-	-	66,115,000	-	(66,115,000)	-	-
-	-	-	-	-	-	1,075,116	-	(1,075,116)	-	-
-	-	-	-	-	-	-	-	-	-	-
-	-	(232)	-	-	-	(1,310,432)	-	(439,642)	-	(1,750,074)
608	65,197	2,012,488	-	(3,496,099)	-	157,852,808	-	(67,629,758)	-	90,223,050
9,654	16,492	351,141	(891,598)	3,496,098	(58,160)	78,159,636	9,183,612	(59,238,071)	-	28,105,177
-	-	-	-	1,000,000	-	30,722,874	-	-	(30,722,874)	-
-	-	-	-	-	-	(30,722,874)	-	-	30,722,874	-
-	-	-	-	1,000,000	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-
9,654	16,492	351,141	(891,598)	4,496,098	(58,160)	78,159,636	9,183,612	(59,238,071)	-	28,105,177
1,106,737	83,711	3,546,368	2,818,076	(9,984,193)	930,619	85,921,208	104,481,869	(37,971,466)	-	152,431,611
\$ 1,116,391	\$ 100,203	\$ 3,897,509	\$ 1,926,478	\$ (5,488,095)	\$ 872,459	\$ 164,080,844	\$ 113,665,481	\$ (97,209,537)	\$ -	\$ 180,536,788

(See independent auditor's report.)

**STATISTICAL SECTION (UNAUDITED)**

## STATISTICAL SECTION (UNAUDITED)

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the College's financial performance and well-being have changed over time.	74-77
Revenue Capacity These schedules contain information to help the reader assess the College's most significant local revenue source, the property tax.	78-86
Debt Capacity These schedules present information to help the reader assess the affordability of the College's current levels of outstanding debt and the College's ability to issue additional debt in the future.	87-90
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.	91-93
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.	94-96

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

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

**FINANCIAL TRENDS  
NET POSITION BY COMPONENT**

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>
<b>NET POSITION</b>				
Net investment in capital assets	\$ 27,068,669	\$ 24,204,424	\$ 28,831,891	\$ 32,734,119
Restricted for				
Liability protection and settlement	6,523,342	7,200,345	6,633,381	6,548,818
Debt service	3,772,203	5,701,784	6,095,796	5,123,084
Audit	60,921	52,558	50,588	53,926
Capital improvements	7,086,670	5,215,883	12,016,793	15,746,194
Working cash	-	-	-	-
Pension contributions	136,517	148,754	154,001	162,789
Unrestricted	8,864,553	19,912,383	1,588,017	4,695,087
<b>TOTAL NET POSITION</b>	<b>\$ 53,512,875</b>	<b>\$ 62,436,131</b>	<b>\$ 55,370,467</b>	<b>\$ 65,064,017</b>

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

Data Source

Rock Valley College Financial Reports

	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
\$	35,848,876	\$ 46,307,312	\$ 53,072,597	\$ 61,700,714	\$ 67,531,968	\$ 62,310,559
	5,990,774	4,775,289	3,588,358	3,307,441	3,546,368	3,897,509
	6,198,154	6,241,317	7,012,618	6,708,297	6,474,674	6,940,002
	68,457	48,789	61,701	65,486	83,711	100,203
	14,925,487	7,245,809	1,577,339	1,577,340	9,053,236	33,121,745
	-	-	-	-	-	1,870,745
	145,847	258,413	152,932	197,329	272,495	228,388
	17,684,334	31,194,870	41,622,723	57,502,420	65,469,159	72,067,637
\$	<b>80,861,929</b>	<b>\$ 96,071,799</b>	<b>\$ 107,088,268</b>	<b>\$ 131,059,027</b>	<b>\$ 152,431,611</b>	<b>\$ 180,536,788</b>

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

FINANCIAL TRENDS  
CHANGES IN NET POSITION

Last Ten Fiscal Years

Fiscal Year	2016	2017	2018	2019
<b>OPERATING REVENUES</b>				
Student tuition and fees	\$ 11,473,592	\$ 11,567,622	\$ 11,809,687	\$ 13,398,730
Sales and service fees	1,616,076	1,351,139	1,340,382	1,363,857
Auxiliary services revenue	154,466	150,000	93,429	78,779
Other operating revenue	1,277,602	1,594,941	2,327,694	2,035,360
Total operating revenues	14,521,736	14,663,702	15,571,192	16,876,726
<b>OPERATING EXPENSES</b>				
Instruction	27,353,071	29,377,540	27,339,390	26,813,539
Academic support	4,340,423	3,921,766	3,888,218	3,971,394
Student services	4,666,341	4,958,001	5,127,247	5,366,887
Public services	6,714,877	6,094,869	7,674,370	7,800,384
Operation and maintenance of plant	6,676,425	6,641,324	6,900,162	7,358,531
Institutional support	9,931,486	10,780,276	10,339,254	10,363,673
Auxiliary services	1,165,977	1,202,136	1,746,315	1,290,133
Amortization expense	-	-	-	-
Depreciation expense	5,894,384	6,044,978	7,301,785	8,201,780
Scholarships, grants and waivers	5,768,162	5,316,407	3,572,284	4,144,123
Total operating expenses	72,511,146	74,337,297	73,889,025	75,310,444
OPERATING INCOME (LOSS)	(57,989,410)	(59,673,595)	(58,317,833)	(58,433,718)
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Local property taxes	25,687,393	26,396,425	27,583,297	28,476,829
Personal property replacement tax	1,317,944	1,677,508	1,481,085	1,518,538
State appropriations	14,338,782	18,070,200	18,518,578	17,549,408
State grant and contracts	2,545,508	10,443,022	9,397,395	9,953,983
Federal grants and contracts	14,137,869	14,247,846	13,111,039	12,291,308
Local grants and contracts	1,043,822	669,730	729,388	1,019,625
Investment income	436,462	337,073	505,745	1,353,431
Gain (loss) on disposal of capital assets	5,832	(39,323)	-	-
Interest on capital asset-related debt	(4,020,819)	(3,554,030)	(3,321,273)	(2,935,854)
Non-operating revenues (expenses), net	55,492,793	68,248,451	68,005,254	69,227,268
CHANGE IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	(2,496,617)	8,574,856	9,687,421	10,793,550
<b>CAPITAL CONTRIBUTIONS</b>	5,891	348,400	9,342,214	-
Total capital contributions	5,891	348,400	9,342,214	-
CHANGE IN NET POSITION	(2,490,726)	8,923,256	19,029,635	10,793,550
NET POSITION, JULY 1	56,003,601	53,512,875	62,436,131	55,370,467
Prior period adjustment	-	-	(26,095,299)	-
NET POSITION, JULY 1, AS RESTATED	56,003,601	53,512,875	36,340,832	55,370,467
<b>NET POSITION, JUNE 30</b>	<b>\$ 53,512,875</b>	<b>\$ 62,436,131</b>	<b>\$ 55,370,467</b>	<b>\$ 66,164,017</b>

Data Source

Rock Valley College Financial Reports

	2020	2021	2022	2023	2024	2025
\$	13,742,723	\$ 13,085,670	\$ 13,068,084	\$ 14,972,460	\$ 15,480,901	\$ 14,352,998
	1,337,438	650,879	1,070,703	1,273,848	1,446,112	1,572,912
	47,923	31,709	23,267	13,034	11,487	19,553
	2,617,970	2,019,263	2,470,734	2,347,885	2,518,678	6,496,613
	17,746,054	15,787,521	16,632,788	18,607,227	19,457,178	22,442,076
	27,340,001	27,304,131	23,358,364	19,562,649	21,063,010	23,134,071
	4,320,724	4,448,587	4,028,560	3,382,100	3,538,469	3,997,579
	6,160,865	6,703,858	6,229,259	5,456,086	5,708,045	6,647,380
	7,876,539	8,743,867	7,252,297	8,008,855	8,236,282	8,713,488
	6,455,407	7,358,514	7,585,003	6,266,497	9,053,504	4,164,109
	12,245,713	15,957,856	17,136,856	15,852,224	12,597,650	19,297,265
	1,492,392	1,428,168	1,812,617	1,519,294	1,747,233	1,955,361
	-	-	-	-	8,864,552	9,730,612
	7,773,590	7,790,580	9,036,085	9,139,323	5,581,018	6,920,084
	5,846,261	4,164,587	8,055,414	6,489,685	-	-
	79,511,492	83,900,148	84,494,455	75,676,713	76,389,763	84,559,949
	(61,765,438)	(68,112,627)	(67,861,667)	(57,069,486)	(56,932,585)	(62,117,873)
	28,652,944	28,939,700	29,480,254	31,849,169	34,763,895	38,791,172
	1,662,245	2,108,387	4,595,736	5,194,536	3,421,509	2,268,767
	19,724,519	21,035,698	14,389,445	8,117,466	7,806,553	9,265,014
	11,613,685	12,230,878	12,789,483	15,585,632	17,831,349	20,222,948
	14,555,240	19,915,733	18,142,914	18,067,124	11,245,621	13,953,349
	861,856	966,755	446,764	562,192	602,714	1,093,257
	1,111,398	106,253	(1,130)	3,213,970	4,707,338	6,378,617
	-	-	-	-	(1,193,929)	-
	(2,606,720)	(2,248,212)	(1,227,646)	(1,557,042)	(1,308,050)	(1,750,074)
	75,575,167	83,055,192	78,615,820	81,033,047	77,877,000	90,223,050
	13,809,729	14,942,565	10,754,153	23,963,561	20,944,415	28,105,177
	-	267,305	262,316	7,198	428,169	-
	-	267,305	262,316	7,198	428,169	-
	13,809,729	15,209,870	11,016,469	23,970,759	21,372,584	28,105,177
	66,164,017	80,861,929	96,071,799	107,088,268	131,059,027	152,431,611
	888,183	-	-	-	-	-
	67,052,200	80,861,929	96,071,799	107,088,268	131,059,027	152,431,611
\$	80,861,929	\$ 96,071,799	\$ 107,088,268	\$ 131,059,027	\$ 152,431,611	\$ 180,536,788

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

**REVENUE CAPACITY  
EQUALIZED ASSESSED VALUATION, TAX RATES AND TAX EXTENSIONS**

Last Ten Tax Levy Years

	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
<b>TOTAL EQUALIZED ASSESSED VALUATIONS</b>	\$ 5,313,920,076	\$ 5,483,921,459	\$ 5,617,226,123	\$ 5,786,184,094
<b>EAV PERCENTAGE INCREASE (DECREASE)</b>	(0.47%)	3.20%	2.43%	3.01%
<b>TAX RATES (PER \$100 ASSESSED VALUATION)</b>				
Educational Fund	0.2300	0.2300	0.2300	0.2300
Operations and Maintenance Fund	0.0400	0.0400	0.0400	0.0400
Debt Service Fund				
2002 A&B Bond	0.0563	-	-	-
2009 Bond	0.0137	-	-	-
2010 A&B Bond	0.0351	0.0338	0.0096	0.0309
2014 Refinancing Bond	0.0045	0.0089	0.0214	0.0769
2015C Bond	0.0114	0.0111	0.0108	0.0105
2015D Bond	0.0209	0.0203	0.0198	0.0192
2015E Bond	0.0041	0.0040	0.0039	0.0038
2017A Bond	-	0.1437	0.1201	0.0548
2017C Bond	-	-	0.0309	0.0142
2022A Bond	-	-	-	-
2022B Bond	-	-	-	-
2024 Bond	-	-	-	-
Liability, Protection and Settlement Fund				
Tort Liability	0.0421	-	0.0179	0.0173
Workers' Compensation	0.0110	-	-	-
Unemployment Insurance	0.0014	-	-	-
Athletics	0.0011	-	-	-
Property/Casualty	0.0056	-	-	-
FICA	0.0111	-	-	-
Audit Fund	0.0010	0.0009	0.0009	0.0009
Protection, Health and Safety Fund	-	-	-	-
Adjustment for overextended tax	-	-	-	0.0002
Prior year adjustment	-	-	-	-
<b>TOTAL TAX RATE</b>	<b>0.4893</b>	<b>0.4927</b>	<b>0.5053</b>	<b>0.4987</b>

2019	2020	2021	2022	2023	2024
\$ 6,087,389,555	\$ 6,373,157,081	\$ 6,683,597,509	\$ 7,160,941,744	\$ 7,869,445,871	\$ 8,829,608,132
5.21%	4.69%	4.87%	7.14%	9.70%	12.20%
0.2296	0.2300	0.2300	0.2276	0.2223	0.2268
0.0400	0.0400	0.0400	0.0396	0.0387	0.0395
-	-	-	-	-	-
-	-	-	-	-	-
0.0291	0.0163	-	-	-	-
0.0713	-	-	-	-	-
0.0100	0.0095	0.0092	0.0020	0.0019	0.0017
0.0183	0.0174	0.0168	-	-	-
0.0036	0.0036	0.0705	0.0377	-	-
0.0520	0.0497	-	-	-	-
0.0155	0.0944	0.0872	0.0305	-	-
-	-	-	0.9040	0.1445	0.0764
-	-	-	0.0001	0.0063	0.0601
-	-	-	-	-	0.0268
-	-	-	0.0220	0.0200	0.0172
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
0.0009	0.0008	0.0008	0.0009	0.0009	0.0007
-	-	-	0.0210	0.0191	0.0171
-	-	0.0019	0.0061	0.0055	0.0056
-	-	-	(0.0017)	0.0001	-
0.4703	0.4617	0.4564	0.4762	0.4593	0.4719

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

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

Last Ten Tax Levy Years

	2015	2016	2017	2018
<b>TAX EXTENSION</b>				
Educational Fund	\$ 12,222,016	\$ 12,613,019	\$ 12,908,077	\$ 13,308,223
Operations and Maintenance Fund	2,134,494	2,198,281	2,252,067	2,318,427
Debt Service Fund				
2002 A&B Bond	2,994,933	-	-	-
2009 Bond	728,785	-	-	-
2010 A&B Bond	1,867,178	1,855,481	539,779	1,789,877
2014 Refinancing Bond	239,382	488,573	1,203,258	4,454,419
2015C Bond	606,434	609,344	607,252	608,211
2015D Bond	1,111,796	1,114,386	1,113,295	1,112,157
2015E Bond	218,103	219,584	219,285	220,114
2017A Bond	-	7,888,537	6,752,863	3,174,280
2017C Bond	-	-	1,737,414	822,533
2022A Bond	-	-	-	-
2022B Bond	-	-	-	-
2024 Bond	-	-	-	-
Liability, Protection and Settlement Fund				
Tort Liability	2,236,973	-	1,003,441	1,000,724
Workers' Compensation	587,491	-	-	-
Unemployment Insurance	75,059	-	-	-
Athletics	56,044	-	-	-
Property/Casualty	295,233	-	-	-
FICA	588,262	-	-	-
Audit Fund	51,821	48,984	50,415	51,403
Protection, Health and Safety Fund	-	-	-	-
Adjustment for overextended tax	-	-	-	1,588
<b>TOTAL LOCAL GOVERNMENT SUPPORT</b>	<b>\$ 26,014,004</b>	<b>\$ 27,036,189</b>	<b>\$ 28,387,146</b>	<b>\$ 28,861,956</b>
<b>PERCENTAGE INCREASE (DECREASE)</b>	<b>1.01%</b>	<b>3.93%</b>	<b>5.00%</b>	<b>1.67%</b>

Data Sources

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

	2019	2020	2021	2022	2023	2024
\$	13,978,085	\$ 14,658,261	\$ 14,994,830	\$ 16,259,585	\$ 17,465,470	\$ 20,031,953
	2,433,727	2,552,169	2,607,807	2,828,656	3,039,647	3,487,605
	-	-	-	-	-	-
	-	-	-	-	-	-
	1,773,823	1,039,907	-	-	-	-
	4,346,171	-	-	-	-	-
	609,561	606,081	598,549	143,092	149,499	155,246
	1,115,497	1,110,085	1,093,002	-	-	-
	219,442	229,673	4,586,705	2,697,288	-	-
	3,169,718	3,170,759	-	-	-	-
	944,820	6,022,528	5,673,201	2,182,156	-	-
	-	-	-	6,467,768	11,369,765	6,976,923
	-	-	-	7,155	495,706	5,488,391
	-	-	-	-	-	2,366,347
	-	-	-	2,003,809	1,571,259	1,518,604
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	431,532	493,890
	52,890	50,777	51,201	64,193	68,654	61,425
	-	-	-	1,499,197	1,500,791	1,509,237
	-	-	70,429	-	-	-
\$	28,643,734	\$ 29,440,240	\$ 29,675,724	\$ 34,152,899	\$ 36,092,323	\$ 42,089,621
	(0.76%)	2.78%	0.80%	15.09%	5.68%	16.62%

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

REVENUE CAPACITY  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Farm Property	Residential Property	Commercial Property	Industrial Property	Mineral	Railroad Property	Total Taxable Assessed Value	Tax Rates per \$100 Assessed Valuation	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2015	\$ 281,354,154	\$ 3,470,202,590	\$ 759,303,894	\$ 787,461,459	\$ -	\$ 15,597,979	\$ 5,313,920,076	\$ 0.4893	33.33%	\$ 15,943,354,563
2016	295,742,554	3,548,673,977	771,377,861	850,571,965	-	17,555,102	5,483,921,459	0.4927	33.33%	16,453,409,718
2017	311,610,448	3,647,794,774	780,804,019	860,682,501	-	16,334,381	5,617,226,123	0.5053	33.33%	16,853,363,705
2018	332,725,424	3,785,524,588	810,872,074	838,816,753	-	18,245,252	5,786,184,091	0.4987	33.33%	17,360,288,302
2019	351,906,309	3,996,560,129	868,618,177	851,578,116	-	18,820,108	6,087,482,839	0.4703	33.33%	18,264,274,944
2020	374,596,348	4,207,750,326	901,676,487	866,753,371	-	22,380,549	6,373,157,081	0.4617	33.33%	19,121,383,381
2021	395,475,658	4,447,305,087	937,849,855	878,773,708	-	24,193,201	6,683,597,509	0.4564	33.33%	20,052,797,807
2022	424,045,616	4,822,076,093	995,987,635	893,074,775	832,193	24,925,432	7,160,941,744	0.4762	33.33%	21,484,973,729
2023	473,577,819	5,370,643,130	1,074,717,943	922,531,845	1,106,571	26,868,563	7,869,445,871	0.4593	33.33%	23,610,698,683
2024	512,021,749	6,093,668,957	1,192,154,780	1,002,426,380	3,005,522	26,330,744	8,829,608,132	0.4719	33.33%	26,491,473,543

Data Sources

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

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

REVENUE CAPACITY  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Tax Levy Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>COLLEGE DIRECT RATES</b>										
Educational	0.2300	0.2300	0.2300	0.2300	0.2296	0.2300	0.2300	0.2276	0.2223	0.2268
Operations and Maintenance	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0396	0.0387	0.0395
Audit Fund	0.0010	0.0009	0.0009	0.0009	0.0009	0.0008	0.0008	0.0009	0.0009	0.0007
Liability and Protection	0.0612	0.0000	0.0179	0.0173	0.0000	0.0000	0.0000	0.0220	0.0200	0.0172
Bond and Interest	0.1460	0.2218	0.2165	0.2103	0.1998	0.1909	0.1837	0.1607	0.1527	0.1650
Social Security	0.0111	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0061	0.0055	0.0056
Protection, Health and Safety	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0210	0.0191	0.0171
Adjustment for overextended tax	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Prior year adjustment	0.0000	0.0000	0.0000	0.0002	0.0000	0.0000	0.0019	(0.0017)	0.0001	0.0000
Total college direct rate	0.4893	0.4927	0.5053	0.4987	0.4703	0.4617	0.4564	0.4762	0.4593	0.4719
<b>OVERLAPPING RATES</b>										
Winnebago County	1.0984	1.0826	1.0587	1.0173	0.9661	0.9436	0.9032	0.8373	0.7587	0.6730
Forest Preserve District	0.1203	0.1207	0.1182	0.1147	0.1132	0.1073	0.1041	0.0993	0.0913	0.0835
Rockford Township	0.1452	0.1455	0.1446	0.1385	0.1298	0.1233	0.1173	0.1072	0.0963	0.0848
City of Rockford	3.3595	3.3207	3.2517	3.1194	2.9185	2.7943	2.6361	2.4575	2.1972	1.9303
Rockford Park District	1.1629	1.1544	1.1371	1.0963	1.0334	1.0042	0.9739	0.9401	0.8914	0.8132
Rock River Water Reclamation Authority	0.2075	0.2082	0.2040	0.1964	0.1848	0.1795	0.1731	-	-	-
Four Rivers Sanitation Authority	-	-	-	-	-	-	-	0.1593	0.1425	0.1253
Rockford City Library	0.5196	0.5190	0.5091	0.4890	0.4564	0.4343	0.4103	0.3760	0.3528	0.3230
Greater Rockford Airport Authority	0.1073	0.1103	0.1102	0.1073	0.1011	0.0987	0.0955	0.0926	0.0877	0.0803
Rockford Public Schools	7.9379	7.8031	7.6496	7.3508	6.8929	6.5857	6.2646	6.7247	5.1954	4.7899
Rockford Township Roads	N/A	0.1487	0.1478	0.1416	0.1327	0.1260	0.1218	0.1173	0.1108	0.1012
Total overlapping rates	14.6586	14.6132	14.3310	13.7713	12.9289	12.3969	11.7999	11.9113	9.9241	9.0045
<b>TOTAL RATES</b>	<b>15.1479</b>	<b>15.1059</b>	<b>14.8363</b>	<b>14.2700</b>	<b>13.3992</b>	<b>12.8586</b>	<b>12.2563</b>	<b>12.3875</b>	<b>10.3834</b>	<b>9.4764</b>

N/A - Information not available

Data Source

Winnebago County Clerk's Office

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

REVENUE CAPACITY  
PRINCIPAL PROPERTY TAXPAYERS

Current Levy and Nine Years Ago

2024					2015				
Taxpayer	Type of Business	Taxable Assessed Value	% of District EAV	Rank	Taxpayer	Type of Business	Taxable Assessed Value	% of District EAV	Rank
Constellation Energy Generation LLC	Nuclear Power Plant	\$ 516,882,024	5.85%	1	Exelon Generation Co LLC	Nuclear Power Plant	\$ 470,340,000	8.81%	1
Lowes Home Centers	Distribution Center	18,313,446	0.21%	2	New Carco Acquisition LLC (Chrysler)	Automotive	19,264,126	0.36%	2
Woodward Inc	Manufacturing	11,621,055	0.13%	3	Lowes Home Center	Distribution Center	11,298,668	0.21%	3
Forest Plaza LLC	Retail	11,532,807	0.13%	4	Beloit Memorial Hospital	Hospital	10,714,903	0.20%	4
Swedish American Hospital	Hospital	10,306,431	0.12%	5	Greater Rockford Airport	Airport	10,401,909	0.19%	5
Wesley Willows	Retirement community	10,013,280	0.11%	6	CBL Cherryvale	Real Estate Holdings	8,314,816	0.16%	6
NM PCI L P	Pharmaceutical company	9,653,419	0.11%	7	Forest Plaza LLC	Real Estate Holdings	6,556,951	0.12%	7
CBL/Cherry Vale LLC	Real Estate Holdings	9,469,606	0.11%	8	Petry Family Trust	Real Estate Holdings	5,464,460	0.10%	8
GLP Capital L P	Real Estate Holdings	9,314,371	0.11%	9	Lubrizol Holding INC	Real Estate Holdings	5,033,920	0.09%	9
Meijer Stores Limited Partnership	Retail	7,735,693	0.09%	10	CBL Cherryvale I LLC	Real Estate Holdings	4,659,435	0.09%	10
<b>TOTAL PERCENTAGE OF DISTRICT EAV</b>			<u>6.96%</u>		<b>TOTAL PERCENTAGE OF DISTRICT EAV</b>			<u>10.34%</u>	

Data Sources

Counties of Winnebago, Boone and Ogle

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

**REVENUE CAPACITY  
PROPERTY TAX LEVIES AND COLLECTIONS**

Last Ten Levy Years

Levy Year	Tax Levied	Collected within the Fiscal Year		*Collections in Subsequent Years	Total Collections to Date	
		*Amount	Percentage of Levy		*Amount	Percentage of Levy
2015	\$ 26,013,917	\$ 12,961,269	49.82%	\$ 12,937,239	\$ 25,898,508	99.56%
2016	27,036,189	13,773,501	50.94%	13,132,119	26,905,620	99.52%
2017	28,387,146	14,588,708	51.39%	13,417,549	28,006,257	98.66%
2018	28,861,956	8,011,735	27.76%	20,746,420	28,758,155	99.64%
2019	28,643,734	11,552,196	40.33%	16,986,894	28,539,090	99.63%
2020	29,455,292	15,905,477	54.00%	13,471,372	29,376,849	99.73%
2021	29,675,724	16,034,440	54.03%	13,540,333	29,574,773	99.66%
2022	34,152,900	18,390,185	53.85%	15,385,496	33,775,681	98.90%
2023	36,092,324	19,243,487	53.32%	16,565,619	35,809,106	99.22%
2024	42,089,621	22,411,122	53.25%	-	22,411,122	53.25%

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

Data Sources

District and County Treasurer's Office - for Tax Levied

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

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

Last Ten Fiscal Years

Fiscal Year	FTE Credit Courses	Headcount Credit Courses	Tuition and Fee Rates			Total Credit Hours Claimed	Net Tuition and Fee Revenue	Gross Tuition
			In District Tuition and Fees per Semester Hour	Out of District Tuition and Fees per Semester Hour	Out of State Tuition and Fees per Semester Hour			
2016	5,159	12,467	\$ 101.00	\$ 275.00	\$ 512.00	154,779	\$ 11,473,592	\$ 17,457,282
2017	5,031	11,799	110.00	287.00	519.00	150,915	11,567,622	18,224,423
2018	4,466	10,607	125.00	297.00	510.00	133,974	11,809,687	19,091,553
2019	4,319	10,102	125.00	280.00	507.00	129,566	13,398,730	19,171,650
2020	4,522	10,295	130.00	309.00	561.00	135,646	13,742,723	21,051,415
2021	4,090	8,744	132.00	310.00	566.00	116,443	13,085,670	19,727,647
2022	4,078	9,460	132.00	297.00	585.00	106,083	13,068,084	19,246,499
2023	3,685	8,031	137.00	344.00	713.00	118,511	14,972,460	20,200,642
2024	4,148	9,473	142.00	342.00	711.00	116,569	15,480,901	21,404,006
2025	4,201	9,869	144.00	247.00	247.00	113,802	14,352,998	21,678,303

Data Source

College records

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

DEBT CAPACITY  
RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	General Obligation Bonds	Capital Appreciation Bonds	Leases	SBITAs	Total Outstanding Debt	District 511 Estimated Actual Taxable Property Value	Percentage of Total Outstanding Debt to Estimated Actual Taxable Property Value	Population*	Total Outstanding Debt Per Capita
2016	\$ 89,558,072	\$ 2,832,595	\$ -	\$ -	\$ 92,390,667	\$ 5,313,920,076	1.68%	340,663	\$ 271
2017	103,910,292	-	-	-	103,910,292	5,483,921,459	1.85%	339,376	306
2018	94,570,436	-	-	-	94,570,436	5,617,226,123	1.63%	338,291	280
2019	85,505,580	-	-	-	85,505,580	5,786,184,091	1.40%	337,658	253
2020	75,925,734	-	1,350,080	-	77,275,814	6,087,482,839	1.21%	336,116	230
2021	66,035,907	-	1,249,738	724,584	68,010,229	6,373,157,081	1.02%	336,116	202
2022	58,032,476	-	1,190,432	3,262,269	62,485,177	6,683,597,509	0.87%	336,278	186
2023	46,801,135	-	943,437	2,361,398	50,105,970	7,160,941,744	0.64%	335,342	149
2024	35,679,582	-	1,217,324	1,442,495	38,339,401	7,869,445,871	0.49%	334,124	115
2025	91,398,836	-	1,274,702	3,779,324	96,452,862	8,829,608,132	1.09%	337,103	286

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

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

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

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

Last Ten Fiscal Years

<b>Fiscal Year Ended</b>	<b>General Obligation Bonds</b>	<b>Less: Amounts Available In Debt Service Fund</b>	<b>Net General Bonded Debt</b>	<b>District 511 Estimated Actual Taxable Property Value</b>	<b>Percentage of Net General Bonded Debt to Estimated Actual Taxable Property Value</b>	<b>Population*</b>	<b>Net General Bonded Debt Per Capita</b>
2016	\$ 89,558,072	\$ 3,772,203	\$ 85,785,869	\$ 5,313,920,076	1.56%	340,663	\$ 252
2017	103,910,292	5,701,784	98,208,508	5,483,921,459	1.75%	339,376	289
2018	94,570,436	6,095,796	88,474,640	5,617,226,123	1.53%	338,291	262
2019	85,505,580	6,123,084	79,382,496	5,786,184,091	1.30%	337,658	235
2020	75,925,734	6,198,154	69,727,580	6,087,482,839	1.09%	336,116	207
2021	66,035,907	6,241,317	59,794,590	6,373,157,081	0.89%	336,116	178
2022	58,032,476	7,012,619	51,019,857	6,683,597,509	0.71%	336,278	152
2023	46,801,135	6,708,297	40,092,838	7,160,941,744	0.51%	335,342	120
2024	38,339,401	6,474,674	31,864,727	7,869,445,871	0.40%	334,124	95
2025	91,398,836	6,940,002	84,458,834	8,829,608,132	0.96%	337,103	251

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

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

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

DEBT CAPACITY  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
GENERAL OBLIGATION BONDS

June 30, 2025

District	Bonded Debt (1)	Percent (2)	Amount Applicable To District
Rock Valley College	\$ 91,398,836	100.00%	\$ 91,398,836
<b>SCHOOLS</b>			
Belvidere School District 100	55,754,905 (1)	100.00%	55,754,905
Byron Community Unit School District 226	11,161,175 (1)	100.00%	11,161,175
Durand School District 322	211,346 (1)	100.00%	211,346
Harlem School District 122	10,250,000 (1)	100.00%	10,250,000
Hiawatha School District 426	3,170,000 (1)	0.00%	-
Hononegah High School District 207	15,546,401 (1)	100.00%	15,546,401
Kinnikinnick School District 131	5,644,700 (1)	100.00%	5,644,700
Meridian Community Unit School District 223	7,849,735 (1)	100.00%	7,849,735
North Boone School District 200	9,046,234 (1)	100.00%	9,046,234
Pecatonica Community Unit School District 321	1,558,938 (1)	100.00%	1,558,938
Prairie Hill School District 133	3,680,447 (1)	100.00%	3,680,447
Rockford School District 205	154,642,382 (1)	100.00%	154,642,382
Shirland School District 134	2,323,092 (1)	100.00%	2,323,092
South Beloit School District 320	9,491,634 (1)	100.00%	9,491,634
Winnebago School District 323	12,013,073 (1)	100.00%	12,013,073
<b>LOCAL GOVERNMENTS</b>			
Boone County	1,440,000 (4)	99.03%	1,426,032
City of Rockford	69,117,000 (2)	100.00%	69,117,000
<b>PARK DISTRICTS</b>			
Belvidere Park District	1,284,000 (2)	100.00%	1,284,000
Oregon Park District	- (2)	93.03%	-
Rockford Park District	43,907,263 (1)	100.00%	43,907,263
<b>OTHER</b>			
Byron Forest Preserve District	2,695,000 (2)	98.04%	2,642,178
Winnebago County Forest Preserve District	1,612,000 (3)	99.98%	1,611,678
Northwest Fire Protection District	360,000 (1)	100.00%	360,000
Subtotal	<u>422,759,325</u>		<u>419,522,213</u>
<b>TOTAL</b>	<u><u>\$ 514,158,161</u></u>		<u><u>\$ 510,921,049</u></u>

Sources: Winnebago County Clerk Office

Audited financial reports for governmental units in Boone and Ogle Counties

(1) As of 06/30/2024

(2) As of 12/31/2024

(3) As of 10/31/2024

(4) As of 11/30/2024

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

**DEBT CAPACITY  
LEGAL DEBT MARGIN INFORMATION**

Last Ten Fiscal Year

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<b>Fiscal Year</b>	<b>Total Taxable Assessed Value</b>	<b>Statutory Rate</b>	<b>Debt Limit (Assessed Value x Debt Limit Rate)</b>	<b>Total Bonded Outstanding Debt</b>	<b>Legal Debt Margin</b>	<b>Net Debt Applicable to Debt Limit as a Percentage of Debt Limit</b>
2016	\$ 5,313,920,076	2.875%	\$ 152,775,202	\$ 92,390,667	\$ 60,384,535	60.47%
2017	5,483,921,459	2.875%	157,662,742	103,910,292	53,752,450	65.91%
2018	5,617,226,123	2.875%	161,495,251	94,570,436	66,924,815	58.56%
2019	5,786,184,091	2.875%	166,352,793	85,505,580	80,847,213	51.40%
2020	6,087,482,839	2.875%	175,015,132	75,925,734	99,089,398	43.38%
2021	6,373,157,081	2.875%	183,228,266	66,035,907	117,192,359	36.04%
2022	6,683,597,509	2.875%	192,153,428	58,032,476	134,120,952	30.20%
2023	7,160,941,744	2.875%	226,246,569	46,801,135	179,445,434	20.69%
2024	7,869,445,871	2.875%	226,246,569	35,679,582	190,566,987	15.77%
2025	8,829,608,132	2.875%	253,851,234	91,398,836	162,452,398	36.00%

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

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

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	* District Population	*****	****	Unemployment Rates by County**						***
		Total Personal Income (\$000)	Per Capita Personal Income	Winnebago County	Boone County	Stephenson County	Ogle County	DeKalb County	Mc Henry County	State of Illinois Unemployment Rate
2016	340,663	\$ 13,515,620	\$ 39,674	6.4%	6.0%	5.4%	5.4%	5.2%	5.4%	6.0%
2017	339,376	13,661,333	40,254	5.8%	5.6%	4.8%	4.9%	4.7%	4.1%	4.7%
2018	338,291	14,273,300	42,192	5.0%	4.9%	4.5%	4.3%	4.1%	3.5%	4.3%
2019	337,658	14,967,703	44,328	6.5%	6.8%	4.3%	4.7%	4.5%	3.5%	4.3%
2020	336,116	15,052,234	44,783	16.1%	15.5%	9.5%	11.3%	12.2%	13.4%	14.5%
2021	336,116	16,029,583	47,982	9.5%	9.6%	5.8%	5.9%	6.2%	6.8%	7.2%
2022	336,278	17,197,161	51,140	6.8%	6.7%	4.5%	4.8%	4.6%	3.6%	4.8%
2023	335,342	16,975,504	50,806	6.2%	6.8%	4.9%	5.1%	4.9%	3.6%	4.5%
2024	334,124	16,736,271	50,090	6.6%	7.1%	5.6%	5.7%	5.6%	5.5%	6.1%
2025	337,103	Not Available	Not Available	5.2%	5.0%	4.3%	4.3%	4.5%	4.3%	4.8%

Data Sources

\*U.S. Census Bureau, Annual Estimates of the Resident Population: April 1, 2020 to July 1, 2024 population estimate for July 1, 2024.

\*\*Illinois Department of Employment Security, Unemployment Rate by County, July 2025 - Not Seasonally Adjusted

\*\*\*Illinois Department of Employment Security, July 2025 Unemployment Rate for Illinois - Seasonally Adjusted

\*\*\*\*Per capita personal income is based on the City of Rockford 2024 Audit (Data Source - U.S. Department of Commerce.)

\*\*\*\*\*Total personal income is based on per capita personal income multiplied by the population

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

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

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

Last Ten Fiscal Years

<b>Categories</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
Baccalaureate	103,322.0	101,126.5	89,615.0	86,183.0	89,060.0	83,379.0	77,579.5	77,441.5	76,826.0	75,607.0
Business occupational	4,970.5	4,583.0	3,519.0	3,782.5	3,284.0	5,285.0	5,377.0	5,122.5	5,594.0	5,402.0
Technical occupational	16,137.0	17,736.5	15,143.0	13,904.5	14,389.5	10,467.5	13,922.5	17,648.5	18,219.5	18,148.0
Health occupational	7,917.0	7,252.0	7,209.5	6,895.5	6,831.0	6,103.0	7,131.0	7,730.0	7,920.5	7,768.5
Remedial development	11,073.0	11,148.0	9,698.0	9,549.0	8,823.0	3,749.0	1,915.0	1,380.0	2,028.0	2,300.0
Adult basic and secondary ed	11,359.5	9,068.5	8,789.0	9,252.0	13,258.5	7,459.0	8,354.0	9,188.5	5,980.5	4,576.0
<b>TOTAL CREDIT HOURS</b>	<b>154,779.0</b>	<b>150,914.5</b>	<b>133,973.5</b>	<b>129,566.5</b>	<b>135,646.0</b>	<b>116,442.5</b>	<b>114,279.0</b>	<b>118,511.0</b>	<b>116,568.5</b>	<b>113,801.5</b>
<b>PERCENTAGE</b>										
<b>INCREASE (DECREASE)</b>	(2.0%)	(2.5%)	(11.2%)	(3.3%)	4.7%	(14.2%)	(1.9%)	3.7%	(1.6%)	(2.4%)

Data Source

District records (Apportionment Claim Reports)

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

**DEMOGRAPHIC AND ECONOMIC INFORMATION  
PRINCIPAL EMPLOYERS**

Current Year and Nine Years Ago

<b>2025</b>				<b>2016</b>			
<b>Employer</b>	<b>Rank</b>	<b>Employees</b>	<b>% of District Population</b>	<b>Employer</b>	<b>Rank</b>	<b>Employees</b>	<b>% of District Population</b>
Rockford Public Schools (1)	1	4,832	1.43%	Fiat Chrysler	1	4,323	1.27%
UW Health (1)	2	3,780	1.12%	Rockford Public Schools	2	3,525	1.03%
Mercy Health (1)	3	3,000	0.89%	Mercy Health	3	3,000	0.88%
Collins Aerospace (2)	4	2,300	0.68%	System	4	2,988	0.88%
OSF Healthcare (1)	5	2,200	0.65%	OSF Healthcare	5	2,800	0.82%
Woodward (1)	6	2,000	0.59%	UTC Aerospace Systems	6	2,200	0.65%
PCI Pharma Services (1)	7	1,650	0.49%	Walmart	7	1,611	0.47%
Amazon (3)	8	1,100	0.33%	Woodward	8	1,540	0.45%
UPS (2)	9	1,000	0.30%	Packaging Coordinators	9	1,500	0.44%
Alorica (1)	10	1,000	0.30%	Winnebago County	10	1,449	0.43%
<b>TOTAL PERCENTAGE OF DISTRICT POPULATION</b>			<b>6.78%</b>	<b>TOTAL PERCENTAGE OF DISTRICT POPULATION</b>			<b>7.32%</b>

Data Sources

(1) Series 2025A Final Operating Statement.

(2) 2025 Rockford Regional Overview-Rockford Area Economic Council pg. 12.

(3) Stoffregen, Sydni. "Amazon Air celebrates 5 years of development in the Forest City." <https://www.wifr.com/2025/05/13/amazon-air-celebrates-5-years-development-forest-city> Accessed 28 August 2025.

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

OPERATING INFORMATION  
FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

<b>Function/Program</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
<b>FACULTY</b>										
Full-time	158	159	134	126	127	123	116	120	117	113
Part-time	300	278	268	269	285	300	214	198	205	184
<b>FULL-TIME ADMINISTRATORS</b>	36	30	33	31	35	36	35	45	51	55
<b>CLASSIFIED STAFF</b>										
Full-time	236	200	190	195	201	215	213	221	235	230
Part-time	64	51	44	34	46	40	33	29	32	27
<b>TOTAL FULL-TIME EMPLOYEES</b>	<b>430</b>	<b>389</b>	<b>357</b>	<b>352</b>	<b>363</b>	<b>374</b>	<b>364</b>	<b>386</b>	<b>403</b>	<b>398</b>
<b>TOTAL EMPLOYEES</b>	<b>794</b>	<b>718</b>	<b>669</b>	<b>655</b>	<b>694</b>	<b>714</b>	<b>611</b>	<b>613</b>	<b>640</b>	<b>609</b>

Data Source

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

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

OPERATING INFORMATION  
OPERATING INDICATORS

Last Ten Fiscal Years

Categories	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Baccalaureate	103,322.0	101,126.5	89,615.0	86,183.0	89,060.0	83,379.0	77,579.5	77,441.5	76,826.0	75,607.0
Business occupational	4,970.5	4,583.0	3,519.0	3,794.5	3,284.0	5,285.0	5,377.0	5,122.5	5,594.0	5,402.0
Technical occupational	16,137.0	17,736.5	15,143.0	13,892.5	14,389.5	10,467.5	13,922.5	17,648.5	18,219.5	18,148.0
Health occupational	7,917.0	7,252.0	7,209.5	6,895.5	6,831.0	6,103.0	7,131.0	7,730.0	7,920.5	7,768.5
Remedial development	11,073.0	11,148.0	9,698.0	9,549.0	8,823.0	3,749.0	1,915.0	1,380.0	2,028.0	2,300.0
Adult basic and secondary ed	11,359.5	9,068.5	8,789.0	9,252.0	13,258.5	7,459.0	8,354.0	9,188.5	5,980.5	4,576.0
<b>TOTAL CREDIT HOURS</b>	<b>154,779.0</b>	<b>150,914.5</b>	<b>133,973.5</b>	<b>129,566.5</b>	<b>135,646.0</b>	<b>116,442.5</b>	<b>114,279.0</b>	<b>118,511.0</b>	<b>116,568.5</b>	<b>113,801.5</b>
Student headcount	12,467	11,799	10,607	10,102	10,295	8,744	9,460	8,031	9,473	9,869
Student FTE	5,159	5,031	4,466	4,319	4,522	4,090	4,078	3,685	4,148	4,201
Tuition rate per hour	\$ 91	\$ 100	\$ 115	\$ 115	\$ 115	\$ 115	\$ 115	\$ 120	\$ 125	\$ 144
Tuition and fee revenue	\$ 17,457,282	\$ 18,224,423	\$ 19,091,553	\$ 19,171,650	\$ 21,051,415	\$ 19,727,647	\$ 19,246,499	\$ 20,200,642	\$ 21,404,006	\$ 21,678,303
Degrees and certificates awarded*										
A.A.; A.S.	887	811	772	744	731	714	809	654	677	721
A.E.S.	19	21	20	21	27	28	32	26	28	18
A.G.S	1	4	1	1	-	-	1	-	1	-
A.A.S.	209	217	201	187	142	211	209	139	220	204
Certificates	937	1,198	653	626	515	466	340	642	349	591

Data Source

\*Source: ICCB S3 Apportionment Reports  
ICCB Centralized Data System--Annual Enrollment and Completion (A1 and A2) Data

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

OPERATING INFORMATION  
CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Facility Information	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Square feet - classrooms	72,012	70,599	90,958	118,292	118,292	118,292	118,292	123,641	111,467	100,332
Square feet - labs	146,503	144,306	187,884	194,681	194,146	194,146	194,146	232,330	204,927	186,802
Square feet - libraries	32,731	32,731	47,251	49,981	49,981	49,981	49,981	50,177	50,177	48,773
Square feet - offices	98,204	92,163	106,522	113,654	113,505	113,505	113,505	117,124	104,612	98,922
Total assignable square feet	562,404	551,668	605,461	648,565	649,435	649,435	649,435	713,904	647,776	618,466
Number of classrooms	97	88	125	152	152	152	145	149	130	123
Number of laboratories	158	118	230	237	235	235	241	254	216	205
Number of libraries	35	39	80	89	89	89	89	90	90	83
Number of offices	574	419	589	569	567	567	645	653	591	573
Number of buildings	38	37	38	38	38	38	38	39	38	38
Acres	235	235	235	235	235	235	235	242	228	228

Data Source

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

**SPECIAL REPORTS SECTION**

## **ICCB STATE GRANT PROGRAMS**

1415 West Diehl Road, Suite 400  
Naperville, IL 60563  
630.566.8400

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## **INDEPENDENT AUDITOR'S REPORT**

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

### **Opinions**

We have audited the accompanying balance sheet of Rock Valley College - Illinois Community College District Number 511's (the College), State Adult Education and Family Literacy Grant Programs as of June 30, 2025, and the related statement of revenues, expenditures and changes in program balance for the year then ended and the notes to financial statements - grants programs.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Rock Valley College - Illinois Community College District Number 511's State Adult Education and Family Literacy Grant Programs as of June 30, 2025, and the changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

### **Basis for Opinions**

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

### **Emphasis of Matter**

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

## **Responsibilities of Management for the Financial Statements**

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

## **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

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

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

## **Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated January 2, 2026, on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

*Sikich CPA LLC*

Naperville, Illinois  
January 2, 2026

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

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

June 30, 2025

	<u>State Basic</u>	<u>Performance</u>	<u>Total (Memorandum Only)</u>
<b>ASSETS</b>			
Cash	\$ 11,507	\$ 10,792	\$ 22,299
<b>TOTAL ASSETS</b>	<u>\$ 11,507</u>	<u>\$ 10,792</u>	<u>\$ 22,299</u>
<b>LIABILITIES AND PROGRAM BALANCE</b>			
<b>LIABILITIES</b>			
Unearned revenue	\$ 11,507	\$ 10,792	\$ 22,299
Total liabilities	<u>11,507</u>	<u>10,792</u>	<u>22,299</u>
<b>PROGRAM BALANCE</b>			
Unassigned (deficit)	<u>-</u>	<u>-</u>	<u>-</u>
Total program balance	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL LIABILITIES AND PROGRAM BALANCE</b>	<u>\$ 11,507</u>	<u>\$ 10,792</u>	<u>\$ 22,299</u>

(See independent auditor's report.)

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

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

For the Year Ended June 30, 2025

	State Basic	Performance	Total (Memorandum Only)
<b>REVENUES</b>			
Grant revenue	\$ 154,775	\$ 116,054	\$ 270,829
<b>EXPENDITURES</b>			
Direct instruction			
Salaries	107,033	77,958	184,991
Benefits	32,434	22,395	54,829
Travel	-	-	-
Supplies	1,347	684	2,031
Contractual services	-	9,999	9,999
Total direct instruction	140,814	111,036	251,850
Program support			
Occupancy	-	-	-
Training and education	-	-	-
Miscellaneous	-	-	-
Indirect costs	13,961	5,018	18,979
Total program support	13,961	5,018	18,979
Total expenditures	154,775	116,054	270,829
EXCESS REVENUES OVER (UNDER) EXPENDITURES	-	-	-
PROGRAM BALANCE, JULY 1, 2024	-	-	-
<b>PROGRAM BALANCE, JUNE 30, 2025</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

(See independent auditor's report.)

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

**NOTES TO FINANCIAL STATEMENTS - GRANT PROGRAMS**

June 30, 2025

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**1. ESTABLISHMENT OF PROGRAMS**

State Adult Education and Family Literacy Grants

State Basic

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

Performance

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

**2. SIGNIFICANT ACCOUNTING POLICIES**

a. General

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

b. Basis for Accounting

The statements have been prepared on the accrual basis of accounting and the current financial resources measurement focus. Expenditures include all accounts payable representing liabilities for goods and services actually received as of June 30, 2025. Funds obligated for goods prior to June 30 for which the goods are received prior to August 31, if any, are recorded as restricted fund balances.

c. Capital Assets

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

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

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**3. PAYMENTS OF PRIOR YEAR'S ENCUMBRANCES**

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

1415 West Diehl Road, Suite 400  
Naperville, IL 60563  
630.566.8400

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

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

We have examined management of Rock Valley College - Illinois Community College District Number 511's (the College) assertion that the College complied with the guidelines of the Illinois Community College Board's *Fiscal Management Manual* included in the accompanying Schedule of Enrollment Data and Other Bases Upon Which Claims are Filed and the Reconciliation of Total Semester Credit Hours of Rock Valley College during the period July 1, 2024 through June 30, 2025. The College's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion about the College's compliance with the specified requirements based on our examination.

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

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

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

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

*Sikich CPA LLC*

Naperville, Illinois  
January 2, 2026

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

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

For the Year Ended June 30, 2025

<b>CATEGORIES</b>	<b>Total Semester Credit Hours by Term</b>							
	<b>Summer</b>		<b>Fall</b>		<b>Spring</b>		<b>Total</b>	
	<b>Restricted</b>	<b>Unrestricted</b>	<b>Restricted</b>	<b>Unrestricted</b>	<b>Restricted</b>	<b>Unrestricted</b>	<b>Restricted</b>	<b>Unrestricted</b>
Baccalaureate	0.0	8,853.0	0.0	34,188.0	0.0	32,566.0	0.0	75,607.0
Business occupational	0.0	252.0	0.0	2,316.5	0.0	2,833.5	0.0	5,402.0
Technical occupational	0.0	2,119.0	0.0	7,898.0	0.0	8,131.0	0.0	18,148.0
Health occupational	0.0	939.5	0.0	3,012.5	0.0	3,816.5	0.0	7,768.5
Remedial developmental	0.0	152.0	0.0	1,233.0	0.0	915.0	0.0	2,300.0
Adult basic education/adult secondary education	0.0	0.0	1,701.0	382.0	2,005.0	488.0	3,706.0	870.0
<b>TOTAL CREDIT HOURS VERIFIED</b>	<b>0.0</b>	<b>12,315.5</b>	<b>1,701.0</b>	<b>49,030.0</b>	<b>2,005.0</b>	<b>48,750.0</b>	<b>3,706.0</b>	<b>110,095.5</b>

	<b>Chargeback/ Contractual Agreement</b>		
	<b>In-District</b>	<b>Contractual Agreement</b>	<b>Total</b>
Reimbursable credit hours (unrestricted)	105,022.0	-	105,022.0
Reimbursable credit hours (restricted)	3,706.0		3,706.0
Reimbursable credit hours (unrestricted)	9,982.0		925.0
Reimbursable credit hours (restricted)	-		-

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

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

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

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

**DISTRICT'S 2024 EQUALIZED ASSESSED VALUATION** \$ 8,829,608,132

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

RECONCILIATION OF TOTAL SEMESTER CREDIT HOURS

For the Year Ended June 30, 2025

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	<b>Total Unrestricted Credit Hours</b>	<b>Total Unrestricted Credit Hours Certified to the ICCB</b>	<b>Difference</b>	<b>Total Restricted Credit Hours</b>	<b>Total Restricted Credit Hours Certified to the ICCB</b>	<b>Difference</b>
Baccalaureate	75,607.0	75,607.0	-	-	-	-
Business occupational	5,402.0	5,402.0	-	-	-	-
Technical occupational	18,148.0	18,148.0	-	-	-	-
Health occupational	7,768.5	7,768.5	-	-	-	-
Remedial developmental	2,300.0	2,300.0	-	-	-	-
Adult basic education/adult secondary education	870.0	870.0	-	3,706.0	3,706.0	-
<b>TOTAL</b>	<b>110,095.5</b>	<b>110,095.5</b>	<b>-</b>	<b>3,706.0</b>	<b>3,706.0</b>	<b>-</b>