



**DEPARTMENT OF CENTRAL MANAGEMENT SERVICES  
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND  
A FIDUCIARY COMPONENT UNIT OF THE STATE OF ILLINOIS**

**REPORT ON THE ALLOCATION OF  
OTHER POST EMPLOYMENT BENEFIT AMOUNTS**

**For the Year Ended June 30, 2021**

**Performed as Special Assistant Auditors  
For the Auditor General, State of Illinois**



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DEPARTMENT OF CENTRAL MANAGEMENT SERVICES  
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND  
A Fiduciary Component Unit of the State of Illinois  
REPORT ON THE ALLOCATION OF  
OTHER POST EMPLOYMENT BENEFIT AMOUNTS  
For the Year Ended June 30, 2021

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STATE OF ILLINOIS  
DEPARTMENT OF CENTRAL MANAGEMENT SERVICES  
For the Year Ended June 30, 2021

**AGENCY OFFICIALS**

Director	Ms. Janel Forde
Assistant Director (Acting) (9/7/2021 – Present)	Ms. Raven DeVaughn
Assistant Director (3/28/2022 – Present)	Mr. Mark Mahoney
Assistant Director (Acting) (5/1/2021 – 3/27/2022)	Mr. Mark Mahoney
Assistant Director (12/4/2020 – 4/30/2021)	Vacant
Assistant Director (Acting) (7/1-2020 – 12/3/2020)	Mr. Michael Merchant
Chief of Staff	Mr. Anthony Pascente
Chief Administrative Officer (5/1/2021 – Present)	Ms. Sarah Kerley
Chief Administrative Officer (7/1/2020 – 4/30/2021)	Mr. Mark Mahoney
Chief Operating Officer	Ms. Aysegul Kalaycioglu
Chief Fiscal Officer (1/21/2021 – Present)	Ms. Karen Pape
Chief Fiscal Officer (Acting) (7/1/2020 – 1/20/2021)	Ms. Karen Pape
General Counsel	Mr. Terrence Glavin
Chief Internal Auditor	Mr. Jack Rakers

Agency main offices are located at:

715 Stratton Office Building  
401 South Spring Street  
Springfield, IL 62706

DEPARTMENT OF CENTRAL MANAGEMENT SERVICES  
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND  
A Fiduciary Component Unit of the State of Illinois  
REPORT ON THE ALLOCATION OF  
OTHER POST EMPLOYMENT BENEFIT AMOUNTS  
For the Year Ended June 30, 2021

**SUMMARY**

The audit of the accompanying Schedule of Employer Allocations and the Schedule of Other Post Employment Benefit Amounts by Employer (Schedules) of the Department of Central Management Services (Department), the Community College Health Insurance Security Fund (Fund), a fiduciary component unit of the State of Illinois, was performed by Sikich LLP

Based on their audit, the auditors expressed an unmodified opinion on the Community College Health Insurance Security Fund's Schedules.

**EXIT CONFERENCE**

The Department waived an exit conference in a correspondence from Amy Lange, Audit Liaison on June 7, 2022.

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Springfield, IL 62704  
217.793.3363

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## INDEPENDENT AUDITOR'S REPORT

Honorable Frank J. Mautino  
Auditor General  
State of Illinois

### **Report on the Schedules**

As Special Assistant Auditors for the Auditor General, we have audited the accompanying Schedule of Employer Allocations of the Department of Central Management Services, Community College Health Insurance Security Fund (Fund), a fiduciary component unit of the State of Illinois, as of and for the year ended June 30, 2021, and the related Notes to the Schedules. We have also audited the total for all employers of the columns titled June 30, 2021 Other Post Employment Benefit (OPEB) liability, total deferred outflows of resources, total deferred inflows of resources and total employer expense (specified column totals) included in the accompanying Schedule of OPEB Amounts by Employer (Schedules) of the Department as of and for the year ended June 30, 2021, and the related Notes to the Schedules.

### **Management's Responsibility for the Schedules**

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these Schedules of Employer Allocations and the specified column totals included in the Schedule of OPEB Amounts by Employer based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Schedule of Employer Allocations and specified column totals included in the Schedule of OPEB Amounts by Employer are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Schedule of Employer Allocations and specified column totals included in the Schedule of OPEB Amounts by Employer. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Schedule of Employer Allocations and specified column totals included in the Schedule of OPEB Amounts by Employer, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Schedule of Employer Allocations and specified column totals included in the Schedule of OPEB Amounts by Employer 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the Schedule of Employer Allocations and specified column totals included in the Schedule of OPEB Amounts by Employer.

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

### **Opinion**

In our opinion, the Schedules referred to above present fairly, in all material respects, the employer allocations as of and for the year ended June 30, 2021 OPEB liability, total deferred outflows of resources, total deferred inflows of resources, and total OPEB expense for the total of all participating school districts in the Fund as of and for the year ended June 30, 2021, in accordance with accounting principles generally accepted in the United States of America.

### **Report on the Audited Financial Statements**

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the Department Fund for the year ended June 30, 2021 and our report thereon, dated May 6, 2022, expressed an unmodified opinion on those financial statements.

We have previously audited, in accordance with auditing standards generally accepted in the United States of America, the Schedule of Employer Allocations and the total for all employers of the columns titled June 30, 2020 OPEB liability, total deferred outflows of resources, total deferred inflows of resources, and total employer expense (specified column totals) included in the accompanying Schedule of OPEB Amounts by Employer (Schedules) as of and for the year ended June 30, 2020, and our report, dated June 11, 2021, expressed an unmodified opinion on those schedules.

## **Restriction on Use**

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, the Comptroller, Department management, Community Colleges and their auditors and is not intended to be, and should not be, used by anyone other than these specified parties.

**SIGNED ORIGINAL ON FILE**

Springfield, Illinois  
June 9, 2021

DEPARTMENT OF CENTRAL MANAGEMENT SERVICES  
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND  
A Fiduciary Component Unit of the State of Illinois  
SCHEDULE OF EMPLOYER ALLOCATIONS

Employer Name	As of June 30, 2021		As of June 30, 2020	
	Fiscal Year 2021 Contributions	Proportionate Share	Fiscal Year 2020 Contributions	Proportionate Share
Black Hawk College	\$ 87,354	0.939499%	\$ 88,035	0.957240%
Carl Sandburg College	43,240	0.465047%	41,765	0.454129%
College Of Dupage	423,828	4.558324%	426,235	4.634654%
College Of Lake County	304,605	3.276063%	294,176	3.198706%
Danville Area Community College	60,918	0.655186%	58,334	0.634289%
Elgin Community College	223,513	2.403908%	206,672	2.247245%
Heartland Community College	90,609	0.974511%	91,510	0.995032%
Highland Community College	49,542	0.532831%	47,412	0.515533%
Il Community College Trustees Assoc	933	0.010040%	915	0.009949%
Il Eastern Community College	74,807	0.804555%	76,573	0.832615%
Illinois Central College	159,213	1.712357%	163,048	1.772900%
Illinois Valley Community College	60,898	0.654964%	59,842	0.650693%
John A Logan College	92,522	0.995086%	89,969	0.978269%
John Wood Community College	42,707	0.459315%	41,188	0.447860%
Joliet Junior College	269,828	2.902032%	262,310	2.852217%
Kankakee Community College	66,926	0.719793%	69,366	0.754248%
Kaskaskia College	70,645	0.759798%	68,814	0.748247%
Kishwaukee College	60,007	0.645383%	62,293	0.677337%
Lake Land College	119,271	1.282778%	119,663	1.301146%
Lewis And Clark Community College	107,844	1.159877%	110,421	1.200660%
Lincoln Land Community College	151,107	1.625175%	141,353	1.536992%
Mchenry College	117,593	1.264728%	117,972	1.282768%
Moraine Valley Community College	240,679	2.588539%	238,065	2.588590%
Morton College	80,006	0.860476%	74,222	0.807051%
Oakton Community College	210,998	2.269311%	209,014	2.272706%
Parkland College	161,662	1.738700%	164,490	1.788575%
Prairie State College	93,253	1.002947%	92,231	1.002872%
Rend Lake College	48,891	0.525833%	47,470	0.516166%
Richland Community College	57,015	0.613206%	56,359	0.612814%
Rock Valley College	128,555	1.382625%	122,776	1.335003%
Sauk Valley College	43,987	0.473085%	39,378	0.428176%
Shawnee College	31,155	0.335073%	32,853	0.357224%
South Suburban College	96,461	1.037455%	99,494	1.081845%
Southeastern Illinois College	26,508	0.285098%	27,393	0.297852%
Southwestern Illinois College	133,235	1.432963%	138,091	1.501525%
Spoon River College	30,473	0.327738%	25,173	0.273716%
Triton College	137,354	1.477256%	137,119	1.490958%
Waubonsee Community College	155,607	1.673570%	156,807	1.705040%
Wm. Rainey Harper College	295,196	3.174875%	299,556	3.257206%
<b>Subtotal Community Colleges</b>	<b>\$ 4,648,945</b>	<b>50.000000%</b>	<b>\$ 4,598,357</b>	<b>50.000050%</b>
Total State Appropriation	4,648,945	50.000000%	4,598,347	49.999950%
<b>Grand Total*</b>	<b>\$ 9,297,890</b>	<b>100.000000%</b>	<b>\$ 9,196,704</b>	<b>100.000000%</b>

\* The sum of the values by employer may differ from the plan totals due to rounding.



DEPARTMENT OF CENTRAL MANAGEMENT SERVICES  
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND  
A Fiduciary Component Unit of the State of Illinois  
SCHEDULE OF OTHER POST EMPLOYMENT BENEFIT AMOUNTS BY  
EMPLOYER  
As of and For the Year Ended June 30, 2021

<b>Employer</b>	<b>June 30, 2020 OPEB Liability</b>	<b>June 30, 2021 OPEB Liability</b>	<b>Prior Year Proportionate Share</b>	<b>Current Year Proportionate Share</b>
Black Hawk College	\$ 17,448,224	\$ 16,305,315	0.957240%	0.939499%
Carl Sandburg College	8,277,698	8,071,050	0.454129%	0.465047%
College Of Dupage	84,478,791	79,111,219	4.634654%	4.558324%
College Of Lake County	58,304,848	56,857,154	3.198706%	3.276063%
Danville Area Community College	11,561,588	11,370,963	0.634289%	0.655186%
Elgin Community College	40,961,964	41,720,615	2.247245%	2.403908%
Heartland Community College	18,137,073	16,912,956	0.995032%	0.974511%
Highland Community College	9,396,941	9,247,458	0.515533%	0.532831%
Il Community College Trustees Assoc	181,351	174,242	0.009949%	0.010040%
Il Eastern Community College	15,176,595	13,963,316	0.832615%	0.804555%
Illinois Central College	32,315,776	29,718,515	1.772900%	1.712357%
Illinois Valley Community College	11,860,603	11,367,123	0.650693%	0.654964%
John A Logan College	17,831,530	17,270,036	0.978269%	0.995086%
John Wood Community College	8,163,437	7,971,568	0.447860%	0.459315%
Joliet Junior College	51,989,178	50,365,719	2.852217%	2.902032%
Kankakee Community College	13,748,158	12,492,243	0.754248%	0.719793%
Kaskaskia College	13,638,771	13,186,537	0.748247%	0.759798%
Kishwaukee College	12,346,250	11,200,835	0.677337%	0.645383%
Lake Land College	23,716,814	22,263,031	1.301146%	1.282778%
Lewis And Clark Community College	21,885,197	20,130,047	1.200660%	1.159877%
Lincoln Land Community College	28,015,723	28,205,439	1.536992%	1.625175%
Mchenry College	23,381,826	21,949,778	1.282768%	1.264728%
Moraine Valley Community College	47,183,876	44,924,938	2.588590%	2.588539%
Morton College	14,710,639	14,933,848	0.807051%	0.860476%
Oakton Community College	41,426,047	39,384,640	2.272706%	2.269311%
Parkland College	32,601,493	30,175,704	1.788575%	1.738700%
Prairie State College	18,279,991	17,406,473	1.002872%	1.002947%
Rend Lake College	9,408,492	9,126,001	0.516166%	0.525833%
Richland Community College	11,170,154	10,642,398	0.612814%	0.613206%
Rock Valley College	24,333,939	23,995,913	1.335003%	1.382625%
Sauk Valley College	7,804,644	8,210,540	0.428176%	0.473085%
Shawnee College	6,511,352	5,815,293	0.357224%	0.335073%
South Suburban College	19,719,484	18,005,375	1.081845%	1.037455%
Southeastern Illinois College	5,429,140	4,947,966	0.297852%	0.285098%
Southwestern Illinois College	27,369,252	24,869,545	1.501525%	1.432963%
Spoon River College	4,989,187	5,688,009	0.273716%	0.327738%
Triton College	27,176,640	25,638,270	1.490958%	1.477256%
Waubonsee Community College	31,078,847	29,045,355	1.705040%	1.673570%
Wm. Rainey Harper College	59,371,164	55,101,003	3.257206%	3.174875%
<b>Subtotal Of Community Colleges</b>	<b>\$ 911,382,676</b>	<b>\$ 867,766,432</b>	<b>50.000050%</b>	<b>50.000000%</b>
Total State Appropriation	911,380,862	867,766,432	49.999950%	50.000000%
<b>Grand Total*</b>	<b>\$ 1,822,763,538</b>	<b>\$ 1,735,532,863</b>	<b>100.000000%</b>	<b>100.000000%</b>

\* The sum of the values by employer may differ from the plan totals due to rounding.

DEPARTMENT OF CENTRAL MANAGEMENT SERVICES  
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND  
A Fiduciary Component Unit of the State of Illinois  
SCHEDULE OF OTHER POST EMPLOYMENT BENEFIT AMOUNTS BY  
EMPLOYER

As of and For the Year Ended June 30, 2021

Deferred Outflows of Resources					
Employer	Differences between Expected and Actual Experience	Changes of Assumptions	Net Difference between Projected and Actual Investment Earnings on OPEB Plan Investments	Changes in Proportion and Differences between Employer Contributions and Share of Contributions	Total Deferred Outflows of Resources
Black Hawk College	\$ 103,186	\$ -	\$ -	\$ 6,740	\$ 109,926
Carl Sandburg College	51,077	-	-	210,325	261,402
College Of Dupage	500,645	-	-	1,957,613	2,458,258
College Of Lake County	359,813	-	-	3,334,649	3,694,462
Danville Area Community College	71,960	-	-	712,424	784,384
Elgin Community College	264,023	-	-	4,074,731	4,338,755
Heartland Community College	107,031	-	-	654,065	761,096
Highland Community College	58,521	-	-	1,004,921	1,063,443
Il Community College Trustees Assoc	1,103	-	-	10,207	11,309
Il Eastern Community College	88,365	-	-	43,454	131,819
Illinois Central College	188,070	-	-	325,103	513,173
Illinois Valley Community College	71,935	-	-	358,754	430,689
John A Logan College	109,291	-	-	544,365	653,656
John Wood Community College	50,447	-	-	359,005	409,452
Joliet Junior College	318,733	-	-	2,706,417	3,025,150
Kankakee Community College	79,056	-	-	8,678	87,733
Kaskaskia College	83,449	-	-	940,744	1,024,193
Kishwaukee College	70,883	-	-	84,512	155,395
Lake Land College	140,889	-	-	1,482,112	1,623,001
Lewis And Clark Community College	127,390	-	-	128,821	256,212
Lincoln Land Community College	178,494	-	-	1,981,486	2,159,980
Mchenry College	138,906	-	-	170,032	308,938
Moraine Valley Community College	284,302	-	-	1,426,898	1,711,200
Morton College	94,507	-	-	1,840,398	1,934,905
Oakton Community College	249,241	-	-	909,436	1,158,677
Parkland College	190,963	-	-	140,304	331,267
Prairie State College	110,155	-	-	1,184,832	1,294,987
Rend Lake College	57,753	-	-	178,873	236,625
Richland Community College	67,349	-	-	849,253	916,602
Rock Valley College	151,855	-	-	1,312,790	1,464,645
Sauk Valley College	51,959	-	-	997,959	1,049,918
Shawnee College	36,801	-	-	88,011	124,812
South Suburban College	113,945	-	-	222,053	335,997
Southeastern Illinois College	31,313	-	-	86,270	117,583
Southwestern Illinois College	157,384	-	-	184,385	341,769
Spoon River College	35,996	-	-	1,219,125	1,255,121
Triton College	162,248	-	-	128,796	291,045
Waubonsee Community College	183,810	-	-	950,423	1,134,233
Wm. Rainey Harper College	348,700	-	-	855,809	1,204,509
<b>Subtotal Of Community Colleges</b>	<b>\$ 5,491,547</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 33,674,773</b>	<b>\$ 39,166,320</b>
Total State Appropriation	5,491,547	-	-	2,168,073	7,659,619
<b>Grand Total*</b>	<b>\$ 10,983,093</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 35,842,846</b>	<b>\$ 46,825,939</b>

\* The sum of the values by employer may differ from the plan totals due to rounding.

DEPARTMENT OF CENTRAL MANAGEMENT SERVICES  
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND  
A Fiduciary Component Unit of the State of Illinois  
SCHEDULE OF OTHER POST EMPLOYMENT BENEFIT AMOUNTS BY  
EMPLOYER

As of and For the Year Ended June 30, 2021

Employer	Deferred Inflows of Resources			
	Differences between Expected and Actual Experience	Changes of Assumptions	Net Difference between Projected and Actual Investment Earnings on OPEB Plan Investments	Changes in Proportion and Differences between Employer Contributions and Share of Contributions
Black Hawk College	\$ 1,191,726	\$ 3,114,831	\$ 470	\$ 1,218,977
Carl Sandburg College	589,898	1,541,826	233	224,970
College Of Dupage	5,782,094	15,112,746	2,279	2,098,069
College Of Lake County	4,155,585	10,861,515	1,638	546,978
Danville Area Community College	831,083	2,172,214	328	20,981
Elgin Community College	3,049,283	7,969,957	1,202	814,634
Heartland Community College	1,236,137	3,230,910	487	404,901
Highland Community College	675,880	1,766,557	266	535,667
Il Community College Trustees Assoc	12,735	33,286	5	185,260
Il Eastern Community College	1,020,553	2,667,435	402	677,540
Illinois Central College	2,172,072	5,677,177	856	1,576,015
Illinois Valley Community College	830,802	2,171,480	327	184,726
John A Logan College	1,262,235	3,299,123	498	577,894
John Wood Community College	582,627	1,522,822	230	212,827
Joliet Junior College	3,681,138	9,621,446	1,451	726,516
Kankakee Community College	913,035	2,386,414	360	1,047,479
Kaskaskia College	963,780	2,519,046	380	404,703
Kishwaukee College	818,648	2,139,714	323	1,331,140
Lake Land College	1,627,164	4,252,943	641	1,120,453
Lewis And Clark Community College	1,471,268	3,845,476	580	954,806
Lincoln Land Community College	2,061,484	5,388,131	813	773,080
Mchenry College	1,604,269	4,193,102	632	848,809
Moraine Valley Community College	3,283,481	8,582,084	1,294	67,946
Morton College	1,091,488	2,852,837	430	34,234
Oakton Community College	2,878,551	7,523,712	1,135	122,363
Parkland College	2,205,487	5,764,514	869	1,796,729
Prairie State College	1,272,207	3,325,187	501	30,511
Rend Lake College	667,003	1,743,355	263	359,398
Richland Community College	777,833	2,033,035	307	442,420
Rock Valley College	1,753,817	4,583,979	691	971,415
Sauk Valley College	600,093	1,568,473	237	91,062
Shawnee College	425,029	1,110,905	168	453,067
South Suburban College	1,315,980	3,439,596	519	1,543,966
Southeastern Illinois College	361,638	945,218	143	415,877
Southwestern Illinois College	1,817,670	4,750,870	716	4,403,560
Spoon River College	415,726	1,086,590	164	1,180,844
Triton College	1,873,854	4,897,721	739	1,427,450
Waubonsee Community College	2,122,872	5,548,582	837	1,360,421
Wm. Rainey Harper College	4,027,231	10,526,035	1,587	1,746,809
<b>Subtotal Of Community Colleges</b>	<b>\$ 63,423,459</b>	<b>\$ 165,770,841</b>	<b>\$ 25,000</b>	<b>\$ 32,934,494</b>
Total State Appropriation	63,423,459	165,770,841	25,000	5,330,716
<b>Grand Total*</b>	<b>\$ 126,846,918</b>	<b>\$ 331,541,682</b>	<b>\$ 50,000</b>	<b>\$ 38,265,210</b>

\* The sum of the values by employer may differ from the plan totals due to rounding.

DEPARTMENT OF CENTRAL MANAGEMENT SERVICES  
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND  
A Fiduciary Component Unit of the State of Illinois  
SCHEDULE OF OTHER POST EMPLOYMENT BENEFIT AMOUNTS BY  
EMPLOYER  
As of and For the Year Ended June 30, 2021

Employer	OPEB Expense			
	Total Deferred Inflows of Resources	Proportionate Share of Plan OPEB Expense	Net Amortization of Deferred Amounts from Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	Total Employer Expense
Black Hawk College	\$ 5,526,003	\$ (69,576)	\$ (482,826)	\$ (552,402)
Carl Sandburg College	2,356,927	(34,440)	(30,378)	(64,818)
College Of Dupage	22,995,188	(337,573)	745,917	408,345
College Of Lake County	15,565,716	(242,613)	1,054,815	812,202
Danville Area Community College	3,024,605	(48,521)	219,754	171,233
Elgin Community College	11,835,076	(178,025)	651,123	473,098
Heartland Community College	4,872,435	(72,169)	143,084	70,915
Highland Community College	2,978,370	(39,460)	128,235	88,776
Il Community College Trustees Assoc	231,286	(744)	(44,319)	(45,063)
Il Eastern Community College	4,365,930	(59,582)	(169,866)	(229,449)
Illinois Central College	9,426,119	(126,811)	(117,222)	(244,033)
Illinois Valley Community College	3,187,336	(48,504)	37,160	(11,344)
John A Logan College	5,139,750	(73,692)	(335,545)	(409,237)
John Wood Community College	2,318,506	(34,015)	77,626	43,611
Joliet Junior College	14,030,551	(214,914)	975,681	760,767
Kankakee Community College	4,347,288	(53,305)	(279,696)	(333,001)
Kaskaskia College	3,887,908	(56,268)	(113,037)	(169,304)
Kishwaukee College	4,289,825	(47,795)	(383,090)	(430,884)
Lake Land College	7,001,202	(94,998)	220,149	125,151
Lewis And Clark Community College	6,272,130	(85,896)	(109,534)	(195,431)
Lincoln Land Community College	8,223,507	(120,354)	338,702	218,347
Mchenry College	6,646,812	(93,661)	(197,072)	(290,733)
Moraine Valley Community College	11,934,806	(191,698)	803,280	611,582
Morton College	3,978,989	(63,724)	568,246	504,523
Oakton Community College	10,525,761	(168,057)	421,109	253,052
Parkland College	9,767,599	(128,762)	(411,223)	(539,985)
Prairie State College	4,628,407	(74,275)	546,997	472,723
Rend Lake College	2,770,019	(38,941)	(127,105)	(166,046)
Richland Community College	3,253,595	(45,412)	13,685	(31,727)
Rock Valley College	7,309,902	(102,392)	(168,484)	(270,876)
Sauk Valley College	2,259,865	(35,035)	249,779	214,744
Shawnee College	1,989,169	(24,814)	(88,715)	(113,530)
South Suburban College	6,300,061	(76,830)	(330,518)	(407,348)
Southeastern Illinois College	1,722,876	(21,113)	(155,563)	(176,677)
Southwestern Illinois College	10,972,816	(106,120)	(1,186,644)	(1,292,764)
Spoon River College	2,683,324	(24,271)	63,236	38,965
Triton College	8,199,763	(109,400)	(386,793)	(496,193)
Waubonsee Community College	9,032,711	(123,938)	296,426	172,488
Wm. Rainey Harper College	16,301,663	(235,120)	138,482	(96,637)
<b>Subtotal Of Community Colleges</b>	<b>\$ 262,153,793</b>	<b>\$ (3,702,817)</b>	<b>\$ 2,575,857</b>	<b>\$ (1,126,960)</b>
Total State Appropriation	234,550,016	(3,702,817)	(3,461,396)	(7,164,212)
<b>Grand Total*</b>	<b>\$ 496,703,809</b>	<b>\$ (7,405,633)</b>	<b>\$ (885,539)</b>	<b>\$ (8,291,172)</b>

\* The sum of the values by employer may differ from the plan totals due to rounding.

DEPARTMENT OF CENTRAL MANAGEMENT SERVICES  
COMMUNITY COLLEGE HEALTH INSURANCE SECURITY FUND  
A Fiduciary Component Unit of the State of Illinois  
NOTES TO THE SCHEDULES OF EMPLOYER ALLOCATIONS  
AND OTHER POST EMPLOYMENT BENEFIT AMOUNTS BY EMPLOYER  
For the Year Ended June 30, 2021

The Community College Health Insurance Security Fund (CCHISF) (also known as the College Insurance Program, “CIP”) was established under the State Employees Group Insurance Act of 1971, as amended, 5 ILCS 375/6.9 (f), which became effective July 1, 1999. The purpose of the CCHISF is to receive and record all revenues from the administration of health benefit programs under Article 15 of the Illinois Pension Code.

The Community College Health Insurance Security Fund is a cost-sharing, multiple-employer, defined benefit OPEB Trust Fund due to the following criteria:

1. Plan assets are pooled and may be used to pay employee benefits of any employer participating in the plan.
2. OPEB is provided to the employees of more than one employer.
3. Benefits plan members will receive at or after separation from employment are defined by specific benefit terms as noted in 5 ILCS 375/6 and 5 ILCS 375/6.1.

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, paragraph 18, states, “special funding situations are circumstances in which a non-employer entity is legally responsible for providing financial support for OPEB of the employees of another entity by making contributions directly to an OPEB plan that is administered through a trust that meets the criteria” of trust fund reporting (GASB 75, paragraph 4), and either of the following criteria are met: (1) the amount of contributions or benefit payments for which the non-employer entity legally is responsible is not dependent upon one or more events or circumstances unrelated to the OPEB or (2) the non-employer entity is the only entity with a legal obligation to provide financial support directly to an OPEB plan that is used to provide OPEB to employees of another entity.

The CCHISF has a special funding situation as described in 40 ILCS 15/1.4. The State is required by statute to contribute a defined percentage of participant payroll directly to the OPEB plan, which is administered through a trust.

**A. Defined Benefit Plan**

CCHISF has no component units. CCHISF is considered a fiduciary component unit of the State of Illinois due to fiscal dependency on the State. The financial statements of the CCHISF are included in the financial statements of the State of Illinois as a pension (and other employee benefit) trust fund. This fund is a non-appropriated trust fund held outside the State Treasury, with the State Treasurer as custodian. Additions deposited into the Trust are for the sole purpose of providing the health benefits to retirees, as established under the plan, and associated administrative costs.

The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.9) requires the Director of the Department to determine the rates and premiums for annuitants and dependent beneficiaries and establish the cost-sharing parameter, as well as funding. At the option of the board of trustees, the college districts may pay all or part of the balance of the cost of coverage for retirees from their district. Administrative costs are paid by the CCHISF.

## **B. Benefit Provisions**

A summary of post-employment benefit provisions, changes in benefit provisions, employee eligibility requirements including eligibility for vesting, and the authority under which benefit provisions are established are included as an integral part of the financial statements of the Department of Central Management Services.

## **Summary of Significant Accounting Policies**

### **A. Nature of Schedules**

Employers participating in a cost-sharing OPEB plan, and any non-employer contributing entities that meet the definition of a special funding situation, are required to recognize their proportionate share of the collective OPEB amounts for OPEB benefits provided to members through the CCHISF plan.

GASB Statement No. 75, paragraph 59, states that in determining the employer's proportion of the collective total OPEB liability, "the basis for the employer's proportion should be consistent with the manner in which contributions to the OPEB plan, excluding those associated with separately financed specific liabilities of and individual employer to the OPEB plan, are determined." Additionally, paragraph 109, states "if the effective OPEB plan terms define a specific relationship of the contribution requirements of a nonemployer contributing entity to those of the employer and other contributing entities, the employer's proportion should be established in a manner consistent with those terms, notwithstanding differences between the measurement basis used to determine contributions and the measurement basis used to determine the collective total OPEB liability".

The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.10) requires every active contributor of the State Universities Retirement System (SURS), who is a full-time employee of a community college district or an association of community college boards, to make contributions to the plan at the rate of 0.5% of salary. The same section of statute requires every community college district or association of community college boards that is an employer under the SURS, to contribute to the plan an amount equal to 0.5% of the salary paid to its full-time employees who participate in the plan. The State Pension Funds Continuing Appropriation Act (40 ILCS 15/1.4) requires the State to make an annual appropriation to the fund in an amount certified by the SURS Board of Trustees.

The Schedule of Employer Allocations presents the actual Fiscal Year 2021 contributions used within the proportionate share calculation for each employer and respective allocation percentage. For the non-employer contributing entity (State of Illinois) the CCHISF utilized the long-range funding target of 50% as the allocation percentage and respective contribution amount. For the purpose of allocating the beginning total OPEB liability, the CCHISF utilized contributions reported during Fiscal Year 2020.

The Schedule of OPEB Amount by Employer presents the proportionate share of total OPEB liability (beginning and ending), total deferred outflows of resources, total deferred inflows of resources, and total OPEB expense subject to allocation for all CCHISF employers and the State.

The OPEB expense includes the amortization of the differences between expected and actual economic and demographic experience, differences between projected and actual investment earnings (net) on Plan investments, and the impact of changes of assumptions about future economic or demographic factors or other inputs.

Due to the nature of the Schedules, the contributions utilized in the allocation calculation were actual contributions received and not rounded. Therefore, the total amounts reported within the Schedules may not agree to the summation of the individual columns.

## **B. Measurement Focus and Basis of Accounting**

The financial transactions are recorded using the economic resources measurement focus and the accrual basis of accounting. Employer and non-employer contributing entity contributions are recognized as revenue when due pursuant to statutory or contractual requirements.

## **C. Use of Estimates in the Preparation of the Schedules**

The preparation of the CCHISF Schedules in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts, and the changes therein, and disclosures. Actual results could differ from those estimates and differences could be material. CCHISF uses an actuary to determine the total OPEB liability for the defined benefit plan and to calculate the actuarially determined contributions of the State and employers. The actuarial valuation date for the CCHISF schedules was June 30, 2020. The measurement date of the OPEB liability was June 30, 2021.

## **D. Basis of Allocation**

In determining the proportionate share of the total OPEB liability and corresponding employer OPEB amounts for a cost-sharing plan, the basis should be consistent with the manner in which contributions to the CIP Plan (Plan), excluding those to separately finance specific liabilities of an individual employer, are determined. The Plan has determined that the actual employer contributions made to the Plan during fiscal year 2021 are appropriate as the basis because they are representative of future contributions. For the non-employer contribution, the plan has determined to use a 50% share as this is the long-range funding target.

GASB Statement No. 75 states that special funding situations are defined as circumstances in which a non-employer entity (State of Illinois) is legally responsible for making contributions directly to CCHISF that is used to provide OPEB to the employees of another entity or entities and the amount of the contributions is not dependent upon one or more events unrelated to OPEB.

The total OPEB liability is the Plan's total OPEB liability plus the deficit in fiduciary net position. The total OPEB liability was determined by an actuarial valuation as of June 30, 2020 and measured as of June 30, 2021. The CCHISF allocates the total OPEB liabilities to the employers and the State of Illinois, as the non-employer contributing entity, based on the allocation percentages calculated within the Schedule of Employer Allocations.

The actual total employer contributions for fiscal years 2021 and 2020 used as the denominator for the allocation calculation in the Schedule of Employer Allocations can be reconciled to the CCHISF financial statements, as follows:

	2020	2021
Contributions to defined benefit plan		
Employer	\$ 4,598,357	\$ 4,648,945
State	4,598,347	4,648,945
Miscellaneous adjustments	-	-
Total Contributions – Schedule of Employer Allocations	\$ 9,196,704	\$ 9,297,890

#### **E. OPEB Expense and Amortization of OPEB Expense**

OPEB expense, as well as deferred outflows of resources and deferred inflows of resources related to OPEB, should be recognized for the employers' (and non-employer contributing entity's) proportionate shares of collective OPEB expense and collective deferred outflows of resources and deferred inflows of resources related to OPEB.

Deferred outflows of resources are the consumption of net position by CCHISF that is applicable to future reporting periods. Deferred outflows of resources have a positive effect on net position. Deferred inflows of resources are the acquisition of net position that is applicable to future reporting periods. Deferred inflows of resources have a negative effect on net position. Other than differences between projected and actual investment earnings, deferred inflows and outflows of resources are recognized in OPEB expense beginning in the current period, using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the OPEB plan (active and inactive), determined as of the beginning of the measurement period.

Net deferred inflows (or outflows) of resources pertaining to differences between projected and actual investment earnings are similarly recognized over a closed five-year period.

The OPEB amounts allocated to employers and to the State of Illinois are based on total contributions.

The components of OPEB expense are:

Service Cost	\$ 103,897,714
Interest on the Total OPEB Liability	36,659,297
Current-Period Benefit Changes	-
Active Member Contributions	(4,649,000)
Projected Earning on Plan Investments	-
OPEB Plan Operating Expenses	4,492,000
Other Changes in Plan Fiduciary Net Position	(202,000)
Recognition of Outflow/(Inflow) due to Liability Experience	(28,526,000)
Recognition of Outflow/(Inflow) due to Assumption Changes	(119,045,444)
Recognition of Outflow/(Inflow) due to Investment Experience	(32,200)
	<b>\$ (7,405,633)</b>

At the beginning of the current measurement period, the expected remaining service lives of all active members in the plan was approximately 187,869 years. Additionally, the total plan membership (active, inactive and retired members) was 32,712. As a result, the average of the expected remaining service lives for purposes of recognizing the applicable deferred outflows and inflows of resources established in the current measurement period is 5.74 years.



## F. Total OPEB Liability

The total OPEB liability for CCHISF for fiscal year 2021 is set forth in the following table:

<b>Total OPEB Liability Beginning of Year</b>	<b>\$ 1,822,763,538</b>
OPEB Expense	(7,405,633)
Employer Contributions	(9,298,000)
Change in Liability Experience Outflows/(Inflows) Recognized in Current Liabilities	(30,405,728)
Change in Assumption Changes Experience Outflows/(Inflows) Recognized in Current Liabilities	(40,148,514)
Change in Investment Experience Outflows/(Inflows) Recognized in Current Assets	27,200
<b>Total OPEB Liability End of Year<sup>1</sup></b>	<b>\$ 1,735,532,863</b>

<sup>1</sup>The sum of the value by employer may differ within the schedules from the plan total due to rounding.

## Requests for Information

CCHISF has no component units. CCHISF is considered a fiduciary component unit of the State of Illinois due to fiscal dependency on the State. The financial statements of the CCHISF are included in the financial statements of the State of Illinois as a pension (and other employee benefit) trust fund. The audit report is available on the office of the Auditor General website at [www.auditor.illinois.gov](http://www.auditor.illinois.gov), which includes the financial statements of the Department of Central Management Services. Questions regarding the financial statements can be addressed to the Department of Central Management Services at 401 South Spring, Springfield, Illinois, 62706. A copy of the actuarial valuation report will be made available by the Commission on Government Forecasting and Accountability on its website at <http://cgfa.ilga.gov/>.