



ADELFA LLC
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**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY**

COMPLIANCE EXAMINATION
(In Accordance with the Single Audit Act
and Applicable Federal Regulations)
For the Year Ended June 30, 2018

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

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
COMPLIANCE EXAMINATION
(In Accordance with the Single Audit Act and Applicable Federal Regulations)
For the Year Ended June 30, 2018**

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**STATE OF ILLINOIS
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Related Report Published Under a Separate Cover

Western Illinois University Financial Audit for the Year Ended June 30, 2018

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
COMPLIANCE EXAMINATION
(In Accordance with the Single Audit Act and Applicable Federal Regulations)
For the Year Ended June 30, 2018**

UNIVERSITY OFFICIALS

President	Dr. Jack Thomas
Provost and Academic Vice President	Dr. Kathleen Neumann, Interim
Vice President for Student Services	Dr. Ronald Williams
Vice President for Administrative Services	Dr. William Polley (05/05/18 to Present) Mr. Matthew Bierman (Through 05/04/18)
Vice President for Advancement and Public Services	Mr. Brad Bainter
Vice President for Quad Cities and Planning	Dr. Joseph Rives
Director of Business and Financial Services	Vacant (05/05/18 to Present) Mr. Matthew Bierman (Through 05/04/18)
Director of Internal Auditing	Mr. Michael Sartorius

BOARD OF TRUSTEES (as of June 30, 2018)

Chair	Cathy E. Early, Macomb
Vice Chair	Vacant
Secretary	Roger Clawson, Moline
Member	Todd V. Lester, Macomb
Member	Carolyn J. Ehlert Fuller, Milan
Member	Lynier R. Cole, Chicago
Member	Yvonne Savala, East Moline
Student Member	William Gradle, St. Charles

University offices are located at:

Macomb Campus
1 University Circle
Macomb, Illinois 61455-1390

Quad Cities Campus
3300 River Drive
Moline, Illinois 61265-5881



**WESTERN
ILLINOIS
UNIVERSITY**

STATE COMPLIANCE EXAMINATION
MANAGEMENT ASSERTION LETTER

February 28, 2019

Adelfia LLC
400 E. Randolph Street, Suite 700
Chicago, IL 60601

Ladies and Gentlemen:

We are responsible for the identification of, and compliance with, all aspects of laws, regulations, contracts, or grant agreements that could have a material effect on the operations of the Western Illinois University (University). We are responsible for and we have established and maintained an effective system of internal controls over compliance requirements. We have performed an evaluation of the University's compliance with the following assertions during the year ended June 30, 2018. Based on this evaluation, we assert that during the year ended June 30, 2018, the University has materially complied with the assertions below.

- A. The University has obligated, expended, received and used public funds of the State in accordance with the purpose for which such funds have been appropriated or otherwise authorized by law.
- B. The University has obligated, expended, received and used public funds of the State in accordance with any limitations, restrictions, conditions or mandatory directions imposed by law upon such obligation, expenditure, receipt or use.
- C. The University has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. State revenues and receipts collected by the University are in accordance with applicable laws and regulations and the accounting and recordkeeping of such revenues and receipts is fair, accurate and in accordance with law.
- E. Money or negotiable securities or similar assets handled by the University on behalf of the State or held in trust by the University have been properly and legally administered, and the accounting and recordkeeping relating thereto is proper, accurate and in accordance with law.

Yours truly,

Western Illinois University

SIGNED ORIGINAL ON FILE

Dr. Jack Thomas
University President

SIGNED ORIGINAL ON FILE

Dr. William Polley
Vice President for
Administrative Services

SIGNED ORIGINAL ON FILE

Elizabeth Duvall
Legal Counsel

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
COMPLIANCE EXAMINATION
(In Accordance with the Single Audit Act and Applicable Federal Regulations)
For the Year Ended June 30, 2018**

COMPLIANCE REPORT

SUMMARY

The compliance testing performed during this examination was conducted in accordance with *Government Auditing Standards* and in accordance with the Illinois State Auditing Act.

ACCOUNTANT'S REPORT

The Independent Accountant's Report on State Compliance, on Internal Control Over Compliance and on Supplementary Information for State Compliance Purposes does not contain scope limitations, disclaimers, or other significant non-standard language.

SUMMARY OF FINDINGS

<u>Number of</u>	<u>Current</u> <u>Report</u>	<u>Prior</u> <u>Report</u>
Findings	6	6
Repeated findings	4	4
Prior recommendations implemented or not repeated	2	3

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
FINDING AND QUESTIONED COSTS (<i>FEDERAL COMPLIANCE</i>)			
2018-001	18	Noncompliance with Pell Disbursement Reporting	Noncompliance and Significant Deficiency
FINDINGS (STATE COMPLIANCE)			
2018-002	20	Noncompliance with Open Meetings Act	Noncompliance and Significant Deficiency
2018-003	21	Noncompliance with the <i>University Guidelines</i> on Excess Funds	Noncompliance and Significant Deficiency

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
FINDINGS (STATE COMPLIANCE)			
2018-004	22	Noncompliance with the <i>University Guidelines</i> on Subsidies	Noncompliance and Significant Deficiency
2018-005	23	Weakness in Computer Inventory Controls	Noncompliance and Significant Deficiency
2018-006	25	Lack of Adequate Controls over the Review of Internal Controls over External Service Providers	Noncompliance and Significant Deficiency

PRIOR FINDINGS NOT REPEATED

<u>Item No.</u>	<u>Page</u>	<u>Description</u>
A	28	Inadequate Control over Reporting Restricted Accounts
B	28	Expenditures in Excess of License Plate Fees Earned

**STATE OF ILLINOIS
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COMPLIANCE EXAMINATION
(In Accordance with the Single Audit Act and Applicable Federal Regulations)
For the Year Ended June 30, 2018**

EXIT CONFERENCE

The findings and recommendations appearing in this report were discussed with University personnel at an exit conference on February 20, 2019.

Attending were:

Western Illinois University

Dr. Jack Thomas, President
Dr. William Polly, Interim VP for Administrative Services
Jessica Dunn, Assistant Comptroller
Brittany Troline, Accounting Associate
Michael Sartorius, Director of Internal Auditing
Megan Nott, Internal Audit Assistant
Rebecca Slater, Interim CIO
Robert Emmert, Director of University Technology
William Oster, Director of Insurance, Risk Management and Compliance
Elizabeth Duvall, General Counsel

Office of the Auditor General

Stacie Sherman, Audit Manager
Joseph Gudgel, IS Audit Manager

Adelfia LLC

Stella Marie Santos, Partner
Ana Lisa Ausan, Manager
Charlene Baccay, Senior

The responses to the recommendations were provided by Dr. Jack Thomas, President, in a letter dated February 26, 2019.



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**INDEPENDENT ACCOUNTANT’S REPORT ON STATE COMPLIANCE,
ON INTERNAL CONTROL OVER COMPLIANCE, AND ON
SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES**

Honorable Frank J. Mautino
Auditor General
State of Illinois

and

The Board of Trustees
Western Illinois University

Compliance

As Special Assistant Auditors for the Auditor General, we have examined the Western Illinois University’s (University) compliance with the requirements listed below, as more fully described in the Audit Guide for Financial Audits and Compliance Attestation Engagements of Illinois State Agencies (Audit Guide) as adopted by the Auditor General, during the year ended June 30, 2018. The management of the University is responsible for compliance with these requirements. Our responsibility is to express an opinion on the University’s compliance based on our examination.

- A. The University has obligated, expended, received, and used public funds of the State in accordance with the purpose for which such funds have been appropriated or otherwise authorized by law.
- B. The University has obligated, expended, received, and used public funds of the State in accordance with any limitations, restrictions, conditions or mandatory directions imposed by law upon such obligation, expenditure, receipt or use.
- C. The University has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.

- D. State revenues and receipts collected by the University are in accordance with applicable laws and regulations and the accounting and recordkeeping of such revenues and receipts is fair, accurate and in accordance with law.
- E. Money or negotiable securities or similar assets handled by the University on behalf of the State or held in trust by the University have been properly and legally administered and the accounting and recordkeeping relating thereto is proper, accurate, and in accordance with law.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants; the standards applicable to attestation engagements contained in *Government Auditing Standards* issued by the Comptroller General of the United States; the Illinois State Auditing Act (Act); and the Audit Guide as adopted by the Auditor General pursuant to the Act (the Audit Guide). Those standards, the Act, and the Audit Guide require that we plan and perform the examination to obtain reasonable assurance about whether the University complied, in all material respects, with the specified requirements listed above. An examination involves performing procedures to obtain evidence about whether the University complied with the specified requirements listed above. The nature, timing and extent of the procedures selected depend on our judgement, including an assessment of the risks of material noncompliance, 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. Our examination does not provide a legal determination on the University's compliance with specified requirements.

In our opinion, the University complied, in all material respects, with the compliance requirements listed in the first paragraph of this report during the year ended June 30, 2018. However, the results of our procedures disclosed other instances of noncompliance with the requirements, which are required to be reported in accordance with criteria established by the Audit Guide, issued by the Illinois Office of the Auditor General and which are described in the accompanying schedule of findings and questioned costs as items 2018-002 through 2018-006.

The University's responses to the findings identified in our examination are described in the accompanying schedule of findings and questioned costs. The University's responses were not subjected to the procedures applied in the compliance examination and, accordingly, we express no opinion on the responses.

The purpose of this report on compliance is solely to describe the scope of our testing and the results of that testing in accordance with the requirements of the Audit Guide issued by the Illinois Office of the Auditor General. Accordingly, this report is not suitable for any other purpose.

Internal Control

Management of the University is responsible for establishing and maintaining effective internal control over compliance with the requirements listed in the first paragraph of this report. In

planning and performing our examination, we considered the University's internal control over compliance with the requirements listed in the first paragraph of this report to determine the examination procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the Audit Guide, issued by the Illinois Office of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2018-002 through 2018-006 that we consider to be significant deficiencies.

As required by the Audit Guide, immaterial findings excluded from this report have been reported in a separate letter to your office.

The University's responses to the internal control findings identified in our examination are described in the accompanying schedule of findings and questioned costs. The University's responses were not subjected to the procedures applied in the compliance examination and, accordingly, we express no opinion on the responses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Audit Guide, issued by the Illinois Office of the Auditor General. Accordingly, this report is not suitable for any other purpose.

Supplementary Information for State Compliance Purposes

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the business-type activities of the University and its aggregate discretely presented component unit as of and for the year ended June 30, 2018, and have issued our report thereon dated December 13, 2018, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the University's basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to December 13, 2018. The accompanying supplementary information for the year ended June 30, 2018 in Schedules 1 through 8 and Schedules 11 through 18 is presented for the purposes of additional analysis and is not a required part of the basic financial statements of the University. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The accompanying supplementary information for the year ended June 30, 2018 in Schedules 1 through 8 and Schedules 11 through 18 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 accompanying supplementary information for the year ended June 30, 2018 in Schedules 1 through 8 and Schedules 11 through 18 is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2018.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the University's basic financial statements as of and for the year ended June 30, 2017, and have issued our report thereon dated February 20, 2018, which contained unmodified opinions on the respective financial statements of the business-type activities of the University and its discretely presented component unit. The accompanying supplementary information for the year ended June 30, 2017 in Schedules 1 through 8 and Schedules 11 through 18 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the June 30, 2017 financial statements. The accompanying supplementary information for the year ended June 30, 2017 in Schedules 1 through 8 and Schedules 11 through 18 has been subjected to the auditing procedures applied in the audit of the June 30, 2017 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or to those 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 accompanying supplementary information for the year ended June 30, 2017 in Schedules 1 through 8 and Schedules 11 through 18 is fairly stated in all material respects in relation to the basic financial statements as a whole from which it has been derived.

The accompanying supplementary information in the Analysis of Operations Section and Schedules 9 and 10 is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

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Chicago, Illinois

February 28, 2019, except for our report on the Supplementary Information
for State Compliance Purposes, as to which the date is December 13, 2018



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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***

Honorable Frank J. Mautino
Auditor General
State of Illinois

and

The Board of Trustees
Western Illinois University

As Special Assistant Auditors for the Auditor General, 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 of Western Illinois University (University) and its aggregate discretely presented component unit, collectively a component unit of the State of Illinois, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated December 13, 2018. Our report includes a reference to other auditors who audited the financial statements of the University's discretely presented component unit, as described in our report on the University's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the University'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 University's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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Chicago, Illinois
December 13, 2018



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM, ON INTERNAL CONTROL OVER COMPLIANCE, AND ON
THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE
UNIFORM GUIDANCE**

Honorable Frank J. Mautino
Auditor General
State of Illinois

and

The Board of Trustees
Western Illinois University

Report on Compliance for Each Major Federal Program

We have audited Western Illinois University's (University) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the University's major federal programs for the year ended June 30, 2018. The University's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

The schedule of expenditures of federal awards and our audit described below does not include expenditures of federal awards for the agency determined to be a component unit of the University for financial statement purposes.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the University's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the

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

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

Opinion on Each Major Federal Program

In our opinion, the University complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2018-001. Our opinion on each major federal program is not modified with respect to these matters.

The University's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The University's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2018-001 that we consider to be a significant deficiency.

The University's response to the internal control over the compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The University's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the business-type activities and the aggregate discretely presented component unit of the University as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the University's basic financial statements. We issued our report thereon dated December 13, 2018, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to December 13, 2018. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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 other 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

SIGNED ORIGINAL ON FILE

Chicago, Illinois

February 28, 2019, except for our report on the Schedule of Expenditures of Federal Awards and the related notes, as to which the date is December 13, 2018

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2018**

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of report issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes ✓ No
- Significant deficiency(ies) identified? Yes ✓ None Reported

Noncompliance material to financial statements noted? Yes ✓ No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? Yes ✓ No
- Significant deficiency(ies) identified? ✓ Yes None Reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ✓ Yes No

Identification of major federal programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
Various	Student Financial Assistance Cluster
84.002	Adult Education – Basic Grants to States
84.173A	Special Education Cluster
97.067	Homeland Security Grant Program

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes ✓ No

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2018**

Current Findings – Federal Compliance and Questioned Costs

2018-001 – Noncompliance with Pell Disbursement Reporting

Federal Agency: U.S. Department of Education

Cluster Name/ Student Financial Assistance Cluster/
FY18 Expenditures: \$77,186,311

<u>Program Name / Federal Award Year:</u>	<u>CFDA #:</u>	<u>Pass-through / Contract Number:</u>
Federal Supplemental Education Opportunity Grants	84.007	P0074A161313
Federal Supplemental Education Opportunity Grants	84.007	P0074A171313
Federal Work Study Program	84.033	P033A171313
Federal Perkins Loan Program Federal Capital Contributions	84.038	P038A071313
Federal Pell Grant Program		
<i>Federal Pell – 2016-2017</i>	84.063	P063P161391
<i>Federal Pell – 2017-2018</i>	84.063	P063P171391
<i>Federal Pell – 2018-2019</i>	84.063	P063P181391
Federal Direct Student Loans		
<i>Federal Direct Student Loans – FY17</i>	84.268	P268K171391
<i>Federal Direct Student Loans – FY18</i>	84.268	P268K181391
Teacher Education Assistance for College and Higher Education Grants (TEACH Grants)		
<i>Teach Grant – 2017-2018</i>	84.379	P379T181391

Questioned Costs: None

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For the Year Ended June 30, 2018**

Current Findings – Federal Compliance and Questioned Costs (Continued)

2018-001 – Noncompliance with Pell Disbursement Reporting (Continued)

Western Illinois University (University) did not timely report Pell Grant disbursements to the U.S. Department of Education (ED).

During our examination of 40 students from a population of 5,251 students with Federal Pell Grant disbursements, we noted two (5%) students tested were disbursed funds totaling \$5,920 but the Pell Grant payment information was processed in the Common Origination Document (COD) 5 and 8 days after the 15-day requirement.

Our sample selection was not, and was not intended to be, statistically valid.

The ED requires institutions to report all disbursements and submit required records to the Direct Loans Servicing System (DLSS) via the COD within 15 days of disbursement.

In the prior year, the auditors noted the University did not properly perform verification procedures required by ED and did not approve work authorization for Federal Work Study timely. In the current year, we noted no exceptions with those portions of the prior finding.

University management stated the untimely reporting of Pell disbursements to ED was due to oversight by financial aid staff.

In response to the prior year finding, management stated they will continue weekly advisor training and secondary file review by team leaders. These actions were taken, but during the current year the above noted exceptions occurred due to human error.

Untimely reporting of grant/loan disbursements to the COD system results in noncompliance with federal regulations. (Finding Code No. 2018-001, 2017-002, 2016-002, 2015-002, 2014-003)

RECOMMENDATION

We recommend the University implement effective monitoring and review procedures to ensure Federal Pell disbursements are reported to COD no more than 15 calendar days after disbursement.

UNIVERSITY RESPONSE

The University agrees with the finding. The Financial Aid office will continue effective monitoring and practice due diligence to ensure Federal Pell disbursements are reported to COD no more than 15 calendar days after disbursement.

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For the Year Ended June 30, 2018**

Current Findings – State Compliance

2018-002 – Noncompliance with Open Meetings Act

Western Illinois University's Board of Trustees (WIU Board) violated the Open Meetings Act by improperly discussing issues in the June 2018 closed session.

The Open Meetings Act (Act) (5 ILCS 120/1) requires public bodies to hold open meetings, provide the public with adequate notice of meeting times, and keep records of public meetings. The Act also allows the public body under limited circumstances, to close meetings to discuss specific issues. Further, the Act (5 ILCS 120/2(c)(1)) permits closed session with regards to employment matters if it involves the appointment, employment, compensation, discipline, performance, or dismissal of specific employees of the public body or legal counsel for the public body, including hearing testimony on a complaint lodged against an employee or legal counsel to determine its validity.

During the WIU Board closed session on June 28, 2018, the Board discussed general matters involving various issues which should have been addressed during an open meeting as required by the Open Meetings Act. Subsequent to the June 28, 2018 closed meeting, the Office of the Attorney General issued Public Access Opinion 18-012 stating that the WIU Board was in violation of the Act.

University officials stated they did not have internal counsel on staff at the time of the June 28, 2018 meeting, and therefore, the Board of Trustees relied on the advice of contracted outside legal counsel.

Failure to comply with the Open Meetings Act resulted in non-compliance with statutory requirements. In addition, the University can be subject to injunction and fines by the Illinois Attorney General. (Finding Code No. 2018-002)

RECOMMENDATION

We recommend the University establish procedures to ensure the agenda and discussions on closed sessions of the WIU Board are within the requirements of the Open Meetings Act.

UNIVERSITY RESPONSE

The University agrees with the finding. In addition to the University filling the internal legal counsel vacancy effective July 9, 2018, the Board of Trustees will participate in additional Open Meetings Act training with the Illinois Attorney General Public Access Counselor. The legal counsel will continue to monitor agendas and discussions to ensure compliance with the Open Meetings Act.

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For the Year Ended June 30, 2018**

Current Findings – State Compliance (Continued)

2018-003 – Noncompliance with the *University Guidelines* on Excess Funds

Western Illinois University (University) did not adequately comply with the *University Guidelines* on remittance of excess funds.

During our testing of the University’s compliance with the *University Guidelines*, we noted the University complied with the requirement to calculate excess funds on indirect cost, auxiliary enterprises and accounting entities but failed to remit amounts due to the Income Fund for the following funds:

Indirect Cost	\$ 1,267,814
Public Service	385,536
Instructional Resources	397,156
University Publication	<u>1,433</u>
Total	<u>\$ 2,051,939</u>

The *University Guidelines* (Chapter I, Section H and Chapter IV, Section D, Part 1) states the University shall remit any excess funds for deposit in the Income Fund no later than 45 days after the close of the lapse period.

University management stated due to the reduced State funding over the last several fiscal years, the University deferred necessary expenses that resulted in excess funds in the respective indirect cost and entity funds. The University did not remit these excess funds as part of their strategy of managing resources.

Failure to remit the excess funds resulted in noncompliance with the *University Guidelines*. (Finding Code No. 2018-003, 2017-003, 2016-004)

RECOMMENDATION

We recommend the University continue to monitor the activities of each accounting entity and ensure compliance with all the requirements of the *University Guidelines*.

UNIVERSITY RESPONSE

The University agrees with the finding. The University will continue to monitor the activities of each accounting entity and make a decision on remitting excess funds based on the University’s current resources.

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For the Year Ended June 30, 2018**

Current Findings – State Compliance (Continued)

2018-004 – Noncompliance with the *University Guidelines* on Subsidies

Western Illinois University (University) subsidized operations of University activities between accounting entities during Fiscal Year 2018. Activities are functions which are self-supporting in whole or in part, which are directly related to instructional, research or service units.

During our testing of compliance with the *University Guidelines*, we noted the University Stores and Service Centers accounting entity had negative cash balances at the beginning and the end of the fiscal year totaling \$705,310 and \$960,679, respectively.

A negative cash balance is, in effect, an unrecorded interfund payable/receivable, thereby causing a subsidy between funds to occur. The University Stores and Service Centers operate stores and maintenance service centers for all units of the University. As of June 30, 2018, this accounting entity had accounts receivable and inventories totaling \$960,271.

The *University Guidelines* (Chapter III, Section D, Part 1) states, “There shall be no subsidies between accounting entities. Subsidies include cash advances and interfund payables/receivables outstanding for more than one year.”

University management stated current year revenues generated by the entity exceeded operational costs. However, the prior year deficit continues to exist, leading to the subsidy between accounting entities.

Subsidies between accounting entities result in other accounting entities incurring unrelated costs to fund operations of entities with negative cash balances. (Finding Code No. 2018-004, 2017-004, 2016-006, 2015-007, 2014-006, 2013-006, 12-9)

RECOMMENDATION

We recommend the University continue to annually review the activities of each accounting entity, ensure fees charged for services are sufficient to cover expenditures, and take appropriate corrective actions to ensure subsidies between accounting entities do not continue.

UNIVERSITY RESPONSE

The University agrees with the finding. The University will continue to monitor all accounting entities for negative trends and take corrective actions as necessary.

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For the Year Ended June 30, 2018**

Current Findings – State Compliance (Continued)

2018-005 – Weakness in Computer Inventory Controls

Western Illinois University (University) was unable to locate 46 computers during their annual inventory. Additionally, we found the University does not always protect their computers and removable media with encryption methods. Additionally, we found although the University places responsibility to protect their computers and removable media to individual departments, the departments are not required to notify University Technology (uTech) of lost or stolen equipment.

These items were noted as lost or stolen by University staff during their annual inventory conducted on its campuses during Fiscal Year 2018. The original cost of these items totaled \$40,775.

Although the University performs periodic scanning to identify social security numbers on University equipment, the University could not determine if the missing computers contained confidential information at the time they were reported missing.

The State Property Control Act (30 ILCS 605/4 and 6.02) requires the University be accountable for the supervision, control and inventory of all items under its control. In addition, the University had the responsibility to ensure that confidential information is protected from disclosure and that provisions in the Personal Information Protection Act (815 ILCS 530) are followed.

University management stated the University has policies in place to protect the University's data and is now recording the machine address and the names of the users for pieces of equipment to help in the recovery process. Individual areas on campus are responsible for properly securing or encrypting the data they use as well as properly maintaining their inventory. University policy does not currently require uTech be officially notified of lost or stolen devices; however, uTech works closely with Property Accounting and Redistribution Center (PARC) to follow-up on devices reported missing on the annual inventory when notified.

Failure to have adequate controls over computer inventory has resulted in lost and stolen computer inventory and the potential for unintended exposure of confidential information. By not ensuring computers are encrypted, the risk of exposure of confidential information exists. (Finding Code No. 2018-005, 2017-005, 2016-007)

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For the Year Ended June 30, 2018**

Current Findings – State Compliance (Continued)

2018-005 – Weakness in Computer Inventory Controls (Continued)

RECOMMENDATION:

We recommend the University:

- Review current practices to determine if enhancements can be implemented to prevent the theft or loss of computers.
- Evaluate data maintained on computers and those containing confidential information are adequately protected with methods such as encryption.

UNIVERSITY RESPONSE:

The University agrees with the finding. The University will conduct a comprehensive risk assessment for data storage, use and handling for both electronic and paper-based data. Based on the risk assessment, the University will implement mitigating actions to reduce the risk of confidential data being lost.

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For the Year Ended June 30, 2018**

Current Findings – State Compliance (Continued)

2018-006 - Lack of Adequate Controls over the Review of Internal Controls over External Service Providers

Western Illinois University (University) did not obtain or conduct timely independent internal control reviews over its external service providers.

As part of the audit process, we requested the University to provide a population of the service providers utilized. The University was unable to provide documentation to verify the completeness of the population.

Although the University was unable to provide a complete population of service providers, we performed testing of five service providers identified by the University. The service providers provided various services to the University:

- Credit Card Processing,
- Online Classes,
- Emergency Alert System,
- Email,
- Office Suite, and
- Work Order System.

During testing, the auditors noted the University had not:

- Developed a formal process for identifying service providers and obtaining the Service Organization Controls (SOC) reports from the service providers on an annual basis.
- Documented its review of each of the SOC reports.
- Monitored and documented the operation of the Complementary User Entity Controls (CUECs) relevant to the University's operations.
- Obtained and reviewed SOC reports for subservice organizations or performed alternative procedures to determine the impact on its internal control environment.

Additionally, it was noted the contracts between the University and the service providers did not contain a requirement for an independent review to be completed.

The University is responsible for the design, implementation, and maintenance of internal controls related to information systems and operations to ensure resources and data are adequately protected from unauthorized or accidental disclosure, modifications, or destruction. This responsibility is not limited due to the process being outsourced.

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For the Year Ended June 30, 2018**

Current Findings – State Compliance (Continued)

2018-006 - Lack of Adequate Controls over the Review of Internal Controls over External Service Providers (Continued)

Due to the conditions noted above, we were unable to conclude the University's population records were sufficiently precise, complete and detailed under the Professional Standards promulgated by the American Institute of Certified Public Accountants (AU-C § 330, AU-C § 530, AT-C § 205).

University management stated they understand the importance of a formal process to monitor service providers; however, has not completed a policy to address the issues due to other priorities.

The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires all State agencies to establish and maintain a system, or systems, of internal fiscal and administrative controls, which shall provide assurance that revenues, expenditures, and transfers of assets, resources, or funds applicable to operations are properly recorded and accounted for to permit the preparation of accounts and reliable financial and statistical reports and to maintain accountability over the State's resources. In addition, generally accepted information technology guidance endorses the review and assessment of internal controls related to information systems and operations to assure the accurate processing and security of information.

Without having obtained and reviewed a SOC Report or another form of independent internal control review, the University does not have assurance the external service provider's internal controls are adequate. (Finding Code No. 2018-006)

RECOMMENDATION

We recommend the University identify all third-party service providers and determine and document if a review of controls is required. If required, the University should:

- Obtain SOC reports or (perform independent reviews) of internal controls associated with outsourced systems at least annually.
- Monitor and document the operation of the CUECs relevant to the University's operations.
- Either obtain and review SOC reports for subservice organizations or perform alternative procedures to satisfy itself that the existence of the subservice organization would not impact its internal control environment.
- Document its review of the SOC reports and review all significant issues with subservice organizations to ascertain if a corrective action plan exists and when it will be implemented, any impacts to the University, and any compensating controls.

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For the Year Ended June 30, 2018**

Current Findings – State Compliance (Continued)

2018-006 - Lack of Adequate Controls over the Review of Internal Controls over External Service Providers (Continued)

- Review contracts with service providers to ensure applicable requirements over the independent review of internal controls are included.

UNIVERSITY RESPONSE

While the University agrees with this finding, we do not agree the risk to the University is significant enough to warrant the level of mitigation actions as recommended. In order to mitigate this risk in the future, the University will:

1. Conduct a review of third-party service providers
2. Assess the classification of the data handled by the third-party service provider (http://www.wiu.edu/vpas/administrative_procedures_handbook/sensitiveData.php)
3. Based upon the assessment of data classification, the University will implement the following review schedule for risk assessments (i.e. SOC, AOC or other independent risk based assessments)
 - Public data - No review will be performed or requested. Language will be placed in the contract to obligate the vendor to provide notice if any material weakness is identified that could impact the University's data.
 - Internal - A report will be requested during the contract negotiation process and every three years thereafter.
 - Sensitive - A report will be requested during the contract negotiation process and every year thereafter.

The University believes this approach will provide the appropriate level of mitigation of risk while reducing the amount of undue burden an extensive annual review process would place on already depleted staff resources.

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For the Year Ended June 30, 2018**

Prior Findings Not Repeated

A. Inadequate Control over Reporting Restricted Accounts

During the previous audit, Western Illinois University (University) did not ensure restrictions from revenue bond covenants were properly reflected within the University's financial statements.

During the current audit, we noted the University established separate financial statement codes for restricted assets and net position related to the University's Auxiliary Facilities System (System). Accordingly, the University properly reported and disclosed assets and net position related to the System in the University's financial statements. (Finding Code No. 2017-001)

B. Expenditures in Excess of License Plate Fees Earned

During the previous audit, the University requested and disbursed amounts in excess of its proportion of collegiate license plates sold to support scholarships for its in-State students.

During the current audit period, the University returned the \$20,000 appropriated to the State College and University Trust Fund in response to the excess funds drawn down from license plates sales in the previous year. Also in the current audit period, the University collected \$12,375 of license plate fees that was not disbursed as scholarships. (Finding Code No. 2017-006)

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES
For the Year Ended June 30, 2018**

SUMMARY

Supplementary Information for State Compliance Purposes presented in this section of the report includes the following:

- Fiscal Schedules and Analysis:

- Schedule of Expenditures of Federal Awards
- Notes to the Schedule of Expenditures of Federal Awards
- Schedule of Appropriations, Expenditures and Lapsed Balances
- Comparative Schedule of Net Appropriations, Expenditures and Lapsed Balances
- Schedule of Changes in State Property
- Comparative Schedule of Income Fund Revenues and Expenditures
- Comparative Schedule of Cash and Cash Equivalents
- Schedule of Federal Expenditures, Nonfederal Expenses and New Loans
- Summary of Indirect Cost Reimbursements:
 - Statement of Sources and Applications
 - Calculation Sheet for Indirect Cost Carry-Forward (Unaudited)
- Calculation of Current Excess Funds (Unaudited)
- University Accounting Entities and Related Sources of Revenues and Purposes
- Current Funds, Unrestricted, Other:
 - Balance Sheet by Entity
 - Statement of Revenues, Expenditures and Changes in Fund Balances by Entity
- Auxiliary Enterprises and Activities, Financial Statements by Functional Entity:
 - Auxiliary Enterprise Funds - Revenue Bonds:
 - Balance Sheet by Entity
 - Statement of Revenues, Expenditures and Changes in Fund Balances by Entity
 - Plant Funds Statement of Changes in Fund Balances by Entity
- Auxiliary Enterprise Funds - Other:
 - Balance Sheet by Entity
 - Statement of Revenues, Expenditures and Changes in Fund Balances by Entity

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES**
(Continued)
For the Year Ended June 30, 2018

SUMMARY (Continued)

- Analysis of Operations (Unaudited):
 - University Functions and Planning Program (Unaudited)
 - Analysis of Significant Variations in Account Balances (Unaudited)
 - Analysis of Significant Variations in Operating and Nonoperating Revenues and Expenses (Unaudited)
 - Analysis of Significant Lapse Period Spending (Unaudited)
 - Analysis of Accounts Receivable (Unaudited)
 - Employment Statistics - Full-Time Equivalent (Unaudited)
 - Service Efforts and Accomplishments (Unaudited)
 - Schedule of Unrestricted Current Funds General Expenditures Per Full-Time Equivalent Student as Reported to the Board of Higher Education (Unaudited)
 - University Bookstore Information (Unaudited)
 - University Guidelines, 1982 as amended 1997 (Unaudited):
 - Special Data Requirements for University Audits (Unaudited)
 - Summary of Western Illinois University Foundation Transactions with the University (Unaudited)
 - Undergraduate Tuition and Fee Waivers (Unaudited)
 - Graduate Tuition and Fee Waivers (Unaudited)
 - Memorandum of Understanding (Unaudited)
 - Emergency Purchases (Unaudited)

The accountant's report that covers the Supplementary Information for State Compliance Purposes, Schedules 1 through 8 and Schedules 11 through 18, presented in the Compliance Report Section states that it has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in the auditor's opinion, it is fairly stated, in all material respects, in relation to the basic financial statements as a whole from which it has been derived. The accountant's report also states the Analysis of Operations Section and Schedules 9 and 10, have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, they do not express an opinion or provide any assurance on them.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2018

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Pass-Through/ Contract Number	FY 2018 Expenditures	Amount Provided to Subrecipients
STUDENT FINANCIAL ASSISTANCE CLUSTER:				
<u>DEPARTMENT OF EDUCATION</u>				
Federal Supplemental Education Opportunity Grants	(M) 84.007	P007A161313	\$ (500)	\$ -
Federal Supplemental Education Opportunity Grants	(M) 84.007	P007A171313	311,738	-
			311,238	-
Federal Work-Study Program	(M) 84.033	P033A171313	388,524	-
Federal Perkins Loan Program Federal Capital Contributions	(M) 84.038	P038A071313	2,193,951	-
Federal Pell Grant Program				
<i>Federal Pell - 2016-2017</i>	(M) 84.063	P063P161391	22,991	-
<i>Federal Pell - 2017-2018</i>	(M) 84.063	P063P171391	17,669,338	-
<i>Federal Pell - 2018-2019</i>	(M) 84.063	P063P181391	22,907	-
			17,715,236	-
Federal Direct Student Loans				
<i>Federal Direct Student Loans - FY17</i>	(M) 84.268	P268K171391	79,394	-
<i>Federal Direct Student Loans - FY18</i>	(M) 84.268	P268K181391	56,476,549	-
			56,555,943	-
Teacher Education Assistance for College and Higher Education Grants (TEACH Grants)				
<i>Teach Grant - 2017-2018</i>	(M) 84.379	P379T181391	21,419	-
TOTAL DEPARTMENT OF EDUCATION			\$ 77,186,311	\$ -
TOTAL STUDENT FINANCIAL ASSISTANCE CLUSTER			\$ 77,186,311	\$ -
RESEARCH AND DEVELOPMENT CLUSTER:				
<u>DEPARTMENT OF AGRICULTURE</u>				
Agriculture and Food Research Initiative Passed-Through University of Minnesota				
<i>Advancing Field Pennycress as a New Oils Feed Biodiesel Feedstock That Does Not Require New Land Commitments</i>	10.310	H004568901	\$ 59,140	\$ -
Passed-Through Illinois State University				
<i>Advancing Field Pennycress as a New Oils Feed Biodiesel Feedstock That Does Not Require New Land Commitments</i>	10.310	A180071S001	12,447	-
TOTAL DEPARTMENT OF AGRICULTURE			\$ 71,587	\$ -
<u>DEPARTMENT OF DEFENSE</u>				
Basic Scientific Research Passed-Through University of North Texas				
<i>Advanced Ballistics Technology Material Development, Characterization and Computational Modeling: 1-13-High Rate Deformation and Failure of Materials 2.2.7 Human Response to Ballistic Loading</i>	12.431	GF40018-1	\$ 362,352	\$ 141,750
Basic, Applied, and Advanced Research in Science and Engineering Passed-Through GE Global Research				
<i>Adaptive Machining Development System</i>	12.630	401067911	112,635	15,368
TOTAL DEPARTMENT OF DEFENSE			\$ 474,987	\$ 157,118

SCHEDULE 1
(Continued)

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2018

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Pass-Through/ Contract Number	FY 2018 Expenditures	Amount Provided to Subrecipients
DEPARTMENT OF INTERIOR				
Recreation and Visitor Resources				
<i>Geomorphic Effects of Woody Debris James on Channel Morphology and Stream Bank Erosion in Thompson Creek</i>	15.225	L16AC00270	\$ 1,720	\$ -
Sport Fish Restoration Program				
Passed-Through Illinois Department of Natural Resources <i>Upper Mississippi River (Pool 17, 18, 21) Fish Population Monitoring and Sport Fish Assessment in West Central Illinois</i>	15.605	F-193-R-04	63,253	-
Fish and Wildlife Management Assistance				
Passed-Through Illinois Department of Natural Resources <i>Asian Carp Removal and Monitoring in the Upper Mississippi River</i>	15.608	CAFWS-116	254	-
<i>Asian Carp Removal and Monitoring in the Upper Mississippi River</i>	15.608	CAFWS-134	395,771	-
<i>Asian Carp Removal and Monitoring in the Upper Mississippi River (Pool 17, 18, 21) Fish Population Monitoring and Sport Fish Assessment</i>	15.608	CAFWS-124	1,012	-
			397,037	-
Wildlife Restoration and Basic Hunter Education				
Passed-Through Illinois Department of Natural Resources <i>Estimating Density of Bobcats with Capture-Mark-Recapture Data from Camera Traps</i>	15.611	R15W187R1	360	-
<i>Using Canvasbacks (Aythya Valisineria) As a Bioindicator of Wetland Quality in the Upper Midwest</i>	15.611	RC17W192R1	28,029	-
<i>Estimating Home Range Use, Survival, and Abundance of Bobcats in Agriculturally Dominated Landscapes in West Central Illinois</i>	15.611	RC17W195R1	54,965	-
Passed-Through University of Illinois <i>Illinois Waterfowl Surveys and Investigations</i>	15.611	08743016497	9,052	-
			92,406	-
Migratory Bird Conservation				
Passed-Through University of Illinois <i>Wetland Management Strategies that Maximize Marsh Bird use in the Midwest</i>	15.647	075100-16068	6,240	-
Research Grants (Generic)				
Passed-Through Buecher Biological Consulting <i>Actinobacteria on New Mexico Cave Myotis (Myotis velifer) Suggests Natural Defense Against White Nose Syndrome in Ideal Microclimate for Pseudogymnoascus destructans</i>	15.650	None	(3)	-
<i>Western Bats as a Reservoir of Novel Streptomyces Species with Antifungal Activity</i>	15.650	None	2,500	-
			2,497	-
U.S. Geological Survey_Research and Data Collection				
<i>Ecological Studies on Asian Carp to Assess Habitat Selection, Migration, Feeding Behaviors and Potential Recruitment Constraints to Inform Control Measures</i>	15.808	G13AC00069	141,080	-
<i>The Role of Fungal Community and Activity in Regulating Dryland Biogeochemical Responses to Global Change</i>	15.808	G17AC00028	15,231	-
<i>Ecological Studies on Asian Carp in the Upper Illinois and Mississippi Rivers</i>	15.808	G18AC00160	8,227	-
			164,538	-
TOTAL DEPARTMENT OF INTERIOR			\$ 727,691	\$ -

SCHEDULE 1
(Continued)

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2018

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Pass-Through/ Contract Number	FY 2018 Expenditures	Amount Provided to Subrecipients
<u>DEPARTMENT OF JUSTICE</u>				
Edward Byrne Memorial Justice Assistance Grant Program Passed-Through St. Clair County State's Attorney's Office <i>Justice Assistance Grant Partnerships to Reduce Violent Crimes</i>	16.738	None	\$ 15,744	\$ -
TOTAL DEPARTMENT OF JUSTICE			\$ 15,744	\$ -
<u>NATIONAL SCIENCE FOUNDATION</u>				
Geosciences				
<i>Collaborative Research: Dynamical Processes Driving the Genesis and Maintenance of Tornadoic Vortices</i>	47.050	AGS-1137153	\$ 350	\$ -
<i>MRI: Acquisition of an Sem-Eds Systems: Advancing Scientific Discovery and Student Scientific Inquiry in Rural Illinois</i>	47.050	1726355	15,091	-
Passed-Through University of Wisconsin <i>Modeling and Observational Studies on Inertial Near the Tropopause</i>	47.050	665K954	7,004	-
			<u>22,445</u>	<u>-</u>
Biological Sciences				
<i>Collaborative Research: Parsing the Effects of Host Specificity and Geography on Plant-fungal Symbioses Under Climate Change</i>	47.074	1457002	31,532	-
Social, Behavioral, and Economic Sciences				
<i>A Geomorphic and Ecological Analysis of Using Mosses for Controlling Stream Bank Erosion</i>	47.075	1461773	76,064	19,346
TOTAL NATIONAL SCIENCE FOUNDATION			\$ 130,041	\$ 19,346
TOTAL RESEARCH AND DEVELOPMENT CLUSTER			\$ 1,420,050	\$ 19,346
SPECIAL EDUCATION CLUSTER (IDEA):				
<u>DEPARTMENT OF EDUCATION</u>				
Special Education_Preschool Grants				
Passed-Through Illinois State Board of Education <i>Fed-Sp Ed-Preschool Discretionary Illinois Starnet - 2017</i>	(M) 84.173A	2017-4605-00-26-062-5440-51	\$ 153,902	\$ -
<i>Fed-Sp Ed-Preschool Discretionary Illinois Starnet - 2018</i>	(M) 84.173A	2018-4605-00-26-062-5440-51	941,415	-
			<u>1,095,317</u>	<u>-</u>
TOTAL DEPARTMENT OF EDUCATION			\$ 1,095,317	\$ -
TOTAL SPECIAL EDUCATION CLUSTER (IDEA)			\$ 1,095,317	\$ -
OTHER PROGRAMS:				
<u>DEPARTMENT OF AGRICULTURE</u>				
Rural Cooperative Development Grants				
<i>Rural Cooperative Development Grant Program 2016</i>	10.771	WIU RCDG2016	\$ 79,033	\$ -
<i>Rural Cooperative Development Grant Program</i>	10.771	GLSX0002008181	97,190	-
			<u>176,223</u>	<u>-</u>
TOTAL DEPARTMENT OF AGRICULTURE			\$ 176,223	\$ -

SCHEDULE 1
(Continued)

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2018

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Pass-Through/ Contract Number	FY 2018 Expenditures	Amount Provided to Subrecipients
<u>DEPARTMENT OF DEFENSE</u>				
Procurement Technical Assistance For Business Firms Passed-Through Illinois Department of Commerce and Economic Opportunity <i>IL Procurement Technical Assistance Center FY18</i>	12.002	18-601104	\$ 46,002	\$ -
TOTAL DEPARTMENT OF DEFENSE			\$ 46,002	\$ -
<u>DEPARTMENT OF JUSTICE</u>				
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program Passed-Through Illinois Criminal Justice Information Authority <i>Illinois Attorney Generals Office Illinois Law Enforcement Response Training</i>	16.590	2016WEAX0016	\$ 8,959	\$ -
TOTAL DEPARTMENT OF JUSTICE			\$ 8,959	\$ -
<u>DEPARTMENT OF TRANSPORTATION</u>				
Formula Grants for Rural Areas Passed-Through Illinois Department of Transportation <i>Rural Transit Assistance Center FY16-18</i>	20.509	1516101601	\$ 449,990	\$ -
Passed-Through City of Macomb, IL <i>Go West Transit FY18</i>	20.509	None	221,281	-
			671,271	-
TOTAL DEPARTMENT OF TRANSPORTATION			\$ 671,271	\$ -
<u>NATIONAL ENDOWMENT FOR THE ARTS</u>				
Promotion of the Arts Partnership Agreements Passed-Through Arts Midwest <i>Quintasonic at Brass Fest</i>	45.025	17-6100-2027	\$ 700	\$ -
TOTAL NATIONAL ENDOWMENT FOR THE ARTS			\$ 700	\$ -
<u>SMALL BUSINESS ADMINISTRATION</u>				
Small Business Development Centers Passed-Through Illinois Department of Commerce & Economic Opportunity <i>SBDC CY17</i>	59.037	17-181127	\$ 122,790	\$ -
<i>SBDC CY18</i>	59.037	18-561127	3,032	-
			125,822	-
TOTAL SMALL BUSINESS ADMINISTRATION			\$ 125,822	\$ -
<u>DEPARTMENT OF EDUCATION</u>				
Adult Education - Basic Grants to States Passed-Through Illinois Community College Board <i>Central Illinois Adult Education Service Center/Curriculum Publications Clearing 2018</i>	(M) 84.002	AEL18006	\$ 428,885	\$ -
<i>DAISI Project FY 18</i>	(M) 84.002	AEL18003	199,999	-
<i>I-Pathways IL FY18</i>	(M) 84.002	AEL18002	169,942	-
			798,826	-
Undergraduate International Studies and Foreign Language Programs <i>Communities as Agents of Change: Language and Area Studies for a Sustainable Future</i>	84.016	P016A160039	127,484	-

SCHEDULE 1
(Continued)

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2018

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Pass-Through/ Contract Number	FY 2018 Expenditures	Amount Provided to Subrecipients
School Leader Recruitment and Support Passed-Through Illinois State University <i>Illinois Partnership Advancing Rigorous Training (IL-Part)</i>	84.363A	A140017S010	30,379	-
Supporting Effective Educator Development Program Passed-Through Illinois State University <i>Together Everyone Achieves More Through Integrated Leadership (TEAM LEAD)</i>	84.423A	A18-0059-S009	41,756	-
TOTAL DEPARTMENT OF EDUCATION			\$ 998,445	\$ -
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Temporary Assistance for Needy Families Passed-Through Illinois Department of Human Services <i>Low Income Degree Scholarship Program FY17</i>	93.558	FCSVG03648	\$ (3,994)	\$ -
<i>Low Income Degree Scholarship Program FY18</i>	93.558	FCSWG03648	77,984	-
			73,990	-
TOTAL DEPARTMENT OF HEALTH & HUMAN SERVICES			\$ 73,990	\$ -
<u>CORPORATION FOR NATIONAL AND COMMUNITY SERVICE</u>				
AmeriCorps Passed-Through Illinois Department of Public Health <i>AmeriCorps Project 16-17</i>	94.006	67380023D	\$ 62,532	\$ 7,656
<i>QC AmeriCorps Project 16-17</i>	94.006	77380024E	59,651	-
<i>QC AmeriCorps Project 17-18</i>	94.006	87380024F	73,647	-
<i>AmeriCorps Project 17-18</i>	94.006	87380023F	39,530	-
			235,360	7,656
Volunteers in Service to America <i>Vista Community Outreach</i>	94.013	13VSNIL001	58,156	-
TOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE			\$ 293,516	\$ 7,656
<u>DEPARTMENT OF HOMELAND SECURITY</u>				
Homeland Security Grant Program Passed-Through Illinois Emergency Management Agency <i>Illinois Terrorism Task Force (ITTF) FFY15</i>	(M) 97.067	15SHSPWIU	\$ 14	\$ -
<i>Illinois Terrorism Task Force (ITTF) Urban Area Security Initiative FFY15</i>	(M) 97.067	15UASIWIU	14	-
<i>School and Campus Security Program FFY15</i>	(M) 97.067	15WIUTRG	(236)	-
<i>FFY16 Intelligence Gathering and Information Sharing Shsp</i>	(M) 97.067	16WIULAWEN	278,695	-
<i>FFY16 Homeland Security Preparedness Projects and Program Management Shsp Terrorism Prevention Activities</i>	(M) 97.067	16WIU	795,023	-
<i>FFY16 School and Campus Security Program Shsp</i>	(M) 97.067	16WIUTRG	174,660	-
<i>FFY17 Homeland Security Preparedness Projects and Program Management 17WIU</i>	(M) 97.067	17WIU	616	-
			1,248,786	-
Passed-Through Illinois Law Enforcement Training and Standards Board <i>Homeland Security Federal Fiscal Year 15 Funds</i>	(M) 97.067	15ILETSB	9	-
<i>FFY17 Homeland Security State Homeland Security Program</i>	(M) 97.067	NONE	3,595	-
			3,604	-
TOTAL DEPARTMENT OF HOMELAND SECURITY			\$ 1,252,390	\$ -
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 83,348,996	\$ 184,120

(M) - Program was audited as a major program.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2018

NOTE 1 - BACKGROUND

The accompanying Schedule of Expenditures of Federal Awards (SEFA) presents the activity of all federal award programs of the University. The SEFA includes all federal awards received directly from federal agencies as well as federal financial awards passed through other agencies.

Summary of Significant Accounting Policies - Basis of Presentation

The SEFA includes the federal awards activity of the University and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The University has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance. Because the SEFA presents only a selected portion of the operations of the University, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the University.

NOTE 2 – FEDERAL STUDENT LOAN PROGRAMS

During the fiscal year ended June 30, 2018, the University issued new loans to students under the Federal Direct Student Loan Program (FDLP). The loan amounts issued during the year are disclosed on the SEFA. The University is responsible only for the performance of certain administrative duties with the respect to federally guaranteed student loan programs and accordingly, balances and transactions relating to these loan programs are not included in the University's basic financial statements. Therefore, it is not practicable to determine the balance of loans outstanding to students and former students of the University at June 30, 2018.

In addition, the University participates in the Federal Perkins Loan Program. The Loan program is directly administered by the University and balances and transactions relating to these programs are included in the University's basic financial statements. Loans outstanding at the beginning of the year, loans made during the year and administrative cost allowance are included in the federal expenditures presented in the SEFA. The outstanding balance at June 30, 2018 was \$1,933,356. The loans issued through the Federal Perkins Program during the year ended June 30, 2018 was \$155,718.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)
For the Year Ended June 30, 2018

NOTE 3 - NON-CASH ASSISTANCE

The University did not receive any federal non-cash assistance during the fiscal year ended June 30, 2018.

NOTE 4 – FEDERAL UNEARNED REVENUE

The University did not have any unearned revenue related to federal programs as of June 30, 2018.

NOTE 5 - INSURANCE

During fiscal year ended 2018, there was no federally funded insurance in effect.

NOTE 6 – FEDERAL DEPOSITORY LIBRARY PROGRAM

The University Libraries serve as a depository library in the U.S. Government Publishing Office's Federal Depository Library Program. The University is the legal custodian of government publications received under this program; however, these publications remain the property of the federal government.

STATE OF ILLINOIS
 WESTERN ILLINOIS UNIVERSITY
 SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
 APPROPRIATIONS FOR FISCAL YEAR 2018
 Fifteen Months Ended September 30, 2018

Public Act 100-0021	Expenditure Authority (Net of Transfers)	Expenditures Through June 30, 2018	Lapse Period Expenditures July 1 - September 30	Total Expenditures 15 Months Ended September 30	Balances Lapsed September 30
APPROPRIATED FUNDS					
EDUCATION ASSISTANCE FUND (007)					
Personal Services	\$ 40,883,000	\$ 40,882,998	\$ 2	\$ 40,883,000	\$ -
Contractual Services	2,449,400	2,449,400	-	2,449,400	-
Commodities	187,300	187,300	-	187,300	-
Library Books and Equipment	351,900	351,900	-	351,900	-
Operation of Automotive Equipment	58,400	58,400	-	58,400	-
Telecommunications	131,900	131,900	-	131,900	-
Social Security / Medicare	2,238,800	2,238,800	-	2,238,800	-
TOTAL EDUCATION ASSISTANCE FUND (007)	46,300,700	46,300,698	2	46,300,700	-
STATE COLLEGE AND UNIVERSITY TRUST FUND (417)					
Scholarships - License Plates	20,000	-	-	-	20,000
GRAND TOTAL - ALL FUNDS	\$ 46,320,700	\$ 46,300,698	\$ 2	\$ 46,300,700	\$ 20,000

NOTES:

- Note 1: Expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller records as of September 30, 2018, and have been reconciled to University records.
- Note 2: Expenditure amounts are vouchers approved and paid by the University and submitted to the Office of the State Comptroller for reimbursement of payments made to vendors.
- Note 3: Appropriations for the State College and University Trust Fund (417) was returned in response to the prior year finding of excess funds drawn down from license plates sales. (Finding Code No. 2017-006)

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
For the Fiscal Years Ended June 30, 2018 and 2017

	Fiscal Year	
	2018 P.A. 100-0021	2017 P.A. 99-0524
EDUCATION ASSISTANCE FUND (007)		
Appropriations (net of transfers)	\$ 46,300,700	\$ 38,182,900
Expenditures		
Personal Services	\$ 40,883,000	\$ -
Contractual services	2,449,400	-
Commodities	187,300	-
Equipment	351,900	-
Operation of Automotive Equipment	58,400	-
Telecommunications	131,900	-
Social Security/Medicare	2,238,800	-
Operational Expenses	-	38,182,900
Total expenditures	46,300,700	38,182,900
Lapsed balances	\$ -	\$ -
GENERAL REVENUE FUND (001)		
Appropriations (net of transfers)	\$ -	\$ 13,262,300
Expenditures		
Operational Expenses	-	13,262,228
Lapsed balances	\$ -	\$ 72
STATE COLLEGE AND UNIVERSITY TRUST FUND (417)		
Appropriations (net of transfers)	\$ 20,000	\$ 20,000
Expenditures		
Scholarships	-	20,000
Lapsed balances	\$ 20,000	\$ -
GRAND TOTAL, ALL FUNDS		
Appropriations (net of transfers)	\$ 46,320,700	\$ 51,465,200
Expenditures	46,300,700	51,465,128
Lapsed balances	\$ 20,000	\$ 72

Notes:

- Note 1: Expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller records as of September 30, 2018 and September 30, 2017, and have been reconciled to University records.
- Note 2: Expenditure amounts are vouchers approved and paid by the University and submitted to the Office of the State Comptroller for reimbursement of payments made to vendors.
- Note 3: Appropriations for the State College and University Trust Fund (417) was returned in response to the prior year finding of excess funds drawn down from license plates sales. (Finding Code No. 2017-006)

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF CHANGES IN STATE PROPERTY
For the Year Ended June 30, 2018**

	Balance June 30, 2017	Additions	Retirements/ Adjustments	Transfers	Balance June 30, 2018
Non-depreciable capital assets:					
Land and land improvements	\$ 3,603,000	\$ -	\$ -	\$ -	\$ 3,603,000
Works of art and historical treasures	591,567	-	-	61,863	653,430
Construction in progress	5,029,568	873,977	-	(645,861)	5,257,684
Total non-depreciable capital assets	9,224,135	873,977	-	(583,998)	9,514,114
Depreciable capital assets:					
Site improvements	46,747,195	115,863	(65,691)	-	46,797,367
Buildings and building improvements	376,530,612	443,332	(11,885,574)	583,998	365,672,368
Equipment	77,381,705	901,190	(312,676)	-	77,970,219
Capital lease equipment	184,782	-	-	-	184,782
Total depreciable capital assets	500,844,294	1,460,385	(12,263,941)	583,998	490,624,736
Less accumulated depreciation:					
Site improvements	23,431,115	1,619,135	(49,487)	-	25,000,763
Buildings and building improvements	185,858,228	11,109,033	(10,895,278)	-	186,071,983
Equipment	72,203,683	1,598,285	(306,428)	-	73,495,540
Capital lease equipment	13,885	37,473	-	-	51,358
Total accumulated depreciation	281,506,911	14,363,926	(11,251,193)	-	284,619,644
Total depreciable capital assets, net	219,337,383	(12,903,541)	(1,012,748)	583,998	206,005,092
Capital assets, net	\$ 228,561,518	\$ (12,029,564)	\$ (1,012,748)	\$ -	\$ 215,519,206

Note: Data for this schedule included all accounting entities and was obtained from University records and notes to the basic financial statements which have been reconciled to the property records submitted to the Office of the State Comptroller.

SCHEDULE 5

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
COMPARATIVE SCHEDULE OF INCOME FUND REVENUES AND EXPENDITURES
For the Years Ended June 30, 2018 and 2017**

	2018	2017
INCOME FUND		
REVENUES		
Tuition	\$ 67,774,987	\$ 74,340,216
Other student charges	2,205,174	2,280,372
Fines	2,185	7,080
Finance charges	389,569	480,186
Interest	228,808	48,907
Other	841,444	294,063
	71,442,167	77,450,824
 EXPENDITURES		
Personal services	48,785,819	89,830,952
Contractual services	7,469,771	9,580,602
Travel	347,871	272,056
Commodities	750,747	890,732
Library books and equipment	1,385,161	1,385,810
Operation of automotive equipment	75,148	126,091
Telecommunications	185,032	327,328
Awards, grants, and matching funds	7,487,753	7,280,574
Social Security/Medicare contributions	486,480	1,192,849
Group insurance	209,800	1,744,800
Permanent improvements	26,618	28,895
Tuition and fees waived	7,670,995	7,711,758
Employment security	18,865	58,226
	74,900,060	120,430,673
 DEFICIENCY OF REVENUES OVER EXPENDITURES	\$ (3,457,893)	\$ (42,979,849)

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
COMPARATIVE SCHEDULE OF CASH AND CASH EQUIVALENTS
June 30, 2018 and 2017**

	2018	2017
Cash and cash equivalents		
Cash on hand	\$ 56,385	\$ 60,729
Checking accounts:		
Morton Community Bank (non-interest bearing)	124,976	256,932
Illinois Funds (2018, 1.314%; 2017, 0.572%)	2,096,936	28,602,196
Morton Community Bank (2018, 1.527%; 2017, 0.460%)	50,631,472	3,087,091
Total cash and cash equivalents	\$ 52,909,769	\$ 32,006,948

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SCHEDULE OF FEDERAL EXPENDITURES, NONFEDERAL EXPENSES AND NEW LOANS
For the Year Ended June 30, 2018**

Schedule A - Federal Financial Component

Total federal expenditures reported on SEFA	\$ 83,348,996
Total new loans made	-
Amount of federal loan balances at beginning of the year	-
	<hr/>
Total Schedule A	<u>\$ 83,348,996</u>

Schedule B - Total Financial Component

Total operating expenses	\$ 289,283,402
Total nonoperating expenses	3,521,554
Total new loans made	56,555,943
Amount of federal loan balances at beginning of the year	2,267,884
	<hr/>
Total Schedule B	<u>\$ 351,628,783</u>

Schedule C

Total Schedule A	\$ 83,348,996	23.7%
Total nonfederal expenses	<u>268,279,787</u>	<u>76.3%</u>
Total Schedule C	<u>\$ 351,628,783</u>	<u>100.0%</u>

* Loan amounts are included on SEFA schedule.

Note: These schedules are used to determine the University's single audit costs in accordance with the Uniform Guidance.

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SUMMARY OF INDIRECT COST REIMBURSEMENTS
STATEMENT OF SOURCES AND APPLICATIONS
For the Years Ended June 30, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
SOURCES		
Federal	\$ 600,465	\$ 546,899
State	309,849	278,843
Private	19,670	11,642
Other	<u>107,455</u>	<u>111,397</u>
Total sources	<u>1,037,439</u>	<u>948,781</u>
APPLICATIONS		
Research	117,674	123,694
Academic support	91,501	127,197
Institutional support	<u>251,951</u>	<u>199,446</u>
Total applications	<u>461,126</u>	<u>450,337</u>
EXCESS OF SOURCES OVER APPLICATIONS	576,313	498,444
TRANSFERS AND OTHER DEDUCTIONS		
Transfers to other funds	<u>(133,996)</u>	<u>(133,217)</u>
EXCESS OF SOURCES OVER APPLICATIONS AFTER TRANSFERS AND OTHER DEDUCTIONS	442,317	365,227
FUND BALANCE, BEGINNING OF YEAR	<u>1,262,026</u>	<u>896,799</u>
FUND BALANCE, END OF YEAR	<u><u>\$ 1,704,343</u></u>	<u><u>\$ 1,262,026</u></u>

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
SUMMARY OF INDIRECT COST REIMBURSEMENTS
CALCULATION SHEET FOR INDIRECT COST CARRY-FORWARD (UNAUDITED)
For the Year Ended June 30, 2018**

1. Cash and cash equivalents balance

Enter the June 30 indirect cost entity balance for cash and equivalents

Add:

Cash.....	\$	1,717,616	
Cash equivalents.....	\$	-	
Bank deposits.....	\$	-	
Marketable securities.....	\$	-	
Certificates of deposit.....	\$	-	
Repurchase agreements.....	\$	-	
Other cash equivalent items.....	\$	-	
Interfund receivables.....	\$	-	\$ 1,717,616

2. Allocated reimbursements

Enter the total indirect cost reimbursements allocated for expenditure for the fiscal year completed:

\$ 1,408,385; enter 30% of this amount..... \$ 422,516

3. Unallocated reimbursements

Enter the lesser of the actual unallocated indirect cost reimbursements for the year completed OR 10% of total indirect cost allocations for the year completed.....

\$ -

4. Encumbrances and current liabilities paid in lapse period

Enter the amount of:

Current liabilities.....	\$	13,273
Encumbrances.....	\$	14,013
Total.....	\$	27,286

5. Indirect cost carry-forward

a. Enter the total of items 2, 3 and 4..... \$ 449,802

b. Subtract from item 1 \$ 1,267,814

If a positive number results, enter here and remit for deposit in the Income Fund..... \$ 1,267,814

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
CALCULATION OF CURRENT EXCESS FUNDS (UNAUDITED)
June 30, 2018**

	<u>Auxiliary Enterprises - Revenue Bond</u>			
	<u>University Union</u>	<u>Recreation Facility</u>	<u>University Housing and Dining</u>	<u>Total</u>
CURRENT AVAILABLE FUNDS:				
Cash and cash equivalents (A)	\$ 2,761,314	\$ 1,041,248	\$ 323,637	\$ 4,126,199
WORKING CAPITAL ALLOWANCES:				
Highest month's expenditures	1,234,970	303,928	5,198,008	6,736,906
Encumbrances and current liabilities paid in lapse period	283,672	57,263	647,053	987,988
Refundable deposits/unearned revenue	27,100	64,216	92,207	183,523
Allowance for sick leave/vacation payouts	35,339	24,310	110,737	170,386
Total working capital allowances (B)	<u>1,581,081</u>	<u>449,717</u>	<u>6,048,005</u>	<u>8,078,803</u>
CURRENT EXCESS FUNDS:				
Deduct B from A (C)	<u>1,180,233</u>	<u>591,531</u>	<u>(5,724,368)</u>	<u>(3,952,604)</u>
CALCULATION OF INCOME FUND REMITTANCE:				
An entity may offset excess capital or current funds within the entity:				
Enter the amount to be offset (D)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Enter the sum of C and D and move the amount due, if any, for deposit in the Income Fund	<u>\$ 1,180,233</u>	<u>\$ 591,531</u>	<u>\$ (5,724,368)</u>	<u>\$ (3,952,604)</u>

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
CALCULATION OF CURRENT EXCESS FUNDS (UNAUDITED)
June 30, 2018

	Public Service 02	Student Programs and Services 03	Instructional Resources and Services 04	University Stores and Service Centers 05	University Publications 06	Sponsored Credit Programs 08	University Services 12
CURRENT AVAILABLE FUNDS:							
Cash and cash equivalents	\$ 1,222,156	\$ 905,734	\$ 1,289,431	\$ (960,679)	\$ 3,744	\$ 33,987	\$ 83,064
Interfund receivables	-	225	-	8,965	-	-	-
Total current available funds (A)	<u>1,222,156</u>	<u>905,959</u>	<u>1,289,431</u>	<u>(951,714)</u>	<u>3,744</u>	<u>33,987</u>	<u>83,064</u>
WORKING CAPITAL ALLOWANCES:							
Highest month's expenditures	589,717	5,121,408	572,005	785,907	2,311	73,834	305,201
Encumbrances and current liabilities paid in lapse period	52,939	159,397	71,357	152,360	-	2,950	34,952
Refundable deposits/unearned revenue	127,182	201,107	13,388	-	-	-	-
Total working capital allowances (B)	<u>769,838</u>	<u>5,481,912</u>	<u>656,750</u>	<u>938,267</u>	<u>2,311</u>	<u>76,784</u>	<u>340,153</u>
CURRENT EXCESS FUNDS:							
Deduct B from A (C)	<u>452,318</u>	<u>(4,575,953)</u>	<u>632,681</u>	<u>(1,889,981)</u>	<u>1,433</u>	<u>(42,797)</u>	<u>(257,089)</u>
CALCULATION OF INCOME FUND REMITTANCE:							
An entity may offset excess capital or current funds within the entity:							
Enter the amount to be offset (D)	<u>(66,782)</u>	<u>(314,188)</u>	<u>(235,525)</u>	<u>(7,120)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Enter the sum of C and D and move the amount due, if any, for deposit in the Income Fund	<u>\$ 385,536</u>	<u>\$ (4,890,141)</u>	<u>\$ 397,156</u>	<u>\$ (1,897,101)</u>	<u>\$ 1,433</u>	<u>\$ (42,797)</u>	<u>\$ (257,089)</u>

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
CALCULATION OF CURRENT EXCESS FUNDS (UNAUDITED)
June 30, 2018

	Unique Charge Programs						
	Geology Field Camp 07	Summer RPTA Travel & Activities 07	Interational Ag 07	RPTA Fly Fish 07	New York Study 07	Broadcasting UK 07	Business Ireland 07
CURRENT AVAILABLE FUNDS:							
Cash and cash equivalents	\$ 18,876	\$ 564	\$ 663	\$ 3	\$ 476	\$ 2,310	\$ 3,257
Interfund receivables	(596)	-	-	-	-	-	-
Total current available funds (A)	18,280	564	663	3	476	2,310	3,257
WORKING CAPITAL ALLOWANCES:							
Highest month's expenditures	-	-	-	-	-	-	-
Encumbrances and current liabilities paid in lapse period	18,414	-	663	-	-	2,310	3,257
Refundable deposits/unearned revenue	-	-	-	-	-	-	-
Total working capital allowances (B)	18,414	-	663	-	-	2,310	3,257
CURRENT EXCESS FUNDS:							
Deduct B from A (C)	(134)	564	-	3	476	-	-
CALCULATION OF INCOME FUND REMITTANCE:							
An entity may offset excess capital or current funds within the entity:							
Enter the amount to be offset (D)	-	-	-	-	-	-	-
Enter the sum of C and D and move the amount due, if any, for deposit in the Income Fund	\$ (134)	\$ 564	\$ -	\$ 3	\$ 476	\$ -	\$ -

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
CALCULATION OF CURRENT EXCESS FUNDS (UNAUDITED) (Continued)
June 30, 2018

	Unique Charge Programs (Continued)							
	Econ Peru 07	Ecuadorian Business 07	Disney World Communication 07	Art in NYC 07	WIU Livestock Judging 07	RPTA Spain - 18 07	French Language 07	Washington DC - FY18 07
CURRENT AVAILABLE FUNDS:								
Cash and cash equivalents	\$ 3,427	\$ 4,091	\$ 603	\$ 5,114	\$ (794)	\$ (17)	\$ 5,270	\$ 3,749
Interfund receivables	-	-	-	-	-	-	-	-
Total current available funds (A)	<u>3,427</u>	<u>4,091</u>	<u>603</u>	<u>5,114</u>	<u>(794)</u>	<u>(17)</u>	<u>5,270</u>	<u>3,749</u>
WORKING CAPITAL ALLOWANCES:								
Highest month's expenditures	-	-	-	-	-	-	-	-
Encumbrances and current liabilities paid in lapse period	3,427	4,091	603	5,114	-	-	1,348	3,749
Refundable deposits/unearned revenue	-	-	-	-	-	-	4,521	-
Total working capital allowances (B)	<u>3,427</u>	<u>4,091</u>	<u>603</u>	<u>5,114</u>	<u>-</u>	<u>-</u>	<u>5,869</u>	<u>3,749</u>
CURRENT EXCESS FUNDS:								
Deduct B from A (C)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(794)</u>	<u>(17)</u>	<u>(599)</u>	<u>-</u>
CALCULATION OF INCOME FUND REMITTANCE:								
An entity may offset excess capital or current funds within the entity:								
Enter the amount to be offset (D)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Enter the sum of C and D and move the amount due, if any, for deposit in the Income Fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (794)</u>	<u>\$ (17)</u>	<u>\$ (599)</u>	<u>\$ -</u>

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
CALCULATION OF CURRENT EXCESS FUNDS (UNAUDITED) (Continued)
June 30, 2018

	Unique Charge Programs (Continued)						
	ECOEE	Honors	Ecuadorian	WEPA	Disney CC	London the	
	Fall 18	Selma	Intern	Puerto Rico	Land and Sea	City Experience	Total
	07	07	07	07	07	07	07
CURRENT AVAILABLE FUNDS:							
Cash and cash equivalents	\$ 20,251	\$ 11	\$ (12)	\$ 1,168	\$ 4,689	\$ 50	\$ 73,749
Interfund receivables	-	-	-	-	-	-	(596)
Total current available funds (A)	20,251	11	(12)	1,168	4,689	50	73,153
WORKING CAPITAL ALLOWANCES:							
Highest month's expenditures	-	-	-	-	-	-	-
Encumbrances and current liabilities paid in lapse period	189	-	-	863	-	-	44,028
Refundable deposits/unearned revenue	26,100	-	-	-	4,800	50	35,471
Total working capital allowances (B)	26,289	-	-	863	4,800	50	79,499
CURRENT EXCESS FUNDS:							
Deduct B from A (C)	(6,038)	11	(12)	305	(111)	-	(6,346)
CALCULATION OF INCOME FUND REMITTANCE:							
An entity may offset excess capital or current funds within the entity:							
Enter the amount to be offset (D)	-	-	-	-	-	-	-
Enter the sum of C and D and move the amount due, if any, for deposit in the Income Fund	\$ (6,038)	\$ 11	\$ (12)	\$ 305	\$ (111)	\$ -	\$ (6,346)

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
CALCULATION OF CURRENT EXCESS FUNDS (UNAUDITED) (Continued)
June 30, 2018

	<u>Auxiliary Enterprises - Other</u>		
	<u>Parking</u>	<u>Transit Fee/</u>	<u>Total</u>
	<u>Operations</u>	<u>QC Bookstore</u>	
	<u>11</u>	<u>13</u>	
CURRENT AVAILABLE FUNDS:			
Cash and cash equivalents	\$ 622,488	\$ 49,759	\$ 672,247
Interfund receivables	-	-	-
	<hr/>	<hr/>	<hr/>
Total current available funds (A)	622,488	49,759	672,247
	<hr/>	<hr/>	<hr/>
WORKING CAPITAL ALLOWANCES:			
Highest month's expenditures	51,589	193,317	244,906
Encumbrances and current liabilities paid in lapse period	9,512	51,194	60,706
Refundable deposits/unearned revenue	-	4,257	4,257
	<hr/>	<hr/>	<hr/>
Total working capital allowances (B)	61,101	248,768	309,869
	<hr/>	<hr/>	<hr/>
CURRENT EXCESS FUNDS:			
Deduct B from A (C)	561,387	(199,009)	362,378
	<hr/>	<hr/>	<hr/>
CALCULATION OF INCOME FUND REMITTANCE:			
An entity may offset excess capital or current funds within the entity:			
Enter the amount to be offset (D)	(459,874)	-	(459,874)
	<hr/>	<hr/>	<hr/>
Enter the sum of C and D and move the amount due, if any, for deposit in the Income Fund	\$ 101,513	\$ (199,009)	\$ (97,496)
	<hr/>	<hr/>	<hr/>

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
For the Year Ended June 30, 2018**

**UNIVERSITY ACCOUNTING ENTITIES AND RELATED SOURCES OF
REVENUES AND PURPOSES**

Indirect Cost

Source: Facilities and administrative costs paid on grants and contracts from outside agencies

Purpose: To pay for costs of grants and contract operations, overhead expenses and cost sharing and matching requirements of grants and contracts.

Public Service

Source: Registration and related fees that are charged for non-credit programs and services

Purpose: To facilitate the development, promotion and presentation of various non-credit programs for the regional area.

Student Programs and Services

Source: Student fees, income generated by student organization, athletic ticket sales and other charges for student services

Purpose: To administer receipts and disburse funds for student activities, organizations and services.

Instructional Resources and Services

Source: Charges for services, programs and special instructional materials in connection with instruction

Purpose: To enhance and expand instruction through related programs and activities.

University Stores and Service Centers

Source: Charges for materials and services supplied primarily to units of the University

Purpose: To operate stores and maintenance service centers for all units of the University.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
For the Year Ended June 30, 2018

UNIVERSITY ACCOUNTING ENTITIES AND RELATED SOURCES OF
REVENUES AND PURPOSES (Continued)

University Publications

Source: Subscriptions and charges for university-sponsored publications

Purpose: Preparation, promotion and distribution of University publications.

Unique Charge Programs

Source: Charges for special costs associated with field trips and other travel credit programs

Purpose: To operate and administer travel credit programs and field trips.

Sponsored Credit Programs

Source: Fees charged for credit programs sponsored fully by outside agencies

Purpose: To facilitate the development, promotion and presentation of various credit programs for sponsoring agencies.

Unrestricted Gifts

Source: Unrestricted gifts received by the University

Purpose: To support University programs at the discretion of the University President.

Compensated Absences

Source: None

Purpose: To reflect the University's accrued liability for employee compensated absences, including earned vacation and accumulated sick leave benefits.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
For the Year Ended June 30, 2018

UNIVERSITY ACCOUNTING ENTITIES AND RELATED SOURCES OF
REVENUES AND PURPOSES (Continued)

Auxiliary Enterprises – Revenue Bond Fund

The Auxiliary Enterprises – Revenue Bond Fund consists of the University Union, Campus Recreation, and University Housing and Dining Services.

Source: Funds generated from operation of Residence Halls, Graduate and Family Housing, University Union and Recreation Facility; also bond revenue fee income from students

Purpose: Revenues are used to support the operational costs of the revenue bond buildings, provide services to occupants or those using the facility, fund required services and pay financial requirements.

Auxiliary Enterprises – Other

The Auxiliary Enterprises – Other consists of the transit system, parking operations and the Quad Cities Bookstore.

Source: Student fees and purchases are the primary sources of income for the transit system and Quad Cities Bookstore. Parking permits and fines are the primary sources of income for parking operations

Purpose: To operate the transit system, parking operations and Quad Cities Bookstore.

University Services

Source: A percentage of gross revenue assessed to local and revenue bond fund accounts

Purpose: To recover costs associated with general University support services such as Business Services, Human Resources, University Technology, Public Safety, etc., provided to locally funded operations.

STATE OF ILLINOIS
 WESTERN ILLINOIS UNIVERSITY
 CURRENT FUNDS, UNRESTRICTED, OTHER
 BALANCE SHEET BY ENTITY
 June 30, 2018

	Indirect Cost	Public Service	Student Programs and Services	Instructional Resources and Services	University Stores and Service Centers	University Publications	Unique Charge Programs	Sponsored Credit Programs	Unrestricted Gifts	Compensated Absences for All Entities	University Services	Total
ASSETS												
Cash and temporary cash investments	\$ 1,717,616	\$ 1,221,706	\$ 902,289	\$ 1,289,256	\$ (971,224)	\$ 3,744	\$ 73,749	\$ 33,987	\$ 23,042	\$ 1,786,595	\$ 83,064	\$ 6,163,824
Cash, change funds	-	450	3,445	175	10,545	-	-	-	-	-	-	14,615
Accounts receivable, net	-	108,036	466,048	46,874	29,807	-	(597)	-	-	-	-	650,168
Inventories	-	6,806	39,309	68,498	930,464	-	-	-	-	-	-	1,045,077
Other	-	-	175,071	6,461	18,951	-	-	-	-	-	-	200,483
Investment in plant:												
Equipment	-	249,122	163,610	145,927	547,853	-	-	-	-	-	-	1,106,512
Building	-	-	291,600	-	157,946	-	-	-	-	-	70,862	520,408
Construction in progress	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	1,717,616	1,586,120	2,041,372	1,557,191	724,342	3,744	73,152	33,987	23,042	1,786,595	153,926	9,701,087
DEFERRED OUTFLOWS OF RESOURCES												
Deferred outflows of resources - pension	1,600	-	-	-	-	-	-	-	-	-	-	1,600
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	1,719,216	1,586,120	2,041,372	1,557,191	724,342	3,744	73,152	33,987	23,042	1,786,595	153,926	9,702,687
LIABILITIES AND FUND BALANCES												
LIABILITIES												
Accrued salaries and wages	204	34,283	46,383	9,880	24,968	-	-	-	-	-	33,720	149,438
Accounts payable	13,069	18,055	75,059	55,181	78,187	-	43,838	2,949	118	-	1,232	287,688
Accrued compensated absences	-	-	-	-	-	-	-	-	-	771,625	-	771,625
Deferred revenue	-	127,182	201,107	13,388	-	-	35,471	-	17,125	-	-	394,273
Lease obligations payable	-	-	-	-	138,690	-	-	-	-	-	-	138,690
Total liabilities	13,273	179,520	322,549	78,449	241,845	-	79,309	2,949	17,243	771,625	34,952	1,741,714
FUND BALANCES (DEFICIT)												
Current unrestricted	1,705,943	1,090,695	779,324	1,097,290	(91,732)	3,744	(6,157)	31,038	5,799	1,014,970	48,112	5,679,026
Renewals and replacements	-	66,783	314,188	235,525	7,120	-	-	-	-	-	-	623,616
Net investment in plant	-	249,122	625,311	145,927	567,109	-	-	-	-	-	70,862	1,658,331
Total fund balances	1,705,943	1,406,600	1,718,823	1,478,742	482,497	3,744	(6,157)	31,038	5,799	1,014,970	118,974	7,960,973
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,719,216	\$ 1,586,120	\$ 2,041,372	\$ 1,557,191	\$ 724,342	\$ 3,744	\$ 73,152	\$ 33,987	\$ 23,042	\$ 1,786,595	\$ 153,926	\$ 9,702,687

STATE OF ILLINOIS
 WESTERN ILLINOIS UNIVERSITY
 CURRENT FUNDS, UNRESTRICTED, OTHER
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BY ENTITY
 For the Year Ended June 30, 2018

	Indirect Cost	Public Service	Student Programs and Services	Instructional Resources and Services	University Stores and Service Centers	University Publications	Unique Charge Programs	Sponsored Credit Programs	Unrestricted Gifts	Compensated Absences for All Entities	University Services	Total
REVENUES AND OTHER ADDITIONS												
Fees and dues	\$ -	\$ 308,928	\$ 10,524,547	\$ 1,665,148	\$ 2,312	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,500,935
Indirect cost recovery	981,015	-	-	-	-	-	-	-	-	-	-	981,015
Investment income	15,624	10,456	51,290	10,826	14,153	52	25	18	268	20,617	4,205	127,534
Sales and subscriptions	-	165,988	238,160	212,455	1,595,980	2,441	563	-	-	-	-	2,215,587
Charges for services	23,200	2,069,582	968,476	100,387	1,976,683	-	297,760	110,200	210	-	2,500	5,548,998
Athletic guarantees	-	-	641,000	-	-	-	-	-	-	-	-	641,000
Other	500	34,155	1,234,221	99,082	139,509	60	458	825	-	-	-	1,508,810
Gifts	17,100	24,355	22,249	200	-	-	2,145	-	6,016	-	-	72,065
Expended for plant facilities	9,345	124,066	9,996	5,245	94,064	-	-	-	-	-	-	242,716
Other fixed asset additions	-	-	-	900	26,313	-	-	-	-	-	-	27,213
Total revenues and other additions	1,046,784	2,737,530	13,689,939	2,094,243	3,849,014	2,553	300,951	111,043	6,494	20,617	6,705	23,865,873
EXPENDITURES AND OTHER DEDUCTIONS												
Cost of sales	-	98,959	42,237	5,999	1,498,581	-	-	-	-	-	-	1,645,776
Personal services	44,473	1,517,220	3,393,827	539,979	733,736	900	9,679	62,369	11,813	-	1,749,933	8,063,929
Contractual services	307,739	466,980	7,303,828	519,212	321,214	79	286,224	9,402	2,337	-	462,977	9,679,992
Telecommunications	3,792	24,074	152,898	6,690	234,694	-	370	-	-	-	5,183	430,701
Travel	16,991	20,655	182,269	35,313	227,599	-	9,385	10,229	237	-	3,144	505,822
Retirement	3,906	-	-	-	-	-	201	-	-	-	-	4,107
Commodities	17,908	91,913	928,796	488,291	160,514	1,185	6,573	1,676	1,348	-	10,759	1,708,963
Equipment	67,075	203,199	189,458	318,500	138,700	330	1,887	177	155	-	1,199	920,680
Scholarships	-	6,951	2,332,509	9,500	-	-	-	-	-	-	-	2,348,960
Compensated absences adjustment	-	-	-	-	-	-	-	-	-	(60,012)	-	(60,012)
Athletic guarantees	-	-	32,015	-	-	-	-	-	-	-	-	32,015
Other	1,175	157,375	480,766	128,112	195,525	141	107	27,181	706	-	(2,109,045)	(1,117,957)
Other fixed asset deductions	-	46,874	96,100	84,012	149,178	-	-	-	-	-	9,909	386,073
Total expenditures and other deductions	463,059	2,634,200	15,137,703	2,135,608	3,659,741	2,635	314,426	111,034	16,596	(60,012)	134,059	24,549,049
NET INCREASE (DECREASE) IN FUND BALANCES BEFORE TRANSFERS	583,725	103,330	(1,447,764)	(41,365)	189,273	(82)	(13,475)	9	(10,102)	80,629	(127,354)	(683,176)
TRANSFERS												
Transfers to other funds, current funds	(133,995)	-	-	-	-	-	-	-	-	-	-	(133,995)
Transfers to other funds, plant funds	(9,345)	41,250	31,970	-	(78,969)	-	-	-	-	-	-	(15,094)
Transfers for lease obligation payments	-	-	-	-	(38,545)	-	-	-	-	-	-	(38,545)
Transfers for installment purchase payments	-	-	-	-	-	-	-	-	-	-	-	-
Total transfers	(143,340)	41,250	31,970	-	(117,514)	-	-	-	-	-	-	(187,634)
NET INCREASE (DECREASE) FOR THE YEAR	440,385	144,580	(1,415,794)	(41,365)	71,759	(82)	(13,475)	9	(10,102)	80,629	(127,354)	(870,810)
FUND BALANCES, BEGINNING OF YEAR	1,265,558	1,262,020	3,134,617	1,520,107	410,738	3,826	7,318	31,029	15,901	934,341	246,328	8,831,783
FUND BALANCES (DEFICIT), END OF YEAR	\$ 1,705,943	\$ 1,406,600	\$ 1,718,823	\$ 1,478,742	\$ 482,497	\$ 3,744	\$ (6,157)	\$ 31,038	\$ 5,799	\$ 1,014,970	\$ 118,974	\$ 7,960,973

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS
BALANCE SHEET BY ENTITY
June 30, 2018

	University Union	Recreation Facility	University Housing and Dining	Total
ASSETS				
Current funds:				
Cash and investments	\$2,761,314	\$1,041,248	\$ 323,637	\$ 4,126,199
Accounts and interest receivable, less allowance for doubtful accounts of \$3,320,000	430,323	71,943	1,328,763	1,831,029
Inventories	878,859	12,399	-	891,258
Equipment, net	-	-	994	994
Total assets, current funds	4,070,496	1,125,590	1,653,394	6,849,480
Plant funds:				
Cash - retirement of indebtedness	33,177	25,557	605,564	664,298
Cash and investments - renewals and replacements	2,056,490	1,502,236	19,048,109	22,606,835
Investment in plant, net:				
Land, buildings, and improvements	8,451,337	11,942,182	66,750,833	87,144,352
Equipment	12,636	100,805	182,836	296,277
Construction in progress	56,436	-	290,642	347,078
Bond issuance costs	-	20,654	214,858	235,512
Unamortized losses on debt refunding	6,769	57,439	225,957	290,165
Total assets, plant funds	10,616,845	13,648,873	87,318,799	111,584,517
TOTAL ASSETS	14,687,341	14,774,463	88,972,193	118,433,997
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Current funds:				
Accrued payroll	43,923	22,774	220,487	287,184
Accounts payable	225,249	28,067	415,223	668,539
Unearned revenue	27,100	64,216	92,207	183,523
Accrued compensated absences	204,849	140,916	641,908	987,673
Total liabilities, current funds	501,121	255,973	1,369,825	2,126,919
FUND BALANCES				
Fund balances, reserve for operations	3,569,375	869,617	283,569	4,722,561
Total liabilities and fund balances, current funds	4,070,496	1,125,590	1,653,394	6,849,480
LIABILITIES				
Plant funds:				
Accounts payable and accrued payroll	26,160	145,906	464,850	636,916
Accrued interest	33,177	25,801	605,319	664,297
Revenue bonds payable	3,937,597	2,613,659	49,276,433	55,827,689
Certificates of participation payable	-	-	835,809	835,809
Total liabilities, plant funds	3,996,934	2,785,366	51,182,411	57,964,711
FUND BALANCES				
Retirement of indebtedness	-	20,410	215,102	235,512
Renewals, replacements reserve	2,030,331	1,356,331	18,583,259	21,969,921
Investment in plant, net	4,589,580	9,486,766	17,338,027	31,414,373
Total fund balances, plant funds	6,619,911	10,863,507	36,136,388	53,619,806
Total liabilities and fund balances, plant funds	10,616,845	13,648,873	87,318,799	111,584,517
TOTAL LIABILITIES AND FUND BALANCES	\$ 14,687,341	\$ 14,774,463	\$ 88,972,193	\$ 118,433,997

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BY ENTITY
For the Year Ended June 30, 2018**

	University Union	Recreation Facility	University Housing & Dining	Total
REVENUES				
Room and board	\$ -	\$ -	\$ 29,421,722	\$ 29,421,722
Graduate and family housing	-	-	160,516	160,516
Sales and services	2,770,582	493,429	1,500,852	4,764,863
Student fees	2,709,477	2,518,979	561,942	5,790,398
Investment income	65,748	30,728	332,688	429,164
Other	105,088	19,100	1,211,940	1,336,128
Total revenues	5,650,895	3,062,236	33,189,660	41,902,791
OPERATING EXPENDITURES				
Cost of merchandise sold	1,843,503	32,245	-	1,875,748
Personal services:				
Student	143,468	295,626	1,396,030	1,835,124
Regular	1,755,866	957,783	6,547,324	9,260,973
Compensated absences	(183)	(100)	(680)	(963)
Fringe benefits	55,618	29,321	251,851	336,790
Food service and catering	14,441	731	10,654,372	10,669,544
Contractual services	156,879	36,414	540,538	733,831
Supplies	35,679	74,635	215,476	325,790
Travel	2,670	3,973	18,693	25,336
Utilities	218,847	142,129	2,200,934	2,561,910
Telephone	14,488	4,456	62,116	81,060
Repairs and maintenance	105,133	53,054	888,594	1,046,781
Insurance	24,619	15,181	233,980	273,780
Other financial	32,815	2,574	13,634	49,023
Equipment	2,840	3,353	56,585	62,778
Bad debts	30,296	23,286	816,429	870,011
Administrative support	196,873	107,178	1,144,946	1,448,997
Miscellaneous	91,663	28,686	1,343,927	1,464,276
Total operating expenditures	4,725,515	1,810,525	26,384,749	32,920,789
EXCESS OF REVENUES OVER OPERATING EXPENDITURES	925,380	1,251,711	6,804,911	8,982,002
TRANSFERS				
Transfers for principal and interest	(404,799)	(470,957)	(6,372,534)	(7,248,290)
Transfers for renewals, replacements, deferred maintenance and equipment reserve	(43,624)	(78,018)	(452,058)	(573,700)
Total transfers	(448,423)	(548,975)	(6,824,592)	(7,821,990)
NET INCREASE (DECREASE) FOR THE YEAR	476,957	702,736	(19,681)	1,160,012
FUND BALANCES, BEGINNING OF YEAR	3,092,418	166,881	303,250	3,562,549
FUND BALANCES, END OF YEAR	\$ 3,569,375	\$ 869,617	\$ 283,569	\$ 4,722,561

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS
PLANT FUNDS STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY
For the Year Ended June 30, 2018

	University Union	Recreation Facility	University Housing & Dining	Total
Retirement of indebtedness				
Fund balances, July 1, 2017	\$ -	\$ 22,770	\$ 232,143	\$ 254,913
Interest income	4	3	63	70
Bond issuance expenditures	-	(2,360)	(17,041)	(19,401)
Retirement of bonds	(250,149)	(351,251)	(3,853,600)	(4,455,000)
Bonds refunded	-	-	-	-
Interest paid, bonds	(154,654)	(119,709)	(2,518,997)	(2,793,360)
Mandatory debt retirement transfer	404,799	470,957	6,372,534	7,248,290
Fund balances, June 30, 2018	<u>\$ -</u>	<u>\$ 20,410</u>	<u>\$ 215,102</u>	<u>\$ 235,512</u>
Renewals, replacements, def. maint. and equipment reserve				
Fund balances, July 1, 2017	\$ 2,125,847	\$ 1,547,036	\$ 19,732,484	\$ 23,405,367
Transfers from current funds	43,624	78,018	452,058	573,700
Expenditures for renewals and replacements	(139,140)	(268,723)	(1,601,283)	(2,009,146)
Fund balances, June 30, 2018	<u>\$ 2,030,331</u>	<u>\$ 1,356,331</u>	<u>\$ 18,583,259</u>	<u>\$ 21,969,921</u>
Investment in plant (net)				
Fund balances, July 1, 2017	\$ 4,891,179	\$ 8,720,390	\$ 18,118,175	\$ 31,729,744
Retirement of bonds	250,149	351,251	3,907,130	4,508,530
Additions to plant	56,436	202,028	305,536	564,000
Depreciation	(611,045)	(474,082)	(5,106,131)	(6,191,258)
Gifts and other (additions and deductions to fixed assets)	-	(2,048)	-	(2,048)
Discount amortization	6,730	50,744	184,443	241,917
Refund amortization	(3,869)	(21,703)	(68,180)	(93,752)
Transfers (net)	-	660,186	(2,946)	657,240
Fund balances, June 30, 2018	<u>\$ 4,589,580</u>	<u>\$ 9,486,766</u>	<u>\$ 17,338,027</u>	<u>\$ 31,414,373</u>

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
AUXILIARY ENTERPRISE FUNDS - OTHER
BALANCE SHEET BY ENTITY
June 30, 2018

	Parking Operations	Transit Fee	Quad Cities Bookstore	Total
ASSETS				
Cash and temporary cash investments	\$ 622,188	\$ 56,277	\$ (6,718)	\$ 671,747
Change funds	300	-	200	500
Accounts receivable, net	53,921	16,833	-	70,754
Inventory	-	-	6,585	6,585
Investment in plant:				
Buildings	11,803	-	-	11,803
Site improvements	1,104,244	81,028	-	1,185,272
Equipment	-	4,793	-	4,793
TOTAL ASSETS	<u>1,792,456</u>	<u>158,931</u>	<u>67</u>	<u>1,951,454</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accrued payroll	6,782	-	-	6,782
Accounts payable	133,947	51,193	-	185,140
Deferred revenue	-	4,257	-	4,257
Total liabilities	<u>140,729</u>	<u>55,450</u>	<u>-</u>	<u>196,179</u>
FUND BALANCES				
Current unrestricted	207,023	17,660	67	224,750
Renewals and replacements	328,657	-	-	328,657
Net investment in plant	1,116,047	85,821	-	1,201,868
Total fund balances	<u>1,651,727</u>	<u>103,481</u>	<u>67</u>	<u>1,755,275</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,792,456</u>	<u>\$ 158,931</u>	<u>\$ 67</u>	<u>\$ 1,951,454</u>

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
AUXILIARY ENTERPRISE FUNDS - OTHER
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BY ENTITY
For the Year Ended June 30, 2018**

	Parking Operations	Transit Fee	Quad Cities Bookstore	Total
REVENUES AND OTHER ADDITIONS				
Sales and services	\$ 504,938	\$ -	\$ 8,083	\$ 513,021
Fees	-	556,515	-	556,515
Investment income	6,070	3,065	-	9,135
Fines	207,887	-	-	207,887
Other revenues	2,523	3,459	-	5,982
Total revenues and other additions	721,418	563,039	8,083	1,292,540
EXPENDITURES AND OTHER DEDUCTIONS				
Personal services	315,228	71,222	-	386,450
Contractual services	22,478	289,227	395	312,100
Cost of goods sold	-	-	5,659	5,659
Commodities	17,184	6,135	243	23,562
Equipment	3,783	12,056	-	15,839
Telecommunications	1,391	3,934	-	5,325
Other expenditures	60,170	199,475	405	260,050
Expended for renewals and replacements	158,388	-	-	158,388
Other fixed asset deductions	88,067	7,812	-	95,879
Total expenditures and other deductions	666,689	589,861	6,702	1,263,252
NET INCREASE (DECREASE) IN FUND BALANCES BEFORE TRANSFERS				
	54,729	(26,822)	1,381	29,288
TRANSFERS				
Transfers from other funds, plant funds	-	(3,571)	-	(3,571)
NET INCREASE (DECREASE) FOR THE YEAR				
	54,729	(30,393)	1,381	25,717
FUND BALANCES (DEFICIT), BEGINNING OF YEAR				
	1,596,998	133,874	(1,314)	1,729,558
FUND BALANCES, END OF YEAR				
	\$ 1,651,727	\$ 103,481	\$ 67	\$ 1,755,275

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED)
For the Year Ended June 30, 2018**

UNIVERSITY FUNCTIONS AND PLANNING PROGRAM (UNAUDITED)

The primary focus of Western Illinois University (University), a component unit of the State of Illinois (State), is on instruction and an additional commitment to research and public service. Dr. Jack Thomas is the current President of the University. The University has campuses located in Macomb and Moline, Illinois.

The University developed various institutional planning programs to guide implementation of the University's vision, mission, values, goals and priorities. These programs include the University's *Higher Values in Higher Education (HVHE) 2012-2022 Strategic Plan*, Campus Master Plans, Institutional Strategic Plan for Technology, and institutional accreditation reporting for the Higher Learning Commission - North Central Association of Colleges and Schools. The following shows a brief description of the institutional plans:

- The University developed a strategic plan that guides its daily operations, planning and resource allocation in support of academic mission and service operations. The Strategic Plan is a ten-year long-term vision for the University, which was endorsed by all campus governance groups and approved for implementation by the University Board of Trustees. The University holds itself accountable to advancing the priorities and goals of the University's Strategic Plan by means of monthly/annual updates and each spring, the Vice Presidents and areas that report to the President present an overview of their area's accomplishments and plans in an open two-day forum and provide a consolidated annual report of their accomplishments, plans and budget requests. In the new HVHE edition, goals were aligned directly with the University's core values, to recognize the emphasis the University places in demonstrating these values.
- Campus Master Plans for Macomb and Quad Cities identify a 20-year plan for new and remodeled facilities, infrastructure and grounds at Western Illinois University. These plans were endorsed by all campus governance groups for implementation by the Western Illinois University Board of Trustees. The *Macomb Campus Master Plan 2012-2032* balances the need for facility and site improvements with fiscal realities of the present day. The plan is a collection of powerful ideas, which established the framework for coordinating physical change on the Macomb campus. The plan presents a twenty-year vision to guide the future of the institution. The fundamental used in the 2007 Campus Master Plan remains relevant and served as the starting point for the 2012 master planning effort. *Vision 2020 for Quad Cities campus Master Plan* reflects the institution's values and creates a campus environment where lifelong relationships are established, ideas are tested, and learning is inspired. The *Campus Master Plan Updates* document institutional master plan accomplishments annually.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018

UNIVERSITY FUNCTIONS AND PLANNING PROGRAM (UNAUDITED) (Continued)

- The University's Board of Trustees unanimously approved in October 2013, the *2013-2018 Information Technology Strategic Plan* at the University. The technology plan aims to provide state-of-the-art technology and service to support the academic mission and service operations of the University. University Technology supports comprehensive voice, video, and data networks, and provides institutional support to end users, who are supported by the Center for Application of Information Technologies, Center for Innovation Teaching and Research, departmental and college representatives, Electronic Student Services, and Administrative Information Management Systems. The Institutional Strategic Plan for Technology website contains the University's plan for technology, as well as annual accountability reports. The Board of Trustees receives progress reports on the status of the technology plan.
- The University is fully accredited by the Higher Learning Commission - North Central Association of Colleges and Schools (Commission). Receiving institutional accreditation by the Commission is designed to provide assurance to the public, and particularly to prospective students, that the University meets clearly stated criteria and that there are reasonable grounds for believing that it will continue to meet them. Institutional accreditation is also required for the University to receive and disperse federal Title IV financial aid and assures that University credit hours and degrees are transferable to other accredited institutions of higher education. The University was first accredited in 1913 and accreditation has been continuous since that time. During the February 2011 on-site visit, the On-Site Review Team re-affirmed Western Illinois University's accreditation with the next comprehensive visit scheduled for 2021. The team's visit was followed by a review process and Commission action. The Commission's process is multilayered to ensure the appropriateness of its actions. The process included review of documents relating to the visit by a Readers Panel and final action by the Institutional Actions Council (IAC). These actions were made official September 6, 2011.

University Planning is housed in the Division of Quad Cities and Planning under the leadership of Dr. Joseph Rives. University Planning provides planning/policy coordination and accountability reporting for the University's Strategic Plan (*Higher Values in Higher Education*) and Campus Master Plans. Dr. Rives serves as the Accreditation Liaison Officer to the Higher Learning Commission-North Central Association of Colleges and Schools.

The primary planning program of the University is coordinated through the Budget Office, which provides a full-time budget and planning function.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018

UNIVERSITY FUNCTIONS AND PLANNING PROGRAM (UNAUDITED) (Continued)

In addition to the institutional planning programs described above, other significant planning documents and a brief description of the related planning process are as follows:

- Resource Allocation and Management Program (RAMP) for Operations and Grants Resource Requirements - This is a five-year plan that includes comparison to the preceding two fiscal years. Among other data included are a summary of operations cost by function and source of funds, summary of staff requirements and earnings, projected enrollments, tuition and fees. In addition, detailed information by various departments and programs is included.
- Resource Allocation and Management Program (RAMP) Capital Requirements Plan- This also is a five-year planning program and includes a summary of capital requirements by budgetary category. These requirements are detailed as to buildings or components of buildings as well as other capital projects planned for the University.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
June 30, 2018 and 2017

ANALYSIS OF VARIATIONS IN ACCOUNT BALANCES (UNAUDITED)
(Unrestricted and Restricted Assets Combined)

	FISCAL YEAR ENDED JUNE 30		INCREASE (DECREASE)		
	2018	2017	AMOUNT	%	
ASSETS					
<i>Current assets:</i>					
Cash and cash equivalents	\$ 52,909,769	\$ 32,006,948	\$ 20,902,821	65%	(1)
Accounts receivable, net	9,297,566	9,949,914	(652,348)	-7%	
Student loans receivable, net	351,998	376,683	(24,685)	-7%	
Due from component unit	149,845	205,790	(55,945)	-27%	
Due from primary government	1,399,986	1,200,220	199,766	17%	
Inventories	1,942,919	1,937,565	5,354	0%	
Prepaid expenses and other assets	234,351	56,228	178,123	317%	
<i>Total current assets</i>	<u>66,286,434</u>	<u>45,733,348</u>	<u>20,553,086</u>	<u>45%</u>	
<i>Noncurrent assets:</i>					
Student loans receivable, net	1,048,344	1,222,919	(174,575)	-14%	
Capital assets, net of accumulated depreciation	215,519,206	228,561,518	(13,042,312)	-6%	
Other assets	250,241	276,144	(25,903)	-9%	
<i>Total noncurrent assets</i>	<u>216,817,791</u>	<u>230,060,581</u>	<u>(13,242,790)</u>	<u>-6%</u>	
TOTAL ASSETS	<u>283,104,225</u>	<u>275,793,929</u>	<u>7,310,296</u>	<u>3%</u>	
DEFERRED OUTFLOWS OF RESOURCES					
Unamortized losses on debt refunding	695,964	854,644	(158,680)	-19%	
Pension	369,915	368,321	1,594	0%	
Other Post-Employment Benefits	398,866	-	398,866	100%	(5)
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>1,464,745</u>	<u>1,222,965</u>	<u>241,780</u>	<u>20%</u>	
LIABILITIES					
<i>Current liabilities:</i>					
Accounts payable and accrued liabilities	3,123,946	7,675,660	(4,551,714)	-59%	(2)
Accrued payroll	6,911,435	7,005,588	(94,153)	-1%	
Due to primary government	16,205	2,169,380	(2,153,175)	-99%	(3)
Unearned revenue	4,948,121	5,416,953	(468,832)	-9%	
Other liabilities	1,916,547	1,987,489	(70,942)	-4%	
Capital leases payable	32,133	28,766	3,367	12%	
Revenue bonds payable	4,786,940	4,697,266	89,674	2%	
Certificates of participation	2,431,990	2,380,162	51,828	2%	
Compensated absences	1,597,999	1,450,934	147,065	10%	
<i>Total current liabilities</i>	<u>25,765,316</u>	<u>32,812,198</u>	<u>(7,046,882)</u>	<u>-21%</u>	
<i>Noncurrent liabilities:</i>					
Capital leases payable	110,068	139,930	(29,862)	-21%	
Revenue bonds payable	51,040,749	55,827,689	(4,786,940)	-9%	
Certificates of participation	17,387,301	19,819,292	(2,431,991)	-12%	
OPEB liabilities	16,653,514	-	16,653,514	100%	(4)
Compensated absences	7,665,117	8,624,212	(959,095)	-11%	
<i>Total noncurrent liabilities</i>	<u>92,856,749</u>	<u>84,411,123</u>	<u>8,445,626</u>	<u>10%</u>	
TOTAL LIABILITIES	<u>118,622,065</u>	<u>117,223,321</u>	<u>1,398,744</u>	<u>1%</u>	
DEFERRED INFLOWS OF RESOURCES					
Other Post-Employment Benefits	4,564,559	-	4,564,559	100%	(5)
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>4,564,559</u>	<u>-</u>	<u>4,564,559</u>	<u>100%</u>	
NET POSITION					
Net investment in capital assets	140,425,989	146,523,057	(6,097,068)	-4%	
Restricted - expendable	28,862,299	29,012,569	(150,270)	-1%	
Unrestricted	(7,905,942)	(15,742,053)	7,836,111	50%	(6)
TOTAL NET POSITION	<u>\$ 161,382,346</u>	<u>\$ 159,793,573</u>	<u>\$ 1,588,773</u>	<u>1%</u>	

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018**

**ANALYSIS OF SIGNIFICANT VARIATIONS IN ACCOUNT BALANCES (UNAUDITED)
(Continued)**

All variances greater than \$325,000 and 20% of the previous year are discussed below. Refer to the Analysis of Significant Variations in Account Balances on page 65 for the actual dollar changes.

University management provided the following explanations for the significant variations identified:

(1) Cash and Cash Equivalents

Prior year cash was down primarily due to FY17 State appropriations and MAP funding not received until FY18. Cash was increased in FY18 once appropriations and MAP funding was received. The increase in cash was offset partly by a decrease in receipts for tuition and fees and room and board.

(2) Accounts Payable and Accrued Liabilities

The decrease in accounts payable and accrued liabilities was due to the University's decision to exercise the 90-day cycle to pay vendors in FY17 but not in FY18.

(3) Due to Primary Government

The University delayed payment of FY17 audit costs and group insurance until state appropriations were received in FY18. FY18 audit costs and group insurance were paid in FY18.

(4) OPEB Liabilities

GASB 75 was implemented in FY18 and required the recognition and recording of unfunded actuarial liability related to post-employment benefits.

(5) OPEB Deferred Outflows / Inflows of Resources

GASB 75 was implemented in FY18 and required the recognition and recording of unfunded actuarial liability related to post-employment benefits. The increase relates to changes in assumptions and proportion of differences between employer contributions and the proportionate share of contributions.

(6) Unrestricted Net Position

The increase in unrestricted net position was due to FY17 appropriations and MAP funding not received until FY18, the University's decision to not exercise the 90-day cycle to pay vendors in FY18, and the sale of a building on the Quad Cities campus. These increases in unrestricted net position were offset slightly by the implementation of GASB 75 and a reduction in tuition receipts.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Years Ended June 30, 2018 and 2017

ANALYSIS OF SIGNIFICANT VARIATIONS IN OPERATING AND NONOPERATING
REVENUES AND EXPENSES (UNAUDITED)

	FISCAL YEAR ENDED JUNE 30		INCREASE (DECREASE)	
	2018	2017	AMOUNT	%
OPERATING REVENUES				
Tuition and fees, net	\$ 59,001,018	\$ 67,567,759	\$ (8,566,741)	-13%
Grants and contracts	10,421,672	10,471,894	(50,222)	0%
Sales and services of educational departments	4,212,256	4,894,119	(681,863)	-14%
Auxiliary enterprises, net	34,504,120	39,895,099	(5,390,979)	-14%
Student loan activities	52,555	41,146	11,409	28%
Other operating revenues	4,336,409	3,798,396	538,013	14%
<i>Total operating revenues</i>	<u>112,528,030</u>	<u>126,668,413</u>	<u>(14,140,383)</u>	<u>-11%</u>
OPERATING EXPENSES				
Instruction	56,877,208	56,973,379	(96,171)	0%
Research	3,696,216	3,252,347	443,869	14%
Public service	9,922,880	9,601,469	321,411	3%
Academic support	13,745,088	14,142,558	(397,470)	-3%
Student services	19,378,123	18,893,407	484,716	3%
Institutional support	13,475,377	13,211,002	264,375	2%
Operation and maintenance of plant	12,688,440	12,712,675	(24,235)	0%
Student aid expense	11,756,000	10,688,107	1,067,893	10%
Auxiliary enterprises	34,650,133	36,078,220	(1,428,087)	-4%
Staff benefits	6,783,989	6,854,422	(70,433)	-1%
Depreciation	14,363,925	15,023,275	(659,350)	-4%
On-behalf payments	91,893,341	102,187,436	(10,294,095)	-10%
Other operating expenses	52,682	24,522	28,160	115%
<i>Total operating expenses</i>	<u>289,283,402</u>	<u>299,642,819</u>	<u>(10,359,417)</u>	<u>-3%</u>
OPERATING LOSS	<u>(176,755,372)</u>	<u>(172,974,406)</u>	<u>(3,780,966)</u>	<u>2%</u>
NONOPERATING REVENUES (EXPENSES)				
State appropriations	66,336,828	31,409,000	34,927,828	111% (1)
On-behalf payments for fringe benefits	91,893,341	102,187,436	(10,294,095)	-10%
Gifts	1,162,954	630,327	532,627	85% (2)
Nonoperating grants	41,780,284	31,865,150	9,915,134	31% (3)
Gain (loss) on disposal of capital assets	343,417	(10,174)	353,591	-3475% (4)
Investment income	874,360	296,644	577,716	195% (5)
Interest on capital asset - related debt	(3,521,554)	(3,676,275)	154,721	-4%
Other nonoperating revenues	149,725	156,254	(6,529)	-4%
<i>Net nonoperating revenues</i>	<u>199,019,355</u>	<u>162,858,362</u>	<u>36,160,993</u>	<u>22%</u>
INCOME (LOSS) BEFORE CAPITAL ITEMS	<u>22,263,983</u>	<u>(10,116,044)</u>	<u>32,380,027</u>	<u>-320%</u>
Capital State appropriations	94,123	-	94,123	100%
<i>Total capital items</i>	<u>94,123</u>	<u>-</u>	<u>94,123</u>	<u>100%</u>
INCREASE (DECREASE) IN NET POSITION	<u>22,358,106</u>	<u>(10,116,044)</u>	<u>32,474,150</u>	<u>-321%</u>
NET POSITION, BEGINNING OF YEAR AS PREVIOUSLY REPORTED	159,793,573	169,909,617	(10,116,044)	-6%
PRIOR PERIOD ADJUSTMENT	<u>(20,769,333)</u>	<u>-</u>	<u>(20,769,333)</u>	<u>-100%</u>
NET POSITION, BEGINNING OF YEAR AS RESTATED	<u>139,024,240</u>	<u>169,909,617</u>	<u>(30,885,377)</u>	<u>-18%</u>
NET POSITION, END OF YEAR	<u>\$ 161,382,346</u>	<u>\$ 159,793,573</u>	<u>\$ 1,588,773</u>	<u>1%</u>

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018**

**ANALYSIS OF SIGNIFICANT VARIATIONS IN OPERATING AND
NONOPERATING REVENUES AND EXPENSES (UNAUDITED) (Continued)**

All variances greater than \$325,000 and 20% of the previous year are discussed below. Refer to the Analysis of Significant Variations in Operating and Nonoperating Revenues and Expenses on page 67 for the actual dollar changes.

University management provided the following explanations for the significant variations identified:

(1) State Appropriations

The State budget impasse caused a major fluctuation in State appropriations. Per GASB 33, FY17 appropriations received in July 2017 were recognized as revenues in FY18 even though they were used to pay for FY17 expenses. FY18 appropriations were received in FY18.

(2) Gifts

The University received more gifts from the Foundation in FY18.

(3) Nonoperating Grants

FY17 MAP grants were received and recognized as revenues in FY18.

(4) Gain on Disposal of Capital Assets

The gain pertains to the sale of the University's 60th street property for \$1.3 million.

(5) Investment Income

Investment income increased with the increase in cash and interest rates.

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018**

ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING (UNAUDITED)

The Western Illinois University (University) had no appropriation line item with lapse period expenditures in excess of \$325,000 and 20% of total line item expenditures for the fifteen months ended September 30, 2018.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
June 30, 2018 and 2017

ANALYSIS OF ACCOUNTS RECEIVABLE (UNAUDITED)

Accounts receivable (net) at June 30, were as follows:

	2018	2017
Current unrestricted funds	\$ 6,946,954	\$ 8,121,662
Current restricted funds	2,207,344	1,648,856
Loan funds	63	14,883
Plant funds	142,611	164,645
Agency funds	594	(132)
Total accounts receivable (net)	<u>\$ 9,297,566</u>	<u>\$ 9,949,914</u>

Accounts receivable at gross less allowance for uncollectible accounts were as follows:

	2018	2017
Accounts receivable - all funds, at gross	\$ 16,031,866	\$ 16,294,714
Less: allowance for uncollectible accounts	<u>6,734,300</u>	<u>6,344,800</u>
Total accounts receivable (net)	<u>\$ 9,297,566</u>	<u>\$ 9,949,914</u>

Accounts receivable aging was as follows:

	2018	2017
Receivables not past due	<u>\$ 4,942,730</u>	<u>\$ 5,005,295</u>
Past due receivables:		
1 day - 90 days	2,197,846	2,682,611
91 days - 180 days	54,529	25,844
181 days - 1 year	1,009,969	1,194,962
Over 1 year	<u>7,826,792</u>	<u>7,386,002</u>
Total receivables past due	<u>11,089,136</u>	<u>11,289,419</u>
Total receivables, at gross	<u><u>\$ 16,031,866</u></u>	<u><u>\$ 16,294,714</u></u>

Accounts receivable of Western Illinois University (University) consists of tuition and fee charges to students, amounts receivable from funding agencies for grants, amounts receivable from third parties, and charges for auxiliary enterprise services provided to students, faculty and staff.

Collection Policies for Accounts Receivable

The University processes student accounts receivable through the Billing and Receivables Office. Monthly statements are processed for all students. If the balance on the account exceeds \$4.99 and payment is not received by the due date, academic transcripts are not released. A 1% finance charge is assessed on all past due balances that exceed \$14.99. Students with past due balances exceeding \$499.99 are not permitted to register for future terms.

Students who are no longer enrolled and have an account balance continue to receive monthly statements. Accounts with balances less than \$5.00 are not subject to collection efforts due to the costs associated with the collection process. Accounts with balances less than \$100.00 are sent two separate collection notices by the Billing and Receivables Office. If the account is not paid in full by the due date of the second collection notice, the debt is subject to offset through the State Comptroller's Office. Accounts with balances that are \$100.00 and over are subject to collection notices, telephone contacts, State Comptroller's offset and attorney/collection agency placement.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Years Ended June 30, 2018 and 2017

EMPLOYMENT STATISTICS - FULL-TIME EQUIVALENT* (UNAUDITED)

	Instructional Activities	Organized Research	Public Service	Academic Support	Student Services	Institutional Support	O&M Physical Plant	Independent Operations	Total All Functions
Year Ended June 30, 2018									
Appropriated funds:									
Faculty/administrative	655.9	11.5	21.9	34.9	52.9	39.4	2.8	-	819.3
Civil service	125.2	7.2	11.5	45.2	29.1	65.0	123.6	-	406.8
Student employees	25.4	1.8	1.0	21.8	3.6	4.9	3.0	-	61.5
Total appropriated	806.5	20.5	34.4	101.9	85.6	109.3	129.4	-	1,287.6
Non-appropriated funds:									
Faculty/administrative	6.8	20.6	59.4	-	46.7	-	7.4	33.8	174.7
Civil service	1.9	0.2	7.5	-	36.8	-	104.8	58.9	210.1
Student employees	24.2	8.8	8.4	0.3	36.3	-	10.1	107.3	195.4
Total non-appropriated	32.9	29.6	75.3	0.3	119.8	-	122.3	200.0	580.2
Total all funds	839.4	50.1	109.7	102.2	205.4	109.3	251.7	200.0	1,867.8
Year Ended June 30, 2017									
Appropriated funds:									
Faculty/administrative	662.4	13.2	22.7	35.0	53.6	38.4	7.3	-	832.6
Civil service	131.0	8.0	11.3	46.8	25.8	64.1	119.6	-	406.6
Student employees	22.9	1.3	1.0	22.0	3.7	5.6	5.5	-	62.0
Total appropriated	816.3	22.5	35.0	103.8	83.1	108.1	132.4	-	1,301.2
Non-appropriated funds:									
Faculty/administrative	6.9	11.6	70.7	-	47.1	-	5.0	34.9	176.2
Civil service	1.7	0.2	8.1	-	39.9	-	108.4	65.1	223.4
Student employees	25.0	7.9	9.3	0.2	36.3	-	11.1	108.6	198.4
Total non-appropriated	33.6	19.7	88.1	0.2	123.3	-	124.5	208.6	598.0
Total all funds	849.9	42.2	123.1	104.0	206.4	108.1	256.9	208.6	1,899.2

NOTE:

* Statistics presented represent the average number of employees on a full time equivalent basis from July 1, 2016 through June 30, 2018 derived from University records.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Years Ended June 30, 2018 and 2017

SERVICE EFFORTS AND ACCOMPLISHMENTS (UNAUDITED)

ENROLLMENT STATISTICS

Enrollment figures, as developed by University personnel for the undergraduate and graduate schools during the years ended June 30, 2018 and 2017 are presented below:

	<u>2018</u>	<u>2017</u>
Fall term:		
Undergraduate students	6,877	7,827
Graduate students	1,289	1,256
Extension students	1,275	1,290
Total enrollment	<u>9,441</u>	<u>10,373</u>
Full-time equivalent students	<u>8,134</u>	<u>8,934</u>
Spring term:		
Undergraduate students	6,108	6,950
Graduate students	1,269	1,204
Extension students	1,222	1,315
Total enrollment	<u>8,599</u>	<u>9,469</u>
Full-time equivalent students	<u>7,323</u>	<u>8,107</u>
Summer term:		
Undergraduate students	630	760
Graduate students	334	314
Extension students	2,002	2,025
Total enrollment	<u>2,966</u>	<u>3,099</u>
Full-time equivalent students	<u>2,252</u>	<u>2,346</u>
Annual full-time equivalent students (based on average per term exclusive of summer term)	<u>7,729</u>	<u>8,521</u>
DEGREES CONFERRED		
Undergraduate students	1,905	2,081
Graduate students	673	601

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018**

**SCHEDULE OF UNRESTRICTED CURRENT FUNDS
GENERAL EXPENDITURE PER FULL-TIME EQUIVALENT STUDENT*
AS REPORTED TO THE BOARD OF HIGHER EDUCATION (UNAUDITED)**

	Total Costs**	Total Costs Per Full-Time Equivalent Student*
Direct salary	\$ 35,611,787	\$ 4,608
Indirect instruction	7,684,682	994
Departmental research	2,147,937	278
Departmental overheads	10,712,383	1,386
College or school overheads	4,809,524	622
	<hr/>	<hr/>
Total department and college costs	60,966,313	7,888
	<hr/>	<hr/>
Overhead support unique to a function	6,789,931	879
All other academic support	6,739,965	872
Student services	4,671,642	604
Institutional support	11,467,275	1,484
	<hr/>	<hr/>
Total University overheads	29,668,813	3,839
	<hr/>	<hr/>
Total department and college costs with University overheads	90,635,126	11,727
	<hr/>	<hr/>
Operation and maintenance of physical plant	12,216,570	1,581
	<hr/>	<hr/>
Total costs	<u>\$ 102,851,696</u>	<u>\$ 13,308</u>

NOTES:

* *The number of full-time equivalent (FTE) students for Fiscal Year 2018 is the sum of FTE students for Fall 2017 and Spring 2018 semesters divided by two.*

Fall 2017 FTE	8,134
Spring 2018 FTE	7,323
Full-time equivalent	7,729

** *Total costs include instructional costs, public service, and organized research expenditures.*

Source: FY2018 WIU Discipline Cost Study

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018**

UNIVERSITY BOOKSTORE INFORMATION (UNAUDITED)

Contracted / Rents to students / University operated	University operated
Contractor	Not applicable
Contract term	Not applicable
Amount of gross sales for bookstore in FY 2018	\$2,446,816
Commissions	Not applicable
Commission terms	Not applicable
Given exclusive rights	No
Competition “other” nearby / on-campus bookstores	Not applicable

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018

SPECIAL DATA REQUIREMENTS FOR UNIVERSITY AUDITS (UNAUDITED)

In accordance with an Office of the Auditor General, July 2000, memorandum entitled “Matters Regarding University Audits” (Memorandum), certain supplemental data is required to be reported for University audits. The table below cross references the memorandum requirements (indicated by number and letter paragraph references) to the Western Illinois University (University) financial statements and audit reports for the year ended June 30, 2018, where such special data is found.

Compliance Findings

13(a) Findings of noncompliance with University Guidelines for the year ended June 30, 2018 were noted, see findings 2018-003 and 2018-004.

Indirect Cost Reimbursement

13(b) A statement of sources and applications of indirect cost reimbursements is included in this report on page 44.

13(c) The University’s calculation sheet for indirect cost carry-forward is included in this report on page 45.

Tuition, Charges and Fees

13(d) The University does not have statutory authority to divert tuition to Auxiliary Enterprise operations and we noted no instances of any such diversion.

Auxiliary Enterprises, Activities and Accounting Entities

13(e) Identification of each specific accounting entity and description of the sources of revenue and purpose of each are presented on pages 52 through 54.

13(f) Entity financial statements are presented on pages 55 through 61 of this report. The entity financial statements should be read in conjunction with the University’s audited financial statements for the year ended June 30, 2018.

13(g) The University’s calculation sheets for current excess funds are presented in this report on pages 46 through 51.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018

SPECIAL DATA REQUIREMENTS FOR UNIVERSITY AUDITS (UNAUDITED)
(Continued)

- 13(h) The University Auxiliary Enterprises and activities received \$2,124,370 for group insurance and \$1,050,610 for pensions from State appropriated funds for the year ended June 30, 2018. These amounts of support were estimated by University management.
- 13(i) Revenue and expenditures for the various bond indenture required accounts are included on page 58 of this report. Description of the accounts and requirements is included in Note 8 of the June 30, 2018 Financial Statements.
- 13(j) Audit tests of the Revenue Bond Fund accounting revealed no instances of noncompliance with the terms of the bond indenture during the year ended June 30, 2018.
- 13(k) As of June 30, 2018, the University did not have a non-instructional facilities reserve account. Previously, such account was established in conjunction with the September 1995 Board of Governors of the State Colleges and Universities issuance of Western Illinois University Auxiliary Facilities Systems Revenue and Refunding Bonds, Series 1995 which were defeased during Fiscal Year 2015. The University had the ability to establish a non-instructional facilities reserve account in conjunction with the Series 2005 Bonds. However, the Series 2005 Bonds were defeased during Fiscal Year 2015.

University Related Organizations

- 13(l) The Western Illinois University Foundation (the “Foundation”) is recognized by Western Illinois University as a University related organization. There are no organizations considered by the University to be independent organizations, as defined in Section VII of University Guidelines.
- 13(m) A summary of the Foundation transactions with the University is presented on page 79 of this report.
- 13(n) The University provided the Foundation with \$1,331,813 in administration and support services during the year ended June 30, 2018, for the Foundation’s fundraising services.
- 13(o) There were no unreimbursed subsidies from the University to the Foundation for the year ended June 30, 2018.

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018**

**SPECIAL DATA REQUIREMENTS FOR UNIVERSITY AUDITS (UNAUDITED)
(Continued)**

13(p) There was no debt financed by the Foundation in Fiscal Year 2018.

Other Topics

13(q) Schedules of cash and cash equivalents held by the University are presented in this report on page 42.

13(r) Income from investments of pooled funds has been allocated and credited to the original source of the funds.

13(s) A schedule of costs per full-time equivalent student is presented on page 73 of this report.

13(t) The Foundation purchased or received a donation or gift of real estate costing \$2,278,400 and is not funded by separate specific appropriation as stated on page 79 of this report.

13(u) On July 14, 2015, the Series 2015 Certificates of Participation were issued in the principal amount of \$15,100,000. Proceeds from the sale of the Series 2015 Certificates of Participation were used to provide for the current refunding of the outstanding Series 2005 Certificates of Participation in the principal amount of \$7,160,000, the advance refunding of the outstanding Series 2011 Certificates of Participation in the principal amount of \$9,265,000, and to pay certain expenses related to the issuance of the bonds. The net proceeds plus funds provided by the University were deposited into the Series 2005 Installment Payment Fund and the 2011 Installment Payment Fund to redeem all of the Refunded Series 2005 and 2011 Certificates of Participation on their redemption date at a price equal to the principal amount thereof. As a result, the Series 2005 and 2011 Certificates of Participation are considered defeased and the liability for that portion of the certificates has been removed from the University's Statement of Net Position.

On March 11, 2010, the Series 2010 Certificates of Participation were issued in the amount of \$11,585,000. Proceeds from the sale of the Series 2010 Certificates of Participation were used for issuance costs and the rest were used to finance capital improvements projects to several campus buildings as well as Phase II of the campus steam line replacements. Additionally, proceeds from the sale reimbursed the University for a portion of the cost of the sprinkler system installation in Thompson and Tanner Halls.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018

SPECIAL DATA REQUIREMENTS FOR UNIVERSITY AUDITS (UNAUDITED)
(Continued)

During the current fiscal year, there is no outstanding participation in lease or purchase arrangements involving COPS.

Other Financial Related Schedules

- 1 The Schedule of Appropriations, Expenditures and Lapsed Balances is presented on page 38 of this report.
- 2 The Schedule of Income Fund Revenues and Expenditures is presented on page 41 of this report.
- 3 The Schedule of Tuition and Fee Waivers is presented on pages 80 and 81 of this report.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018

SUMMARY OF WESTERN ILLINOIS UNIVERSITY FOUNDATION
TRANSACTIONS WITH THE UNIVERSITY (UNAUDITED)

During the year ended June 30, 2018, Western Illinois University (University) had a contract with the Western Illinois University Foundation (Foundation) to provide fund-raising services. The University advanced funds to the Foundation for personal service costs, facility use and other costs amounting to \$1,331,813 for the year ended June 30, 2018. As required by the contract, the Foundation fully repaid the University using funds considered unrestricted for purposes of the University Guidelines computations. In addition, the Foundation gave the University non-qualifying restricted funds. Presented below is a summary of all funds that the Foundation gave to the University for the year ended June 30, 2018.

Funds considered unrestricted for purpose of the University Guidelines computations:	
Totally unrestricted	\$ 79,362
Restricted only as to campus, college or department and generally available for ongoing University operations	<u>4,731,986</u>
Total funds considered unrestricted	<u>4,811,348</u>
Funds considered restricted for purpose of the University Guidelines computations:	
Total funds given for scholarships, grants and awards	2,992,221
Other restricted funds	<u>948,832</u>
Total funds considered restricted	<u>3,941,053</u>
Total funds provided to the University by the Foundation	<u>\$ 8,752,401</u>

During the year ended June 30, 2018, the Foundation purchased or received a donation or gift of real estate of \$2,278,400.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018

UNDERGRADUATE TUITION AND FEE WAIVERS (UNAUDITED)

	Tuition Waived			Fees Waived	
	Number of Recipients *	Number of Recipients *	Value of Waivers (In Thousands)	Number of Recipients *	Value of Waivers (In Thousands)
MANDATORY WAIVERS					
(SUBTOTAL)	358.0	358.0	\$ 1,989.9	86.0	\$ 98.2
Teacher Special Education	16.0	16.0	128.3	16.0	36.9
General Assembly	-	-	-	-	-
ROTC	57.0	57.0	427.6	57.0	33.3
DCFS	14.0	14.0	101.7	13.0	28.0
Children of Employees	121.0	121.0	466.4	-	-
Senior Citizens	3.0	3.0	5.1	-	-
Honorary Scholarships	-	-	-	-	-
Veterans Grants & Scholarships**	147.0	147.0	860.8	-	-
Other (please specify) ***	-	-	-	-	-
DISCRETIONARY WAIVERS					
(SUBTOTAL)	594.0	594.0	\$ 2,399.2	28.0	\$ 14.1
Faculty/Administrators	-	-	-	-	-
Civil Service	60.0	60.0	123.4	24.0	9.3
Academic/Other Talent	251.0	251.0	418.1	2.0	2.1
Athletic	163.0	163.0	1,073.6	-	-
Gender Equity in	-	-	-	-	-
Intercollegiate Athletics	107.0	107.0	746.8	-	-
Foreign Exchange Students	-	-	-	-	-
Out-of-State Students	-	-	-	-	-
Foreign Students	-	-	-	-	-
Student Need-Financial Aid	-	-	-	-	-
Student Need-Special Programs	-	-	-	-	-
Cooperating Professionals	6.0	6.0	4.8	2.0	-
Research Assistants	-	-	-	-	-
Teaching Assistants	-	-	-	-	-
Other Assistants	-	-	-	-	-
Student Employment	1.0	1.0	4.2	-	-
Interinstitutional/Related Agencies	-	-	-	-	-
Retired University Employees	-	-	-	-	-
Children of Deceased Employees	2.0	2.0	12.0	-	2.7
Contract/Training Grants	-	-	-	-	-
All Other (please specify)***	-	-	-	-	-
Children of Retired Employees	4.0	4.0	16.3	-	-
TOTAL	952.0	952.0	\$ 4,389.1	114.0	\$ 112.3

* Unduplicated

** Illinois Veterans Grants (ISAC), Illinois National Guard Grants (ISAC), and POW/MIA Scholarships (Department of Veterans Affairs). Include only the waived (unfunded) portion of these grants.

*** Other waiver categories must be approved by the Board of Higher Education prior to reporting.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018

GRADUATE TUITION AND FEE WAIVERS (UNAUDITED)

	Tuition Waived			Fees Waived	
	Number of Recipients *	Number of Recipients *	Value of Waivers (In Thousands)	Number of Recipients *	Value of Waivers (In Thousands)
<u>MANDATORY WAIVERS</u>					
<u>(SUBTOTAL)</u>	<u>29.0</u>	<u>29.0</u>	<u>\$ 103.2</u>	<u>1.0</u>	<u>\$ 2.7</u>
Teacher Special Education	3.0	3.0	17.5	1.0	2.7
General Assembly	-	-	-	-	-
ROTC	-	-	-	-	-
DCFS	-	-	-	-	-
Children of Employees	-	-	-	-	-
Senior Citizens	-	-	-	-	-
Honorary Scholarships	-	-	-	-	-
Veterans Grants & Scholarships**	26.0	26.0	85.7	-	-
Other (please specify) ***	-	-	-	-	-
<u>DISCRETIONARY WAIVERS</u>					
<u>(SUBTOTAL)</u>	<u>844.0</u>	<u>844.0</u>	<u>\$ 4,133.8</u>	<u>102.0</u>	<u>\$ 39.2</u>
Faculty/Administrators	49.0	49.0	112.4	39.0	17.1
Civil Service	42.0	42.0	109.2	24.0	9.4
Academic/Other Talent	7.0	7.0	18.4	-	-
Athletic	-	-	-	-	-
Gender Equity in	-	-	-	-	-
Intercollegiate Athletics	-	-	-	-	-
Foreign Exchange Students	2.0	2.0	12.6	-	-
Out-of-State Students	-	-	-	-	-
Foreign Students	-	-	-	-	-
Student Need-Financial Aid	-	-	-	-	-
Student Need-Special Programs	-	-	-	-	-
Cooperating Professionals	96.0	96.0	156.7	26.0	5.2
Research Assistants	54.0	54.0	268.1	-	-
Teaching Assistants	325.0	325.0	1,873.5	-	-
Other Assistants	256.0	256.0	1,560.9	-	-
Student Employment	-	-	-	-	-
Interinstitutional/Related Agencies	-	-	-	-	-
Retired University Employees	13.0	13.0	22.0	13.0	7.5
Children of Deceased Employees	-	-	-	-	-
Contract/Training Grants	-	-	-	-	-
All Other (please specify)***	-	-	-	-	-
TOTAL	<u>873.0</u>	<u>873.0</u>	<u>\$ 4,237.0</u>	<u>103.0</u>	<u>\$ 41.9</u>

* Unduplicated

** Illinois Veterans Grants (ISAC), Illinois National Guard Grants (ISAC), and POW/MIA Scholarships (Department of Veterans Affairs). Include only the waived (unfunded) portion of these grants.

*** Other waiver categories must be approved by the Board of Higher Education prior to reporting.

**STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018**

MEMORANDUMS OF UNDERSTANDING (UNAUDITED)

Parties Involved Other Than the University	Dates Involved	Description of Memorandum Requirements
Federal Bureau of Investigation (FBI) Law Enforcement and Justice Administration (SLEJA)	09/08/2015 to 09/08/2020	Provide continuing education for police, municipal, county, state, and federal levels.
Rock Island Arsenal Joint Manufacturing and Technology Center	06/03/2016 to 06/03/2021	Cooperate in mutually beneficial projects to design or redesign operational products in an industrial setting.
Illinois Community College Board	07/01/2015 to 06/30/2018	To define issues related to the national deployment and support of i-Pathways including i-Pathways deployment plans, fiscal agent responsibilities, and policy issues. i-Pathways is a responsively designed and mobile ready curriculum that delivers both online and offline learning options for individuals, programs, organizations, or statewide deployments.
Western Illinois Regional Council (WIRC)	08/01/2016 until dissolved	Establish formal partnership and framework for cooperation between WIU and WIRC-CAA Victim Services Program.
Council for the Advancement of Standards in Higher Education	09/01/2016 to 08/30/2017	Develop and promulgate standards of practice and further the mission and business of CAS.
McDonough County Sheriff's Office	08/22/2016 until terminated	Maintenance of all components related to the Antennae Placement Project located at 1200 N. Western Avenue, Macomb, IL.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018

MEMORANDUMS OF UNDERSTANDING (UNAUDITED) (Continued)

Parties Involved Other Than the University	Dates Involved	Description of Memorandum Requirements
McDonough Telephone Cooperative of Macomb (MDTC)	11/04/2016 to 11/04/2021	Establish a data connection between MDTC's Point-of-Presence through Morgan Hall to the McDonough County Sheriff's Office.
Multi-State Information Sharing and Analysis Center	1/11/2018 to 1/11/2028	Enable information sharing, analysis, gathering and distribution in a secure manner.

The University also entered into various memorandums of understanding with different international schools that provide exchange opportunities for students, faculty and staff.

STATE OF ILLINOIS
WESTERN ILLINOIS UNIVERSITY
ANALYSIS OF OPERATIONS (UNAUDITED) (Continued)
For the Year Ended June 30, 2018

EMERGENCY PURCHASES (UNAUDITED)

The Western Illinois University did not report any emergency purchases to the Office of the Auditor General during Fiscal Year 2018.