

LANSING COMMUNITY COLLEGE

Popular Annual Financial Report

For the Fiscal Year Ended June 30, 2024

LANSING, MI



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College Overview

Lansing Community College (LCC), founded in 1957, is the eighth-largest community college in Michigan, serving more than 9,200 students last fall and nearly 8,000 non-credit participants in fiscal year 2024.

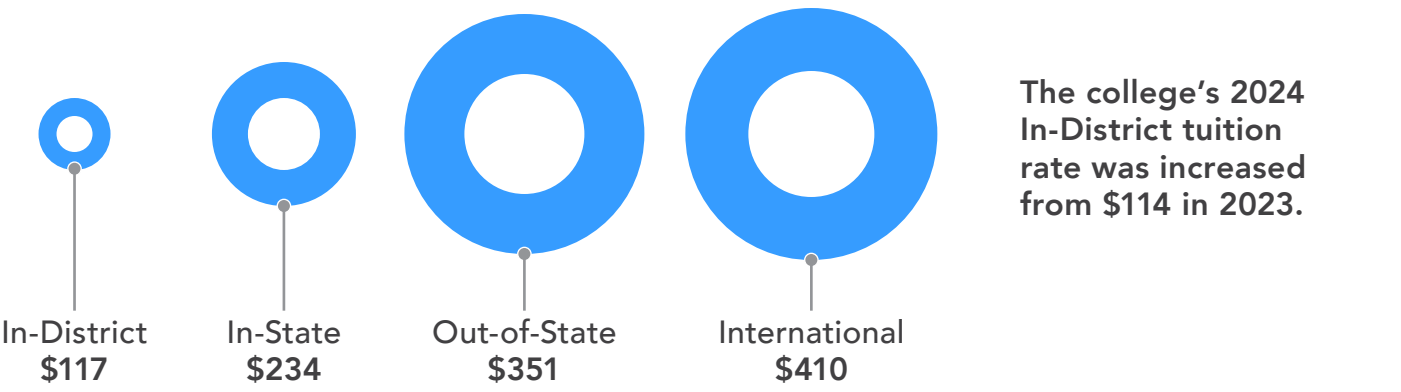
Each year, the college offers more than 230 degree and certificate programs and over 900 courses to match career and workforce development pursuits, transfer curricula, developmental, and special interest needs. In 2023-2024, the college awarded a total of 1,847 degrees, credentials and certifications.

Top 5 Awards Conferred

- 1. General Associate (320)
- 2. Transfer Studies (115)
- 3. Nursing, RN Option (107)
- 4. Nursing, PN Option (103)
- 5. Long-Term Care Nurse Aide (53)

In addition to the Downtown Campus, LCC operates West Campus in Delta Township (home to the Michigan Technical Education Center, or M-TEC), LCC East in East Lansing, the Livingston Center in Howell, and the Aviation Maintenance Center at the Mason-Jewett Airport in Mason.

2024 Tuition (per credit hour)



Enrollment for Fall	2023	2022	2021	2020	2019
College (unduplicated head count)	9,207	9,573	10,303	10,306	11,673
Full-time Equivalents	4,924	5,118	5,600	5,783	6,674
Total Credit Hours	80,539	84,161	92,142	93,116	106,100

The chart below provides demographic and economic information for the fiscal years 2018-2022, the most recent years all data is available.

Fiscal Year Demographic and Economic Information	2022	2021	2020	2019	2018
Population ¹	393,100	392,978	394,075	402,674	402,561
Per Capita Personal Income ²	\$50,256	\$50,176	\$46,812	\$42,326	\$41,727
Unemployment Rate ³	4.70%	5.50%	11.20%	3.90%	3.90%

¹U.S Census Bureau, State and County QuickFacts - information for Ingham and Eaton Counties
²U.S. Department of Commerce Bureau of Economic Analysis
³U.S. Bureau of Labor Statistics

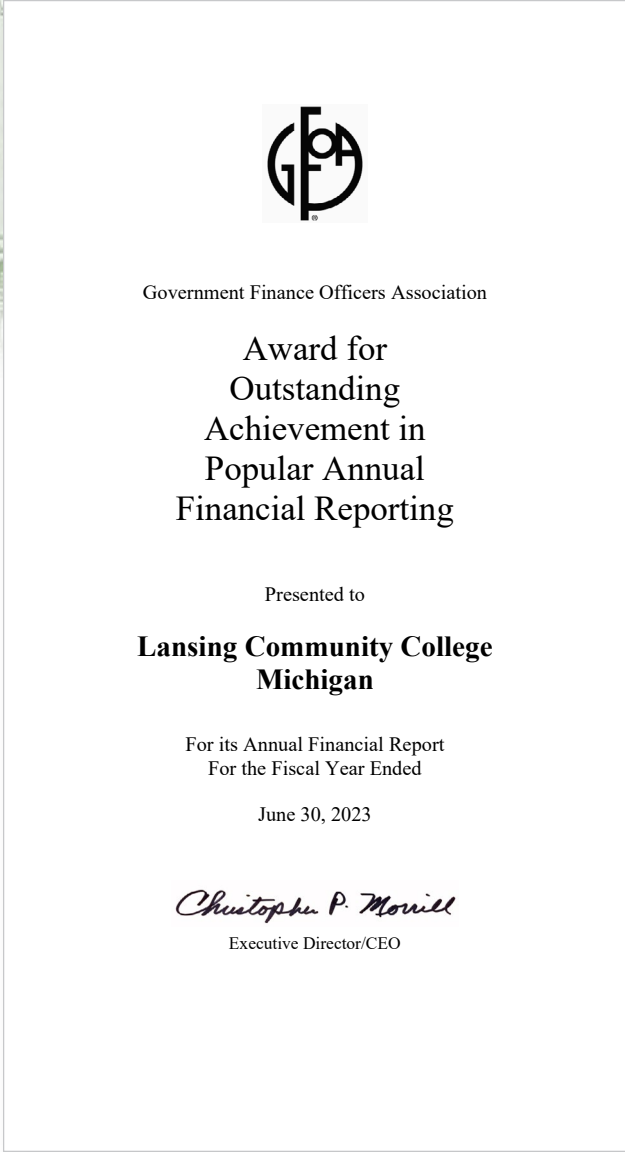
The Unemployment Rate for 2020 was likely affected by business shut-downs occurring due to the pandemic, recovering in 2021 as businesses reopened.



Financial Report

As the financial report shows, LCC continues to exercise fiscal prudence, maintain a healthy financial condition, and practice good stewardship in the use of public and tuition dollars for academic programs and services.

Lansing Community College remains fiscally sound. This Popular Annual Financial Report (PAFR) is formatted as an easy-to-read version of the College’s Annual Comprehensive Financial Report that is published each year. The Annual Comprehensive Financial Report is a detailed account of the financial statements prepared in accordance with Generally Accepted Accounting Principles (GAAP), including financial disclosures, management’s discussion and analysis, and LCC’s component unit; the Lansing Community College Foundation. The LCC Foundation’s financial statements are not included in this report. [View the completed FY 2024 Annual Comprehensive Financial Report.](#)



To receive a hard copy of the Annual Comprehensive Financial Report, please contact the Financial Services Division via email at pearcel@lcc.edu.

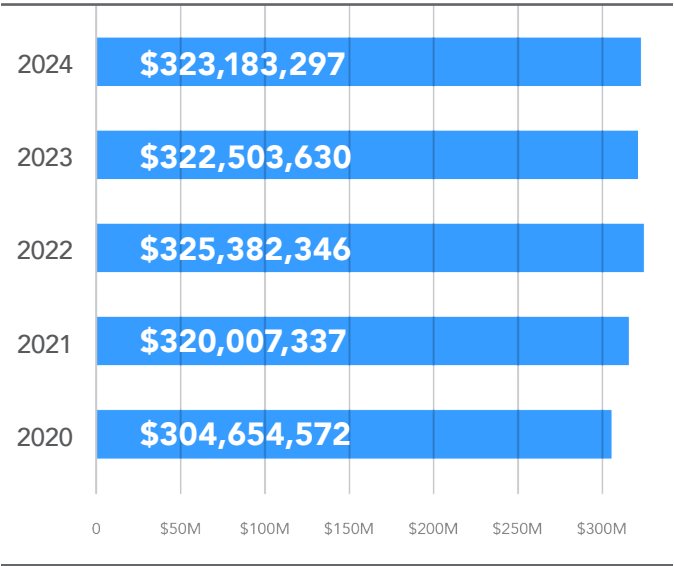
2024 Assets, Liabilities and Net Position

Assets

Current assets are those resources reasonably available within one year. Unlike other forms of assets, cash and cash equivalents can be used immediately for current operational needs, such as meeting the payroll or paying vendors. Short-term investments represent the College’s holding in allowable financial instruments maturing within one year or less, such as certificates of deposits and money market accounts. Receivables represent those monies due to the College but not yet available for use; examples include property taxes not yet received for the prior and current year levies, remaining state appropriation payments, and accrued interest.

Non-current assets are the College’s longterm financial and plant resources. Long-term investments represent the College’s holding in allowable financial instruments maturing in more than one year, such as certificates of deposit. Property and equipment account for the College’s equity in land, buildings, real estate improvements (such as roads and security lighting), and capital equipment such as computer hardware and software, furniture, and media equipment. Depreciation is the allocation of the costs of buildings and equipment over their expected useful lives.

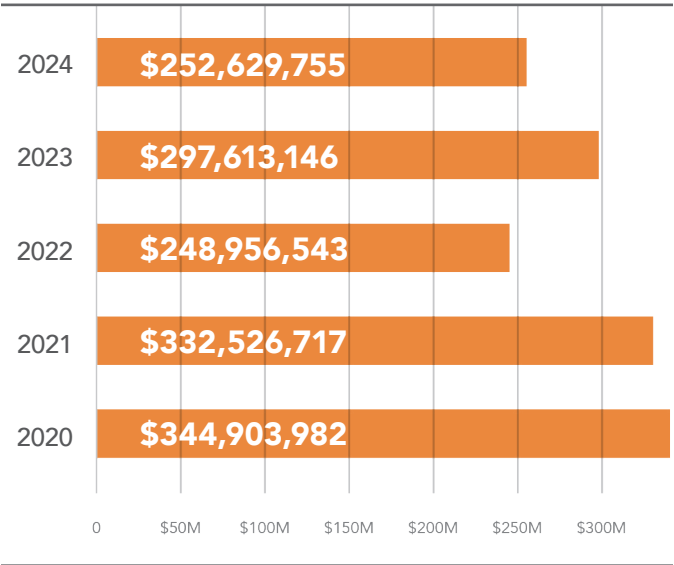
Total Assets



Liabilities

Current liabilities are short-term obligations. Accrued payroll, accounts payable, and other accrued liabilities represent amounts due to employees or vendors for services, supplies, or equipment provided to the College. Unearned revenues include the tuition revenue for the remainder of the summer semester and amounts received for services to be provided in the future.

Total Liabilities



Net Position

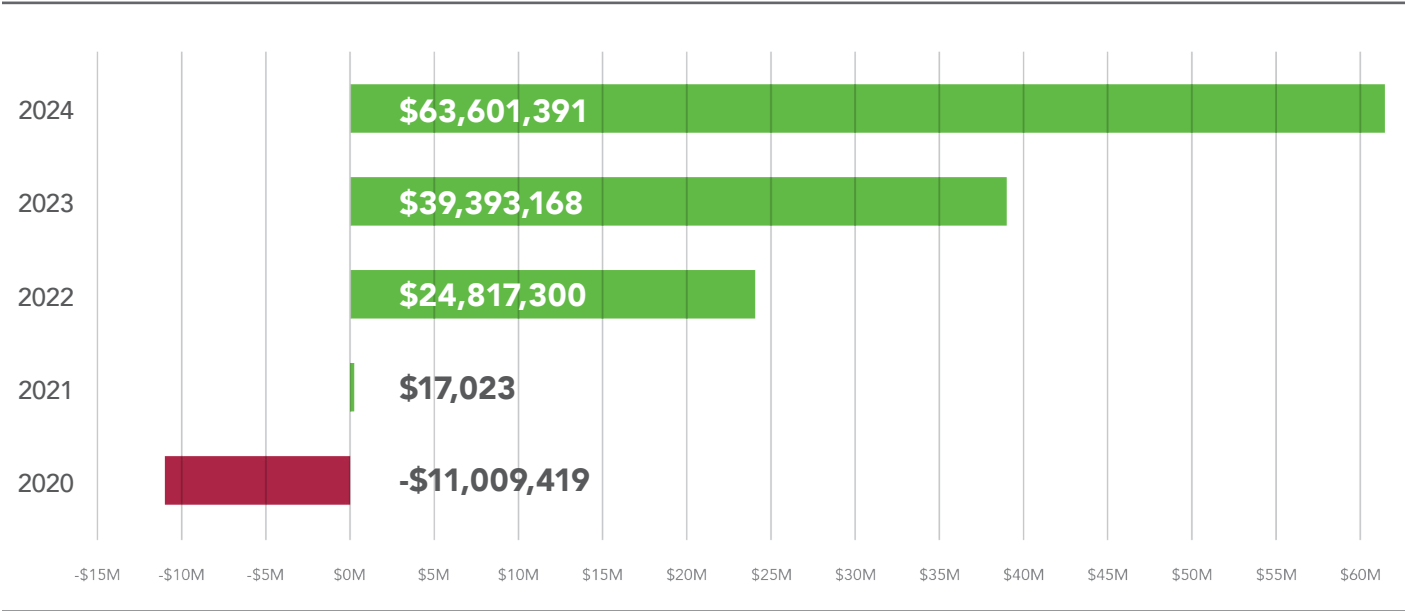
Net position represents the difference between the aggregated total of assets plus deferred outflows of resources and the aggregated total of liabilities plus deferred inflows of resources, and is classified by the following categories: Net investment in capital assets– this is the total capital assets and restricted cash for debt service less accumulated depreciation and the outstanding balance of related debt; Restricted – this is net position that has limitations imposed on its use by external parties or by laws or regulations; Unrestricted (primarily the College’s General Fund) – this is net position that may be used to meet the College’s ongoing obligations. When reviewed over time, net position may serve as a useful indicator of the College’s financial position. In fiscal year 2024, the college’s overall net position increased by \$24.2 million. This is primarily due to the recording of a net other postemployment benefit (OPEB) asset, a decrease in total liabilities, and the net effect of a reduction of deferred outflows of resources and an

increase in deferred inflows of resources resulting from adjustments to the deferred pension and OPEB amounts for the College’s portion of the Michigan Public School Employees Retirement System, and a slight decrease in the amortization of the deferred charge on refunding .

The negative Net Position in 2020 was due mainly to a new college bond issuance to construct a replacement for the downtown campus parking ramp.

The revenues (inflows) and expenses (outflows) listed on the statements are related to a particular fiscal year, as noted. Deferred Outflows of Resources and Deferred Inflows of Resources represent flows of resources into and out of a reporting entity that are related to and will be recognized in a future period.

Total Net Position



Condensed Statement of Net Position and History for the Years Ended June 30	2024	2023	2022	2021	2020
Current assets					
Cash and cash equivalents	\$8,458,221	\$7,793,245	\$15,193,993	\$24,920,161	\$15,073,366
Short-term investments	\$67,808,607	\$69,612,685	\$64,247,685	\$47,329,813	\$40,476,077
Receivables	\$14,894,400	\$12,727,626	\$13,302,178	\$12,372,853	\$9,095,193
Prepaid expenses and other assets	\$3,312,350	\$2,328,855	\$2,320,230	\$2,641,304	\$2,056,847
Noncurrent assets					
Restricted cash and short-term investments-unspent bond proceeds	–	–	\$15,063,110	\$33,840,908	\$32,514,565
Restricted long-term investments, unspent bond proceeds	–	–	–	\$1,982,077	\$18,917,682
Net OPEB assets	\$2,549,473	–	–	–	–
Property and equipment, net	\$226,160,246	\$230,041,219	\$215,255,150	\$196,920,221	\$186,520,842
Total Assets	\$323,183,297	\$322,503,630	\$325,382,346	\$320,007,337	\$304,654,572
Deferred outflows of resources					
Deferred charge on bond refunding	\$1,455,068	\$1,636,952	\$1,818,836	\$1,650,664	\$1,867,316
Deferred pension amounts	\$49,257,467	\$62,959,003	\$32,081,158	\$48,160,423	\$60,577,120
Current Liabilities					
Accounts payable and other current liabilities	\$3,752,288	\$4,602,888	\$7,186,175	\$7,035,427	\$4,146,993
Accrued payroll and other compensation	\$9,799,782	\$8,953,734	\$9,816,459	\$8,864,740	\$9,593,412
Unearned revenue	\$3,880,502	\$4,899,054	\$4,268,911	\$4,234,554	\$3,428,552
Current portion of subscription obligations	\$1,758,549	\$1,856,722	\$1,623,059	–	–
Current portion of lease obligations	\$430,358	\$678,425	\$405,978	\$406,535	–
Current portion of debt obligations	\$5,060,000	\$5,150,000	\$5,025,000	\$4,495,000	\$4,345,000
Noncurrent liabilities					
Long-term subscription obligations, net of current portion	\$2,147,172	\$1,179,548	\$1,667,326	–	–
Long-term lease obligations, net of current portion	\$308,471	\$738,829	\$1,123,734	\$1,529,712	–
Long-term debt obligations, net of current portion	\$81,978,054	\$87,872,880	\$93,427,706	\$102,664,863	\$107,942,173
Net pension liability	\$143,514,579	\$172,006,584	\$117,177,936	\$176,522,247	\$177,789,942
Net OPEB liabilities	–	\$9,674,482	\$7,234,259	\$26,773,639	\$37,657,910
Total liabilities	\$252,629,755	\$297,613,146	\$248,956,543	\$332,526,717	\$344,903,982
Deferred inflows of resources					
Deferred pension and OPEB amounts	\$57,664,686	\$50,093,271	\$85,508,497	\$37,274,684	\$33,204,445
Net position					
Net investment in capital assets	\$134,261,628	\$134,201,767	\$128,864,293	\$125,297,760	\$127,533,232
Restricted	\$6,600,661	\$290,710	\$229,982	\$221,826	\$143,914
Unrestricted	(\$77,260,898)	(\$95,099,309)	(\$104,276,975)	(\$125,502,563)	(\$138,686,565)
Total net position	\$63,601,391	\$39,393,168	\$24,817,300	\$17,023	(\$11,009,419)

2024 Revenue and Expenses

Operating Revenue

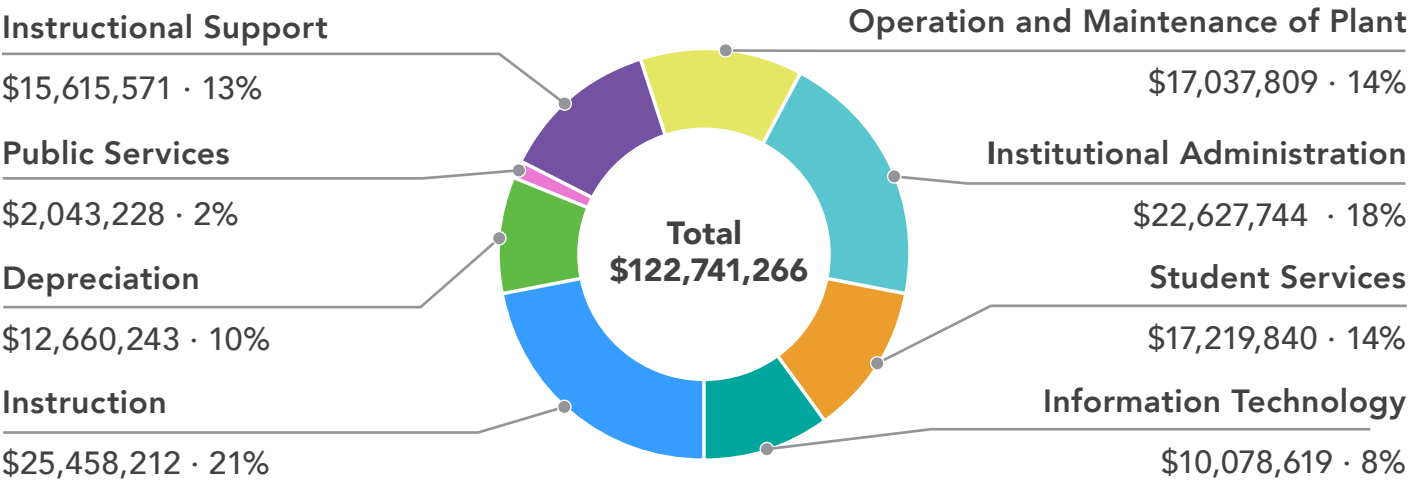
Student tuition and fees are the primary operating source of revenues for the College. LCC’s in-district rate of tuition of \$117 per billing hour in FY 2024 remains among the most competitive in the state. Operating revenue increased \$1.4 million dollars in FY 2024, due to increases in federal grant revenue, local grant revenue, auxiliary services, job training programs, and miscellaneous revenue offset by decreases in tuition and fee revenues resulting from lower than expected enrollment.

Operating Expenses

Instruction includes direct activities and activities that aid in the teaching process. Instruction expenses include not only personnel costs and supplies, but also the personnel and materials required to plan, implement, and manage the instructional programs. Instructional support comprises those programs that directly support the instruction process, such as tutoring, library operations and

instructional media services. Public Services include those activities established to respond to a community need or solve a community problem. Student Services include registration and records, financial aid, counseling, student success coaches and other activities that provide non-academic support services to students. Information Technology include the technology costs that benefit the institution as a whole consisting of the Information Technology department, the operation of the computing system for the institution, all programs that are purchased and hardware that is maintained by the IT department, as well as telephone and telecommunication services. Institutional Administration encompasses general regulation, direction, and administration as well as institution-wide governance and accreditation activities. Operation and Maintenance of Plant includes maintenance, housekeeping, and other costs necessary for the proper and safe operation of the College’s facilities. Depreciation represents the current year allocated costs of capital assets. Total Operating Expenses decreased \$3.1 million from FY 2023 to FY 2024. This decrease resulted from decreases in Instruction and Instructional Support, Information Technology, and Institutional Administration, offset by increases in Student Services and Operation and Maintenance of Plant.

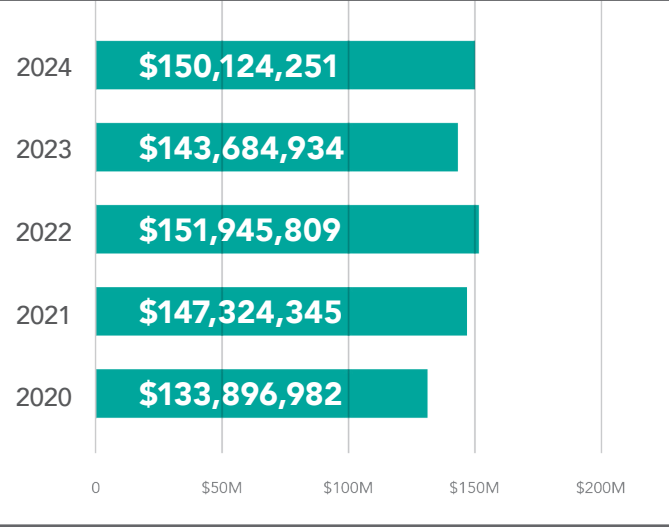
Fiscal Year 2024 Operating Expenses



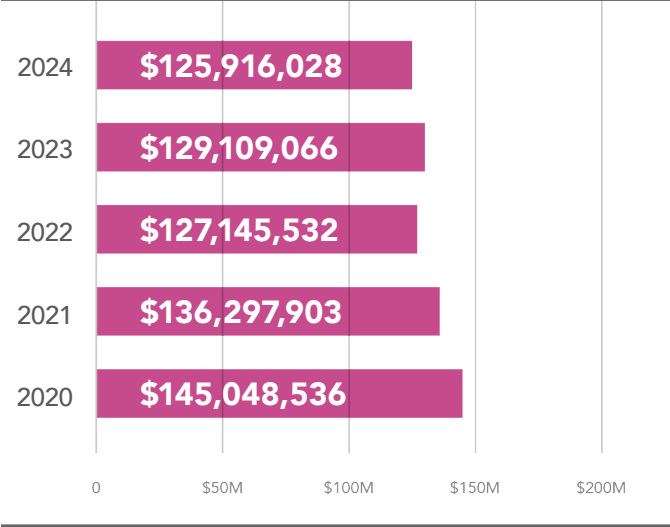
Non-Operating Revenues (Expenses)

State appropriations, property tax levies, and Pell grants are the major sources of non-operating revenue for the College. Total net non-operating revenues increased by \$1.5 million from FY 2023 to FY 2024 due mainly to increases in state appropriations, property taxes, Pell grant revenue, and higher investment returns offset by decreases resulting from CARES/HEERF grants being expended in FY 2023.

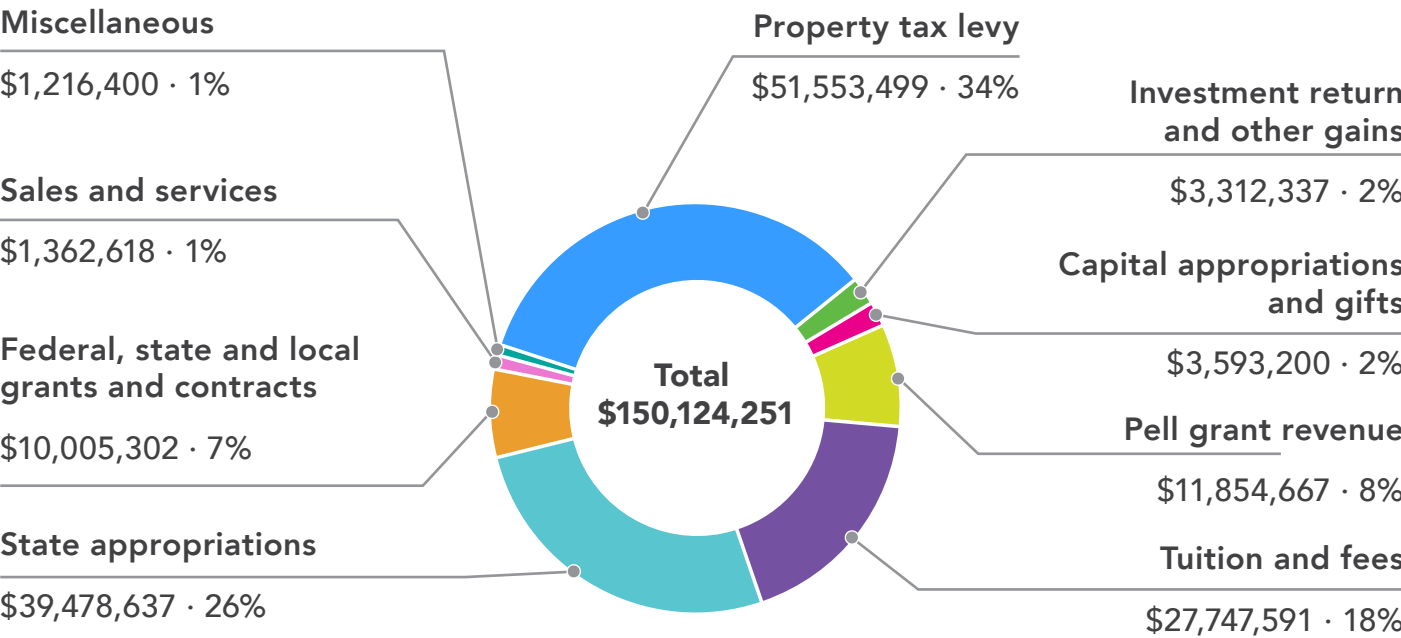
Total Revenues



Total Expenses



Fiscal Year 2024 Revenue by Source



Revenues, Expenses and Changes in Net Position for the Years Ended June 30	2024	2023	2022	2021	2020
Operating revenues					
Tuition and fees (net of scholarship allowances)	\$27,747,591	\$28,244,619	\$31,956,596	\$30,203,838	\$30,728,261
Federal, state and local grants and contracts	\$10,005,302	\$8,671,604	\$8,412,473	\$9,552,046	\$10,515,925
Sales and services	\$1,362,618	\$983,885	\$507,735	\$92,144	\$892,062
Miscellaneous	\$1,216,400	\$1,054,683	\$1,045,069	\$807,036	\$1,005,797
Total operating revenues	\$40,331,911	\$38,954,791	\$41,921,873	\$40,655,064	\$43,142,045
Operating expenses					
Instruction	\$25,458,212	\$27,760,429	\$27,509,741	\$33,160,622	\$37,459,754
Information technology	\$10,078,619	\$11,550,898	\$10,544,583	\$11,381,058	\$13,574,193
Public services	\$2,043,228	\$2,255,067	\$1,756,209	\$2,655,040	\$2,560,771
Instructional support	\$15,615,571	\$15,801,341	\$14,722,151	\$17,138,188	\$20,207,931
Student services	\$17,219,840	\$15,863,662	\$26,674,948	\$22,057,563	\$17,222,229
Institutional administration	\$22,627,744	\$25,248,298	\$19,878,823	\$20,723,534	\$20,920,319
Operation and maintenance of plant	\$17,037,809	\$15,061,929	\$10,661,433	\$14,712,040	\$18,963,328
Depreciation	\$12,660,243	\$12,289,152	\$11,872,616	\$10,350,743	\$10,380,616
Total operating expenses	\$122,741,266	\$125,830,776	\$123,620,504	\$132,178,788	\$141,289,141
Operating income (loss)	\$(82,409,355)	\$(86,875,985)	\$(81,698,631)	\$(91,523,724)	\$(98,147,096)
Non-Operating revenues					
State appropriations	\$39,478,637	\$36,381,429	\$36,377,586	\$34,775,424	\$29,950,889
Property tax levy	\$51,553,499	\$48,618,027	\$46,328,235	\$44,956,559	\$43,781,074
Pell grant revenue	\$11,854,667	\$10,819,567	\$10,888,958	\$10,693,117	\$13,208,069
Financial nonoperating grants - CARES /HEERF Act	–	\$6,870,966	\$16,038,737	\$16,749,041	\$1,775,621
Investment return and other gains	\$3,312,337	\$2,040,154	\$288,473	(\$724,860)	\$2,039,284
Interest on capital asset related debt	\$(3,174,762)	\$(3,278,290)	\$(3,525,028)	\$(4,119,115)	\$(3,759,395)
Net non-operating revenues (expenses)	\$103,024,378	\$101,451,853	\$106,396,961	\$102,330,166	\$86,995,542
State capital grants	\$3,593,200	–	–	–	–
Capital appropriations and gifts	–	–	\$101,947	\$220,000	–
Change in net position	\$24,208,223	\$14,575,868	\$24,800,277	\$11,026,442	(\$11,151,554)
Net position, beginning of year	\$39,393,168	\$24,817,300	\$17,023	(\$11,009,419)	\$142,135
Net position, end of year	\$63,601,391	\$39,393,168	\$24,817,300	\$17,023	(\$11,009,419)

5-Year Trend for Total Revenues and Total Expenses for the Years Ended June 30	2024	2023	2022	2021	2020
Revenues					
Total operating revenues	\$40,331,911	\$38,954,791	\$41,921,873	\$40,655,064	\$43,142,045
Total non-operating revenues	\$109,792,340	\$104,730,143	\$110,023,936	\$106,669,281	\$90,754,937
Total Revenues	\$150,124,251	\$143,684,934	\$151,945,809	\$147,324,345	\$133,896,982
Expenses					
Total Operating Expenses	(\$122,741,266)	(\$125,830,776)	(\$123,620,504)	(\$132,178,788)	(\$141,289,141)
Interest on capital debt	(\$3,174,762)	(\$3,278,290)	(\$3,525,028)	(\$4,119,115)	(\$3,759,395)
Total Expenses	(\$125,916,028)	(\$129,109,066)	(\$127,145,532)	(\$136,297,903)	(\$145,048,536)





LCC provides equal opportunity for all persons and prohibits discriminatory practices based on race, color, sex, age, religion, national origin, creed, ancestry, height, weight, sexual orientation, gender identity, gender expression, disability, familial status, marital status, pregnancy, pregnancy-related conditions, military status, veteran's status, or other status as protected by law, or genetic information that is unrelated to the person's ability to perform the duties of a particular job or position or participate in educational programs, courses, services or activities offered by the College.

The following individuals have been designated to handle inquiries regarding the nondiscrimination policies: Equal Opportunity Officer, Employee Title IX Coordinator, Washington Court Place, 309 N. Washington Square Lansing, MI 48933, 517-483-1730; HR Director of Total Compensation and Employment, 504/ADA, Administration Building, 610 N. Capitol Ave. Lansing, MI 48933, 517-483-1875; Associate Dean, Center for Student Support, 504/ADA, Gannon Building, 411 N. Grand Ave. Lansing, MI 48933, 517-483-1885; Director of Student Compliance, Student Title IX Coordinator, Gannon Building, 411 N. Grand Ave., Lansing, MI 48933, 517-483-9632, Director of Athletics, Deputy Title IX Coordinator, Gannon Building, 411 N. Grand Ave., Lansing, MI 48933, 517-483-1622, U.S. Department of Education's Office of Civil Rights, Michigan Department of Civil Rights.

The nondiscrimination policy and grievance procedures can be located at LCC's Board Policies website. To report information about conduct that may constitute sex discrimination or make a complaint of sex discrimination under Title IX, please refer to Title IX and Sexual Misconduct Resources website.