

**STATE OF ILLINOIS  
CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 13**

**FINANCIAL AUDIT  
For the year ended June 30, 2012**

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



**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**TABLE OF CONTENTS**

	<u>Page(s)</u>
<b>OFFICIALS</b> .....	1
<b>FINANCIAL REPORT SUMMARY</b> .....	2 - 3
<b>FINANCIAL STATEMENT REPORT SUMMARY</b> .....	4
<b>INDEPENDENT AUDITORS' REPORT</b> .....	5 - 6
<b>INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i></b> .....	7 - 8
<b>SCHEDULE OF FINDINGS AND RESPONSES</b> .....	9 - 13
<b>CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS</b> .....	14
<b>SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS</b> .....	15
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS</b> .....	16A - 16K
<b>BASIC FINANCIAL STATEMENTS:</b>	
Government-wide Financial Statements:	
Statement of Net Assets .....	17
Statement of Activities.....	18
Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	19
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets.....	20
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds .....	21

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**TABLE OF CONTENTS  
(Continued)**

	<u>Page(s)</u>
<b>BASIC FINANCIAL STATEMENTS: (Continued)</b>	
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities - Governmental Funds.....	22
Statement of Net Assets - Proprietary Funds .....	23
Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Funds.....	24
Statement of Cash Flows - Proprietary Funds .....	25
Statement of Fiduciary Net Assets – Fiduciary Fund .....	26
Notes to Financial Statements.....	27 - 48
<b>REQUIRED SUPPLEMENTARY INFORMATION:</b>	
Illinois Municipal Retirement Fund - Schedule of Funding Progress .....	49
<b>SUPPLEMENTAL INFORMATION:</b>	
General Fund:	
Combining Schedules:	
Combining Schedule of Accounts - General Fund.....	50 - 51
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - General Fund Accounts .....	52 - 54
Education Fund:	
Combining Schedules:	
Combining Schedule of Accounts - Education Fund .....	55 - 57
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Education Fund Accounts .....	58 - 60

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**TABLE OF CONTENTS  
(Continued)**

	<u>Page(s)</u>
<b>SUPPLEMENTAL INFORMATION: (Continued)</b>	
Education Fund: (Continued)	
Individual Schedules:	
Budgetary Comparison Schedule - Education Fund Accounts Truants Alternative/Optional Education Project #11-3695-00 .....	61
Budgetary Comparison Schedule - Education Fund Accounts Truants Alternative/Optional Education Project #12-3695-11 .....	62
Budgetary Comparison Schedule - Education Fund Accounts ARRA – Enhancing Education Through Technology Project #11-4861-00 .....	63
Budgetary Comparison Schedule - Education Fund Accounts Early Childhood - Block Grant Project #11-3705-00 .....	64
Budgetary Comparison Schedule - Education Fund Accounts Early Childhood - Block Grant Project #12-3705-00 .....	65
Budgetary Comparison Schedule - Education Fund Accounts Regional Safe Schools Project #11-3696-00 .....	66
Budgetary Comparison Schedule - Education Fund Accounts Regional Safe Schools Project #12-3696-00 .....	67
Budgetary Comparison Schedule - Education Fund Accounts ARRA – Title I – School Improvement & Accountability Project #11-4854-00 .....	68
Budgetary Comparison Schedule - Education Fund Accounts ROE/ISC Operations Project #11-3730-00 .....	69
Budgetary Comparison Schedule - Education Fund Accounts ROE/ISC Operations Project #12-3730-00 .....	70

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**TABLE OF CONTENTS  
(Continued)**

	<u>Page(s)</u>
<b>SUPPLEMENTAL INFORMATION:</b> (Continued)	
Nonmajor Funds:	
Combining Statements:	
Combining Balance Sheet - Nonmajor Special Revenue Funds .....	71 - 72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds.....	73 - 74
Fiduciary Funds:	
Statement of Changes in Assets and Liabilities – Agency Fund.....	75
Schedule of Disbursements to School District Treasurers and Other Entities – Distributive Fund .....	76 - 82

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**OFFICIALS**

Regional Superintendent (current and during the audit period).....Ms. Keri Garrett

Assistant Regional Superintendent (current and during the audit period) ..... Mr. Brian P. Guthrie

Offices are located at:

Clinton County Office  
930-B Fairfax  
Carlyle, IL 62231

Marion County Office  
Public Services Building  
200 E. Schwartz  
Salem, IL 62881

Washington County Office  
1180 W. St. Louis Street  
Nashville, IL 62263

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**FINANCIAL REPORT SUMMARY**

The financial audit testing performed in this audit was conducted in accordance with *Government Auditing Standards* and in accordance with the Illinois State Auditing Act.

**AUDITORS' REPORTS**

The auditors' reports do not contain scope limitations, disclaimers, or other significant non-standard language.

**SUMMARY OF AUDIT FINDINGS**

<u>Number of</u>	<u>This Audit</u>	<u>Prior Audit</u>
Audit findings	1	2
Repeated audit findings	1	1
Prior recommendations implemented or not repeated	1	0

Details of audit findings are presented in a separate report section.

Additional matters which were less than significant deficiencies or material weaknesses but more than inconsequential, have been reported in a Management Letter of Comments to the Regional Superintendent.

**SUMMARY OF FINDINGS AND RESPONSES**

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
FINDINGS (GOVERNMENT AUDITING STANDARDS)			
12-01	11-12	Controls Over Financial Statement Preparation	Material Weakness

FINDINGS AND RESPONSES (FEDERAL COMPLIANCE)

There were no findings for the year ended June 30, 2012.

PRIOR FINDINGS NOT REPEATED (GOVERNMENT AUDITING STANDARDS)

11-02	15	Cash Accounts Not Recorded on the Books	Material Weakness
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**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**FINANCIAL REPORT SUMMARY** (Continued)

**EXIT CONFERENCE**

An informal exit conference was held on August 17, 2012. Attending were Keri Garrett, Regional Superintendent and Alex Hagen of West & Company, LLC. Responses to the recommendations were provided by Keri Garrett by mail on December 17, 2012.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**FINANCIAL STATEMENT REPORT**

**SUMMARY**

The audit of the accompanying basic financial statements of the Clinton, Marion, and Washington Counties Regional Office of Education #13 was performed by West & Company, LLC.

Based on their audit, the auditors expressed an unqualified opinion on the Regional Office of Education #13's basic financial statements.

# WEST & COMPANY, LLC

## MEMBERS

E. LYNN FREESÉ  
RICHARD C. WEST  
BRIAN E. DANIELL  
JANICE K. ROMACK  
DIANA R. SMITH  
D. RAIF PERRY  
JOHN H. VOGT  
JOSHUA D. LOWE

## CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

613 BROADWAY AVENUE  
P.O. BOX 945  
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www.westcpa.com

## OFFICES

EDWARDSVILLE  
EFFINGHAM  
GREENVILLE  
MATTOON  
SULLIVAN

## INDEPENDENT AUDITORS' REPORT

Honorable William G. Holland  
Auditor General  
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Clinton, Marion, and Washington Counties Regional Office of Education #13, as of and for the year ended, which collectively comprise the Clinton, Marion, and Washington Counties Regional Office of Education #13's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Clinton, Marion, and Washington Counties Regional Office of Education #13's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Clinton, Marion, and Washington Counties Regional Office of Education #13, as of, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated May 13, 2013 on our consideration of the Clinton, Marion, and Washington Counties Regional Office of Education #13's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis and Illinois Municipal Retirement Fund – Schedule of Funding Progress on pages 16A-16K and 49 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Clinton, Marion, and Washington Counties Regional Office of Education #13's financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and the Schedule of Disbursements to School District Treasurers and Other Entities are presented for purposes of additional analysis and are not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules, and the Schedule of Disbursements to School District Treasurers and Other Entities are fairly stated in all material respects in relation to the financial statements taken as a whole.

*West + Company, LLC*

May 13, 2013

# WEST & COMPANY, LLC

## MEMBERS

E. LYNN FREESE  
RICHARD C. WEST  
BRIAN E. DANIELL  
JANICE K. ROMACK  
DIANA R. SMITH  
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### INDEPENDENT AUDITORS' 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 William G. Holland  
Auditor General  
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Clinton, Marion, and Washington Counties Regional Office of Education #13, as of and for the year ended June 30, 2012, which collectively comprise the Clinton, Marion, and Washington Counties Regional Office of Education #13's basic financial statements and have issued our report thereon dated May 13, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

#### Internal Control Over Financial Reporting

Management of Clinton, Marion, and Washington Counties Regional Office of Education #13 is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Clinton, Marion, and Washington Counties Regional Office of Education #13's internal control over financial reporting as a basis for designing our auditing procedures 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 Clinton, Marion, and Washington Counties Regional Office of Education #13's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Clinton, Marion, and Washington Counties Regional Office of Education #13's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in the internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Responses, we identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness.

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. We consider the deficiency described in finding 12-01 in the accompanying Schedule of Findings and Responses to be a material weakness.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Clinton, Marion, and Washington Counties Regional Office of Education #13's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We also noted certain matters which we reported to management of the Clinton, Marion, and Washington Counties Regional Office of Education #13 in a separate letter dated May 13, 2013.

Clinton, Marion, and Washington Counties Regional Office of Education #13's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Responses. We did not audit Clinton, Marion, and Washington Counties Regional Office of Education #13's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, agency management, others within the entity, and the Illinois State Board of Education and is not intended to be and should not be used by anyone other than these specified parties.

*West + Company, LLC*

May 13, 2013

**SCHEDULE OF FINDINGS AND RESPONSES**

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**SCHEDULE OF FINDINGS AND RESPONSES  
For the year ended June 30, 2012**

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**Section I -- Summary of Auditors' Results**

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**Financial statements**

Type of auditors' report issued:

UNQUALIFIED

Internal control over financial reporting:

- Material weakness(es) identified?                      X   yes           no
- Significant deficiency(ies) identified?                   yes      X   none reported

Noncompliance material to financial statements noted?

       yes      X   no

**Federal Awards**

Internal control over major programs:

- Material weakness(es) identified?                    N/A           yes           no
- Significant deficiency(ies) identified?            N/A           yes           none reported

Type of auditors' report issued on compliance for major programs:

      N/A      

Any audit findings disclosed that are required to be reported  
in accordance with Circular A-133, Section .510(a)?

N/A           yes           no



CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13

SCHEDULE OF FINDINGS AND RESPONSES  
For the year ended June 30, 2012

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Section I -- Summary of Auditors' Results (concluded)

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Identification of major programs:

CFDA Number(s)

Name of federal program or cluster

Dollar threshold used to distinguish between Type A and Type B programs: N/A

Auditee qualified as a low-risk auditee? N/A \_\_\_\_\_ yes \_\_\_\_\_ no

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**SCHEDULE OF FINDINGS AND RESPONSES  
For the year ended June 30, 2012**

**Section II: Financial Statement Findings**

**FINDING NO. 12-01 – Controls Over Financial Statement Preparation (Repeated from Finding 11-01, 10-01, 09-01, 08-01, and 07-02)**

**Criteria/Specific Requirement:**

The Regional Office of Education #13 is required to maintain a system of controls over the preparation of financial statements in accordance with generally accepted accounting principles (GAAP). Regional Office internal controls over GAAP financial reporting should include adequately trained personnel with the knowledge and expertise to prepare and/or thoroughly review GAAP based financial statements to ensure that they are free of material misstatements and include all disclosures as required by the Governmental Accounting Standards Board (GASB).

**Condition:**

The Regional Office of Education #13 does not have sufficient internal controls over the financial reporting process. The Regional Office maintains its accounting records on the cash basis of accounting. While the Regional Office maintains controls over the processing of most accounting transactions, there are not sufficient controls over the preparation of the GAAP based financial statements for management or employees in the normal course of performing their assigned functions to prevent or detect financial statement misstatements and disclosure omissions in a timely manner. For example, auditors, in their review of the Regional Office's accounting records, noted the following:

- The Regional Office did not have adequate controls over the maintenance of complete records of accounts receivable or deferred revenue.
- Numerous adjustments were required to present financial statements in accordance with generally accepted accounting principles.

**Effect:**

Management or employees in the normal course of performing their assigned functions may not prevent or detect financial statement misstatements and disclosure omissions in a timely manner.

**Cause:**

According to Regional Office officials, they did not have adequate funding to hire and/or train their accounting personnel in order to comply with these requirements.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**SCHEDULE OF FINDINGS AND RESPONSES  
For the year ended June 30, 2012**

**Section II: Financial Statement Findings** (Continued)

**FINDING NO. 12-01 – Controls Over Financial Statement Preparation (Repeated from Finding 11-01, 10-01, 09-01, 08-01, and 07-02)** (Continued)

**Auditors' Recommendation:**

As part of its internal control over the preparation of financial statements, including disclosures, the Regional Office of Education #13 should implement a comprehensive preparation and/or review procedure to ensure that the financial statements, including disclosures, are complete and accurate. Such procedures should be performed by a properly trained individual(s) possessing a thorough understanding of applicable generally accepted accounting principles, GASB pronouncements, and knowledge of the Regional Office of Education's activities and operations.

**Management's Response:**

The Regional Office of Education #13 understands the nature of this finding and realizes that this circumstance is not unusual in an entity of this size. The Regional Office of Education #13 accepts the degree of risk associated with this condition because the added expense of seeking additional accounting expertise to prepare and/or review financial statements would take away from the funds available to provide education services for the schools in the region.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**SCHEDULE OF FINDINGS AND RESPONSES  
For the year ended June 30, 2012**

**Section III: Federal Award Findings**

No findings were noted for the year ended June 30, 2012.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR  
AUDIT FINDINGS**

**For the year ended June 30, 2012**

**Corrective Action Plan**

**FINDING NO.: 12-01 – Controls Over Financial Statement Preparation (Repeated from Finding 11-01, 10-01, 09-01, 08-01 and 07-02)**

**Condition:**

The Regional Office of Education #13 does not have sufficient internal controls over the financial reporting process. The Regional Office maintains its accounting records on the cash basis of accounting. While the Regional Office maintains controls over the processing of most accounting transactions, there are not sufficient controls over the preparation of the GAAP based financial statements for management or employees in the normal course of performing their assigned functions to prevent or detect financial statement misstatements and disclosure omissions in a timely manner. For example, auditors, in their review of the Regional Office's accounting records, noted the following:

- The Regional Office did not have adequate controls over the maintenance of complete records of accounts receivable or deferred revenue.
- Numerous adjustments were required to present financial statements in accordance with generally accepted accounting principles.

**Plan:**

The Regional Superintendent accepts the degree of risk associated with this condition because the added expense of seeking additional accounting expertise to prepare and/or review financial statements would take away from the funds available to provide educational services for the schools in the region.

The Regional Office of Education will continue to send the Controller to various trainings to assist her in gaining a better understanding of accrual accounting and reporting under generally accepted accounting principles (GAAP).

**Anticipated Date of Completion:**

On-going

**Name of Contact Person:**

Ms. Keri Garrett, Regional Superintendent

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
For the year ended June 30, 2012**

<b><u>Finding Number</u></b>	<b><u>Condition</u></b>	<b><u>Current Status</u></b>
11-01	Controls Over Financial Statement Preparation	Repeated as finding 12-01
11-02	Cash Accounts Not Recorded On The Books	Resolved

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

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended June 30, 2012**

Regional Office of Education #13 provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2012. We encourage readers to consider this information in conjunction with the Regional Office of Education #13's financial statements, which follow.

**2012 FINANCIAL HIGHLIGHTS**

- General Fund revenues increased from \$924,748 in fiscal year 2011 to \$1,012,164 in fiscal year 2012, and General Fund expenditures also increased from \$833,083 in fiscal year 2011 to \$1,094,546 in fiscal year 2012. Other funding sources helped cover expenses and maintain the Regional Office of Education #13's General Fund balance which decreased from \$786,369 in fiscal year 2011 to \$703,654 in fiscal year 2012.
- The increase in General Fund revenues was attributed primarily to an increase in State and local on-behalf sources of revenue in fiscal year 2012. The Regional Office of Education #13 again funded a portion of the current year General Fund services from the carry over fund balance in the General Fund.
- Education Fund revenues increased from \$1,503,664 in fiscal year 2011 to \$1,769,197 in fiscal year 2012 and Education Fund expenditures increased from \$1,337,819 in fiscal year 2011 to \$1,793,260 in fiscal year 2012. Interest revenue decreased from \$1,644 in fiscal year 2011 to \$1,015 in fiscal year 2012. There was a decrease in the Education Fund balance from \$99,950 in fiscal year 2011 to \$67,064 in fiscal year 2012.
- The increase in Education Fund revenues was attributed to an increase in State sources of revenue in fiscal year 2012.

**USING THIS ANNUAL REPORT**

The annual report consists of a series of financial statements and other information as follows:

- The Regional Office of Education #13's Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the Regional Office of Education #13's financial activities.
- The government-wide financial statements consist of a Statement of Net Assets and a Statement of Activities. These provide information about the activities of Regional Office of Education #13 as a whole and present an overall view of the Regional Office of Education #13's finances.
- The fund financial statements tell how governmental services were financed in the short term as well as what remains for future spending. Fund financial statements report the Regional Office of Education #13's operations in more detail than the government-wide statements by providing information about the most significant funds.



**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended June 30, 2012**

**USING THIS ANNUAL REPORT (Concluded)**

- Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.
- The supplementary information further explains and supports the financial statements with a comparison of the Regional Office of Education #13's budget for the year and supplementary information also provides detailed information about the non-major funds.

**REPORTING THE REGIONAL OFFICE OF EDUCATION #13 AS A WHOLE**

**The Statement of Net Assets and the Statement of Activities**

The government-wide statements report information about the Regional Office of Education #13 as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Assets includes all the Regional Office of Education #13's assets and liabilities. All of the current year revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid.

The two government-wide statements report the Regional Office of Education #13's net assets and how they have changed. Net assets – the difference between the Regional Office of Education #13's assets and liabilities – are one way to measure the Regional Office of Education #13's financial health or position.

- Over time, increases or decreases in the Regional Office of Education #13's net assets are an indicator of whether financial position is improving or deteriorating, respectively.
- To assess the Regional Office of Education #13's overall health, additional non-financial factors, need to be considered.

In the government-wide financial statements, the Regional Office of Education #13's activities are divided into two categories:

- *Governmental activities:* Most of the Regional Office of Education #13's basic services are included here, such as regular and special education instruction, student and instructional staff support services and administration. State and federal grants, local school districts, and state aid finance most of these activities.
- *Business-type activities:* The Regional Office of Education #13 charges fees to help cover the costs of certain services it provides to school districts in the region.

**Fund Financial Statements**

The fund financial statements provide detailed information about the Regional Office of Education #13's funds, focusing on its most significant or "major" funds – not the Regional Office of Education #13 as a whole. Funds are accounting devices the Regional Office of Education #13 uses to keep track of specific sources of funding and spending on particular programs. Some funds are required by State law. The Regional Office of Education #13 establishes other funds to control and manage money for particular purposes.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended June 30, 2012**

**REPORTING THE REGIONAL OFFICE OF EDUCATION #13 AS A WHOLE (Concluded)**

**Fund Financial Statements (Continued)**

The Regional Office of Education #13 has three kinds of funds:

- Governmental funds account for most of the Regional Office of Education #13's basic services. These focus on how cash and other financial assets that can readily be converted to cash flow in and out and the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the Regional Office of Education #13's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, reconciliation between the government-wide statements and the governmental fund statements follow each of the related governmental fund statements. The Regional Office of Education #13's governmental funds include the General Fund and the Special Revenue Funds. The governmental funds required financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances.
- Proprietary funds account for services for which the Regional Office of Education #13 charges fees under a cost-reimbursement method. The proprietary fund's required financial statements include a Statement of Net Assets, Statement of Revenues, Expenses, and Changes in Fund Net Assets, and a Statement of Cash Flows.
- Fiduciary funds account for assets that belong to others over which the Regional Office of Education #13 is the trustee, or fiduciary. The Regional Office of Education #13 is responsible for ensuring that the assets reported in these funds are used only for their intended purpose and by those to whom the assets belong. The Regional Office of Education #13 excludes these assets from the government-wide financial statements because it cannot use these assets to finance its operations.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net assets may serve over time as a useful indicator of financial position. The Regional Office of Education #13's net assets at the end of fiscal year 2012 totaled approximately \$1.38 million. This compared to approximately \$1.41 million at the end of fiscal year 2011. The analysis that follows provides a summary of the Regional Office of Education #13's net assets at June 30, 2012 for the governmental and business-type activities.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended June 30, 2012**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)**

CONDENSED STATEMENT OF NET ASSETS

GOVERNMENTAL ACTIVITIES

	2012	2011	Increase / (Decrease)
Current Assets	\$ 1,160,888	\$ 1,726,204	(565,316)
Capital Assets, net	23,363	20,938	2,425
Total Assets	1,184,251	1,747,142	(562,891)
Current Liabilities	219,898	720,651	(500,753)
Net Assets:			
Invested in Capital Assets	23,363	20,938	2,425
Unrestricted	703,654	786,369	(82,715)
Restricted for educational purposes	237,336	219,184	18,152
Total Net Assets	\$ 964,353	\$ 1,026,491	(62,138)

The Regional Office of Education #13's combined governmental net assets decreased \$62,138 from fiscal year 2011 and the current assets decreased \$565,316.

BUSINESS-TYPE ACTIVITIES

	2012	2011	Increase / (Decrease)
Current Assets	\$ 409,172	\$ 376,584	32,588
Capital Assets, net	8,499	13,592	(5,093)
Total Assets	417,671	390,176	27,495
Current Liabilities	971	2,851	(1,880)
Net Assets:			
Invested in Capital Assets	8,499	13,592	(5,093)
Unrestricted	408,201	373,733	34,468
Total Net Assets	\$ 416,700	\$ 387,325	29,375

The Regional Office of Education #13's business-type activities net assets increased \$29,375 from fiscal year 2011 and the current assets increased \$32,588.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended June 30, 2012**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)**

STATEMENT OF ACTIVITIES

GOVERNMENTAL ACTIVITIES

	2012	2011	Increase / (Decrease)
Revenues:			
Program Revenues:			
Operating grants and contributions	\$ 2,032,371	\$ 1,369,440	662,931
General revenues:			
Local sources	190,631	174,228	16,403
On-behalf payments - State & Local	659,636	501,667	157,969
Interest income	9,724	13,050	(3,326)
Loss on disposal of equipment	-	(19,099)	19,099
	<u>2,892,362</u>	<u>2,039,286</u>	<u>853,076</u>
Total Revenues			
Expenses:			
Instructional Services			
Salaries and benefits	1,789,867	1,282,563	507,304
Purchased Services	360,479	295,843	64,636
Supplies and materials	114,416	73,354	41,062
Payments to Other Governments	18,255	65,914	(47,659)
Other objects	889	1,710	(821)
Depreciation expense	10,958	21,049	(10,091)
Administrative Expense:			
On-behalf payments - State & Local	659,636	501,667	157,969
	<u>2,954,500</u>	<u>2,242,100</u>	<u>712,400</u>
Total Expenses			
Change in Net Assets	(62,138)	(202,814)	140,676
Net Assets - Beginning	<u>1,026,491</u>	<u>1,229,305</u>	(202,814)
Net Assets - Ending	<u>\$ 964,353</u>	<u>\$ 1,026,491</u>	(62,138)

Operating grants and contributions increased \$662,931 from fiscal year 2011 to 2012. The funding for several major grants was seriously reduced, and delayed in payment, causing the ROE to fund these programs from surplus funds, resulting in less interest revenue. However, the partial FY11 Early Childhood program was replaced by a full Early Childhood Block Grant in FY12, resulting in more revenue.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended June 30, 2012**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (Concluded)**

STATEMENT OF ACTIVITIES

BUSINESS-TYPE ACTIVITIES

	2012	2011	Increase / (Decrease)
Revenues:			
Program Revenues:			
Charges for Services	\$ 171,723	\$ 156,083	15,640
General Revenue:			
Interest income	3,951	5,702	(1,751)
Total Revenues	175,674	161,785	13,889
Expenses:			
Salaries and benefits	58,523	70,471	(11,948)
Purchased Services	59,461	65,365	(5,904)
Supplies and materials	23,222	16,120	7,102
Depreciation	5,093	7,373	(2,280)
Total Expenses	146,299	159,329	(13,030)
Change in Net Assets	29,375	2,456	26,919
Net Assets - Beginning	387,325	384,869	2,456
Net Assets - Ending	\$ 416,700	\$ 387,325	29,375

Operating revenue for workshops increased from FY11 to FY12 due to increased participation by local teachers. Also, due to greater workshop attendance there was an increase in the need for supplies over FY11. Revenue in the Technology/Testing Cooperative declined due to less participation in student testing as a result of local district attempts to conserve funds. Even so, the supplies and materials expenses for the Technology/Testing Cooperative increased due to testing materials needing to be changed and restocked. There was also a decline in salaries due to reduced scoring hours because of less district participation in student testing.

**FINANCIAL ANALYSIS OF THE REGIONAL OFFICE OF EDUCATION FUNDS**

As previously noted, Regional Office of Education #13 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended June 30, 2012**

**FINANCIAL ANALYSIS OF THE REGIONAL OFFICE OF EDUCATION FUNDS (Continued)**

The Regional Office of Education #13's governmental fund reported combined fund balances of \$876,000 compared with fiscal year 2011's ending fund balances of \$983,662. The Regional Office of Education #13 received less interest income in fiscal year 2012 than fiscal year 2011. Most funds have either decreased or stayed constant. The constant funds do not take into account inflation, which results in a further decrease in fund balance. No reductions in responsibilities have occurred, rather they have increased.

***Governmental Fund Highlights***

The Regional Office of Education #13's General Fund financial position is the product of many factors, including the increase in the cost of services provided to local schools and the fluctuation in the amount of funds received from State and federal sources from year to year while responsibilities remain the same or increase. Increased costs to deliver services are a continuing drain on the Regional Office of Education #13 financial resources.

The following is a summary of the Regional Office of Education #13's activities:

The Regional Office of Education #13 continues to offer technical assistance and professional development activities to teachers across the complete curriculum area. We have at least 1,300 teachers who have received professional development to improve their basic knowledge and/or their teaching pedagogy. The Pre-Kindergarten program resumed operation in FY12 with 14 sites and approximately 360 students. We have two schools for students who have experienced serious difficulties in the public schools. Our Truant Alternative School serves approximately 95 students and works with additional students to ameliorate their truancy problems. We operate a Safe School that serves approximately 50 students each year with an individually based educational program. The Safe School students are students who have been referred because of serious behavior problems within the sending school. We also offer teacher certificate assistance, and help teachers completing re-certification requirements and acquiring additional certificate endorsements. There are a variety of other regulatory programs that are statute based that require inspection of the schools for nearly all areas, as well as inspections for building safety. A General Education Diploma is offered through our cooperative effort with Kaskaskia College, which includes testing to meet high school equivalency. We are responsible for professional development activities to maintain certification by our school administrators through the administrator academy. In summary, we also have a variety of smaller programs that would be classified as consultative services directly to the schools.

Further, we assist parents and other patrons on a daily basis as they call for information and/or other questions or problems with their children. We offer guidance services to parents as well as serving as a liaison or arbitrator between parents and schools. We answer questions regarding bus service, grade problems, and even sports issues. We estimate that we have approximately ten calls or personal visits from parents each day.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended June 30, 2012**

**FINANCIAL ANALYSIS OF THE REGIONAL OFFICE OF EDUCATION FUNDS (Continued)**

***Proprietary Fund Highlights***

The Regional Office of Education's proprietary funds are Workshops, Technology/Testing Cooperative, and Film Cooperative. The testing service allows schools to receive their testing results back within approximately one week in order that they may use those results to direct their curriculum activities. The Technology/Testing Cooperative gives direct assistance to staff in the schools to maintain and upgrade their technology efforts. This includes a strong emphasis on utilizing technology in the classroom as a teaching tool for students. The Regional Office of Education #13 also has a film cooperative program that purchases film and video materials for instructional use by schools in the region.

**FIDUCIARY FUND TYPE**

The Regional Office of Education #13's agency fund is used to account for assets held by the Regional Office of Education #13 in trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Distributive Fund is the Regional Office of Education #13's only agency fund.

Interest on Distributive Fund – The Regional Office of Education #13 has agreements with all districts in the region whereby the Regional Office of Education #13 is allowed to keep the interest for expenditures benefiting all districts.

**MEASUREMENT FOCUS**

The fund financial statements of all Governmental Funds focus on the measurement of spending or “financial flow” and the determination of changes in financial position, rather than upon net income determination. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of “available spendable resources.” Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of “available spendable resources” during a period.

In applying the susceptible to accrual concepts to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Regional Office of Education #13; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditures and are usually recoverable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

The fund financial statements of the Proprietary Funds are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended June 30, 2012**

**BUDGETARY HIGHLIGHTS**

The Regional Office of Education #13 Advisory Board approves an education plan. Although the budget document presents functional disbursements by fund, the legal level of control is at the total expenditure level, not at the fund or fund type level. The State Board reviews the proposed budget and either grants approval or returns it without approval with comments. Any unapproved budget must be resubmitted to the State Board for final approval. The budget may be amended during the year utilizing procedures prescribed by the State Board. Over the course of the year, the Regional Office of Education #13 amended its annual operating budget several times to reflect additional revenue and expenditures associated with the additional services needed and provided to the local school districts. The Regional Office of Education #13 has a three-county budget for administrative purposes. Each county contributes financially to the Regional Office of Education #13 based upon the county's population. The total funds furnished by all three counties were \$188,225.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

*Capital Assets*

The Regional Office of Education #13 does not invest in land or buildings. All other equipment remains owned by the State. Items purchased costing over \$500 are listed on the Regional Office of Education #13's inventory. At June 30, 2012 the Regional Office of Education #13 had an investment in capital assets of \$31,862 which is the original cost of the assets less the accumulated depreciation.

During fiscal year 2012 the Regional Office of Education #13 made purchases costing \$13,383 in governmental activities. Miscellaneous outdated equipment and furniture were discarded.

*Debt*

The Regional Office of Education #13 incurs no debt. All bills are paid by the end of the fiscal year.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

At the time these financial statements were prepared and audited, the Regional Office of Education #13 was aware of existing circumstances that could significantly affect its financial health in the future.

- The Regional Office of Education #13 has experienced an increase in the number of students being served by its programs in the past few years. A slight increase in enrollments is expected and included in the budget based on request from local school districts.
- The Regional Office of Education #13 provides programs and services in compliance with statutory, regulatory and mandated requirements from the legislation and the Illinois State Board of Education despite a level of funding from the State that does not keep pace with the increasing cost of providing such programs and services. Consequently, the Regional Office of Education #13 is forced to maintain a limited professional and clerical staff while trying to provide a consistent level of support and services to schools. Additional services are provided when funding allows or when cost-recovery mechanisms can be associated with the services.



**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended June 30, 2012**

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET (Continued)**

- A limited number of federal and State grant programs help support the Regional Office of Education #13's programs. Funding from these grant programs are not assured from year to year. Because of limited availability of funds to other agencies and organizations, there is increased competition for funded grant programs due in part to a reduction in the amount of grant funding available and the similar financial circumstances all entities are experiencing. The future of the Regional Office of Education #13 (and the programs and services they provide) is directly dependent on their abilities to compete for grant funding.

**ADDITIONAL INFORMATION**

The following information is furnished to further explain the Regional Office of Education #13 financial analysis and planning:

The Management's Discussion and Analysis for the year ended June 30, 2012 is a continual and ongoing review of the financial statements, accounting and reporting of capital assets and internal funds. This review has the objective to accomplish several things. Namely, where have we spent our funds, the relationship of those expenditures to the budget, an analysis of our remaining funds to complete our mission, and a cross-check to balance the various funds. This analysis includes ensuring that the proper documentation, authorization, and expenditures are complete and tied directly to our budget line items.

Our management team utilizes the discussion and analysis to determine what changes may need to be made in the budget relative to our expenditures in meeting our objectives. We have determined that some objectives may have to be scaled back due to reduced funding from State and federal sources. Our analysis has revealed that State funding projections do not always meet expectations. For example, several programs have received substantial reductions at the very last minute even though projected information from the State indicated a higher level of funding.

Improved financial planning to meet objectives could occur if the State and federal sources gave more accurate projections. The maintaining and hiring of staff could be improved if more accurate funding information was available. A major part of the goals, responsibilities, and activities are determined by either legislation or direction from the Illinois State Board of Education. Funding from those sources generally does not meet the expected mandates.

Our planning and analysis based on this current year and previous years indicate that we will continue to receive less funding. We will plan accordingly and prioritize those goals and responsibilities. In summary, the Management's Discussion and Analysis is a very helpful and necessary tool to assist the Regional Office of Education #13 in meeting its responsibilities.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended June 30, 2012**

**CONTACTING THE REGIONAL OFFICE OF EDUCATION #13'S FINANCIAL  
MANAGEMENT**

This financial report is designed to provide the Regional Office of Education #13's citizens, taxpayers, customers, and constituents with a general overview of the Regional Office of Education #13's finances and to demonstrate the Regional Office of Education #13's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Regional Office of Education #13, 930-B Fairfax Street, Carlyle, Illinois 62231.

## **BASIC FINANCIAL STATEMENTS**

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**STATEMENT OF NET ASSETS  
June 30, 2012**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 775,410	\$ 404,136	\$ 1,179,546
Due from other governments	385,478	5,036	390,514
Total current assets	1,160,888	409,172	1,570,060
Noncurrent assets:			
Capital assets, net	23,363	8,499	31,862
Total assets	1,184,251	417,671	1,601,922
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	756	151	907
Salaries and benefits payable	164,982	820	165,802
Deferred revenue	54,160	-	54,160
Total current liabilities	219,898	971	220,869
<b>NET ASSETS</b>			
Invested in capital assets	23,363	8,499	31,862
Restricted for educational purposes	237,336	-	237,336
Unrestricted	703,654	408,201	1,111,855
Total net assets	\$ 964,353	\$ 416,700	\$ 1,381,053

The notes to the financial statements are an integral part of this statement.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**STATEMENT OF ACTIVITIES  
For the year ended June 30, 2012**

FUNCTIONS/PROGRAMS	Program Revenues		Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government		
				Governmental Activities	Business-Type Activities	Total
Governmental activities:						
Instructional services:						
Salaries and benefits	\$ 1,789,867	\$ -	\$ 1,608,317	\$ (181,550)	\$ -	\$ (181,550)
Purchased services	360,479	-	299,444	(61,035)	-	(61,035)
Supplies and materials	114,416	-	93,336	(21,080)	-	(21,080)
Capital outlay	-	-	13,383	13,383	-	13,383
Payments to other governments	18,255	-	17,060	(1,195)	-	(1,195)
Other objects	889	-	831	(58)	-	(58)
Depreciation	10,958	-	-	(10,958)	-	(10,958)
Administrative:						
On-behalf payments - local	188,225	-	-	(188,225)	-	(188,225)
On-behalf payments - state	471,411	-	-	(471,411)	-	(471,411)
Total governmental activities	<u>2,954,500</u>	<u>-</u>	<u>2,032,371</u>	<u>(922,129)</u>	<u>-</u>	<u>(922,129)</u>
Business-type activities						
Instructional services	<u>146,299</u>	<u>171,723</u>	<u>-</u>	<u>-</u>	<u>25,424</u>	<u>25,424</u>
Total primary government	<u>\$ 3,100,799</u>	<u>\$ 171,723</u>	<u>\$ 2,032,371</u>	<u>(922,129)</u>	<u>25,424</u>	<u>(896,705)</u>
General revenues:						
Local sources				190,631	-	190,631
On-behalf payments - local				188,225	-	188,225
On-behalf payments - state				471,411	-	471,411
Interest				9,724	3,951	13,675
Total general revenues				<u>859,991</u>	<u>3,951</u>	<u>863,942</u>
Change in net assets				(62,138)	29,375	(32,763)
Net assets - beginning				<u>1,026,491</u>	<u>387,325</u>	<u>1,413,816</u>
Net assets - ending				<u>\$ 964,353</u>	<u>\$ 416,700</u>	<u>\$ 1,381,053</u>

The notes to the financial statements are an integral part of this statement.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2012**

	General Fund	Education Fund	Other Nonmajor Funds	Total Governmental Funds
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 546,414	\$ 124,302	\$ 104,694	\$ 775,410
Due from other funds	182,445	-	-	182,445
Due from other governments	2,935	381,955	588	385,478
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	<u>\$ 731,794</u>	<u>\$ 506,257</u>	<u>\$ 105,282</u>	<u>\$ 1,343,333</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 78	\$ 678	\$ -	\$ 756
Salaries and benefits payable	28,062	136,920	-	164,982
Due to other funds	-	182,445	-	182,445
Deferred revenue	-	119,150	-	119,150
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities	<u>28,140</u>	<u>439,193</u>	<u>-</u>	<u>467,333</u>
<b>FUND BALANCES</b>				
Restricted	-	114,995	105,282	220,277
Assigned	651,087	-	-	651,087
Unassigned	52,567	(47,931)	-	4,636
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total fund balances	<u>703,654</u>	<u>67,064</u>	<u>105,282</u>	<u>876,000</u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities and fund balances	<u>\$ 731,794</u>	<u>\$ 506,257</u>	<u>\$ 105,282</u>	<u>\$ 1,343,333</u>

The notes to the financial statements are an integral part of this statement.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE  
STATEMENT OF NET ASSETS**

**June 30, 2012**

Total fund balances-governmental funds	\$ 876,000
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Some revenues will not be collected for several months after the Regional Office fiscal year ends; they are not considered "available" revenues and are deferred in the governmental funds.	64,990
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>23,363</u>
Net assets of governmental activities	<u><u>\$ 964,353</u></u>

The notes to the financial statements are an integral part of this statement.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
For the year ended June 30, 2012**

	General Fund	Education Fund	Other Nonmajor Funds	Total Governmental Funds
<b>Revenues:</b>				
Local sources	\$ 120,011	\$ 4,561	\$ 66,059	\$ 190,631
State sources	224,642	1,538,451	1,009	1,764,102
Federal sources	-	225,170	-	225,170
On-behalf payments - local	188,225	-	-	188,225
On-behalf payments - state	471,411	-	-	471,411
Interest	7,875	1,015	834	9,724
<b>Total revenues</b>	<b>1,012,164</b>	<b>1,769,197</b>	<b>67,902</b>	<b>2,849,263</b>
<b>Expenditures:</b>				
Instructional services:				
Salaries and benefits	316,539	1,439,812	33,516	1,789,867
Purchased services	104,246	233,178	23,055	360,479
Supplies and materials	13,236	88,632	12,548	114,416
Payments to other governments	-	18,255	-	18,255
Other objects	889	-	-	889
On-behalf payments - local	188,225	-	-	188,225
On-behalf payments - state	471,411	-	-	471,411
Capital outlay	-	13,383	-	13,383
<b>Total expenditures</b>	<b>1,094,546</b>	<b>1,793,260</b>	<b>69,119</b>	<b>2,956,925</b>
Excess (deficiency) of revenues over (under) expenditures	(82,382)	(24,063)	(1,217)	(107,662)
<b>Other financing sources (uses):</b>				
Transfers in	192	525	9,156	9,873
Transfers out	(525)	(9,348)	-	(9,873)
<b>Total other financing sources (uses)</b>	<b>(333)</b>	<b>(8,823)</b>	<b>9,156</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(82,715)</b>	<b>(32,886)</b>	<b>7,939</b>	<b>(107,662)</b>
Fund balances, beginning of year	786,369	99,950	97,343	983,662
Fund balances, end of year	<u>\$ 703,654</u>	<u>\$ 67,064</u>	<u>\$ 105,282</u>	<u>\$ 876,000</u>

The notes to the financial statements are an integral part of this statement.



**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES-  
GOVERNMENTAL FUNDS  
For the year ended June 30, 2012**

Net change in fund balances \$ (107,662)

Amounts reported for governmental activities in the Statement of Activities are different because:

Some revenues will not be collected for several months after the Regional Office fiscal year ends; they are not considered "available" revenues and are deferred in the governmental funds.

Current fiscal year vouchered revenue that will not be collected within 60 days of the Regional Office's fiscal year end is considered "deferred" revenue in the fund statements. \$ 64,990

Prior year "deferred" revenue that is recorded as revenue in the fund statements in the current fiscal year. (21,891) 43,099

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay \$ 13,383  
Depreciation expense (10,958) 2,425

Change in net assets of governmental activities \$ (62,138)

The notes to the financial statements are an integral part of this statement.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
June 30, 2012**

	Business-Type Activities			Total
	Enterprise Funds			
	Workshops	Technology/ Testing Cooperative	Other Nonmajor Fund- Film Cooperative	
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	\$ 211,769	\$ 182,347	\$ 10,020	\$ 404,136
Due from other governments	-	5,036	-	5,036
Total current assets	211,769	187,383	10,020	409,172
Noncurrent assets:				
Capital assets, net	-	8,499	-	8,499
Total assets	211,769	195,882	10,020	417,671
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	151	-	-	151
Salaries and benefits payable	-	820	-	820
Total liabilities	151	820	-	971
<b>NET ASSETS</b>				
Invested in capital assets	-	8,499	-	8,499
Unrestricted	211,618	186,563	10,020	408,201
Total net assets	\$ 211,618	\$ 195,062	\$ 10,020	\$ 416,700

The notes to the financial statements are an integral part of this statement.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS  
For the year ended June 30, 2012**

	Business-Type Activities			Total
	Enterprise Funds			
	Workshops	Technology/ Testing Cooperative	Other Nonmajor Fund- Film Cooperative	
Operating revenues:				
Charges for services	\$ 76,266	\$ 95,139	\$ 318	\$ 171,723
Operating expenses:				
Salaries and benefits	-	57,581	942	58,523
Purchased services	22,398	37,063	-	59,461
Supplies and materials	8,612	14,610	-	23,222
Depreciation	-	5,093	-	5,093
Total operating expenses	31,010	114,347	942	146,299
Operating income (loss)	45,256	(19,208)	(624)	25,424
Nonoperating revenues:				
Interest	1,889	1,964	98	3,951
Change in net assets	47,145	(17,244)	(526)	29,375
Total net assets - beginning	164,473	212,306	10,546	387,325
Total net assets - ending	\$ 211,618	\$ 195,062	\$ 10,020	\$ 416,700

The notes to the financial statements are an integral part of this statement.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
For the year ended June 30, 2012**

	Business-Type Activities			Total
	Enterprise Funds			
	Workshops	Technology/ Testing Cooperative	Other Nonmajor Fund- Film Cooperative	
Cash flows from operating activities:				
Collection of fees	\$ 76,266	\$ 92,634	\$ 318	\$ 169,218
Payments to suppliers and providers of goods and services	(33,457)	(51,926)	-	(85,383)
Payments to employees	-	(56,761)	(942)	(57,703)
Net cash provided (used) by operating activities	42,809	(16,053)	(624)	26,132
Cash flows from investing activities:				
Interest	1,889	1,964	98	3,951
Cash flows from noncapital financing activities:				
Receipts from interfund borrowings, net	154,499	-	-	154,499
Net increase (decrease) in cash and cash equivalents	199,197	(14,089)	(526)	184,582
Cash and cash equivalents- beginning	12,572	196,436	10,546	219,554
Cash and cash equivalents- ending	<u>\$ 211,769</u>	<u>\$ 182,347</u>	<u>\$ 10,020</u>	<u>\$ 404,136</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ 45,256	\$ (19,208)	\$ (624)	\$ 25,424
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	-	5,093	-	5,093
Increase in due from other governments	-	(2,505)	-	(2,505)
Decrease in accounts payable	(2,447)	(253)	-	(2,700)
Increase in salaries and benefits payable	-	820	-	820
Net cash provided (used) by operating activities	<u>\$ 42,809</u>	<u>\$ (16,053)</u>	<u>\$ (624)</u>	<u>\$ 26,132</u>

The notes to the financial statements are an integral part of this statement.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUND**

**June 30, 2012**

	<u>Distributive Fund</u>
<b>ASSETS</b>	
Due from other governments	<u>\$5,054,729</u>
<b>LIABILITIES</b>	
Due to other governments	<u>\$5,054,729</u>

The notes to the financial statements are an integral part of this statement.

**NOTES TO FINANCIAL STATEMENTS**

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Regional Office of Education #13's accounting policies conform to generally accepted accounting principles which are appropriate to local governmental units of this type.

**A. Reporting Entity**

The Regional Office of Education #13 was created by Illinois Public Act 76-735, as amended, effective August 8, 1995. The region encompasses Clinton, Marion, and Washington counties.

The Regional Superintendent of Schools is the chief administrative officer of the region and is elected to the position for a four-year term. The Regional Superintendent is responsible for the supervision and control of the school districts.

The Regional Superintendent's responsibilities for administering the school educational service region programs include, but are not limited to, providing directions to teachers and school officials on science, art and teaching methods; implementing the State Board of Education's Policy Programs; encouraging camaraderie among teachers through the teachers' institute; making public notice of unfilled teaching positions within the region; and ensuring of the safety, health and welfare of the students in the region by periodically inspecting the school buildings and ensuring that the bus drivers have valid driving licenses and are properly trained to operate the school buses. The Regional Superintendent is also responsible for apportionment and payment of funds received from the State for the districts in the region, or seeing that no payments are made unless the treasurer has filed or renewed appropriate bond and that the district has certified publication of the annual financial report.

The Regional Office of Education #13 derives its oversight power and authority over the school districts from the School Code and is responsible for its own fiscal and budgetary matters. The Regional Office of Education #13 exercises no oversight responsibility on financial interdependency, selection of governing authority, designation of management or the ability to significantly influence the operations of any other outside agencies. Control or dependency is determined on the basis of budget adoption, taxing authority, funding and appointment of the respective governing order. Therefore, no other agency has been included as a component unit in the Regional Office of Education #13's financial statements. In addition, the Regional Office of Education #13 is not aware of any entity that would exercise oversight as to result in the Regional Office of Education #13 being considered a component unit of the entity.

**B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by intergovernmental revenues, are reported separately from the *business-type activities*, which rely to a significant extent on fees and charges for support.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

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

**B. Government-wide and Fund Financial Statements** (Continued)

The Statement of Net Assets includes all of the Regional Office of Education #13's assets and liabilities, including capital assets. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, such as, payables, receivables and transfers. Interfund activities between governmental funds and between governmental funds and proprietary funds appear as due to/due from on the governmental fund Balance Sheet and the proprietary fund Statement of Net Assets, and as other resources and other uses on the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances and on the proprietary fund Statement of Revenues, Expenses and Changes in Fund Net Assets. All interfund transactions between governmental funds are eliminated on the government-wide financial statements. All internal balances in the Statement of Net Assets have been eliminated.

**C. Governmental Fund Financial Statements**

Governmental Fund Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and nonmajor funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net assets and changes in net assets presented in the government-wide financial statements.

The governmental fund financial statements have been prepared in accordance with generally accepted accounting principles on the modified accrual basis. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual i.e., when both measurable and available. Available means collectible within the current period, typically 60 days, or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except expenditures for prepaid expenses, and other long-term obligations, which are recognized when paid. Revenue received after the Regional Office's availability period is reported as deferred revenue in the fund statements and is reported as current revenue in the Statement of Activities.



CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13

NOTES TO FINANCIAL STATEMENTS

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

**D. Proprietary Fund Financial Statements**

Proprietary fund financial statements include a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Fund Net Assets, and a Statement of Cash Flows for each major proprietary fund and nonmajor funds aggregated.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Regional Office of Education #13's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services and administrative expenses.

**E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

It is the Regional Office of Education #13's policy to first apply restricted resources when an expenditure or expense is incurred for which both restricted and unrestricted resources are available. For unrestricted fund balances, committed fund balances are used first, then assigned fund balances, then unassigned, if any.

**1. Governmental Funds**

The Regional Office of Education #13 reports the following major governmental funds:

**General Fund** - The General Fund is the general operating fund of the Regional Office of Education #13 and is used to account for all financial resources except those required to be accounted for and reported in another fund. This fund is available to pay general and administrative expenditures of the Regional Office of Education #13. Included in this fund are:

CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13

NOTES TO FINANCIAL STATEMENTS

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

E. **Measurement Focus, Basis of Accounting, and Financial Statement Presentation** (Continued)

1. **Governmental Funds** (Continued)

**General Fund** (Continued)

**Special Projects** – This fund accounts for miscellaneous expenses and programs that benefit the school districts and/or regional office.

**Alternative Education Project** – This fund accounts for Alternative School General State Aid funding.

**Safe School Tuition** – This program accounts for tuition payments from local districts sending students to the Safe School in Centralia.

**Safe School Projects** – This program accounts for General State Aid and miscellaneous income and expenses relative to the Safe School in Centralia.

**Administrator’s Academy** - This program provides required training and continuing education of administrators.

**Conference** – This program provides for events such as Talent Search and Olympiad programs.

**Staff Development** – This program offers technology assistance and training to teachers and, on a fee basis, NOVELL Certified classes for school district technology personnel.

**Education Fund** - This Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted by grant agreements or contracts to expenditures for specified purposes supporting education enhancement programs as follows:

**American Recovery and Reinvestment Act – Alternative Education Project** – This fund accounts for Alternative School ARRA funding.

**American Recovery and Reinvestment Act – Safe School Projects** – This program accounts for ARRA income and expenses relative to the Safe School in Centralia.

**Truants Alternative/Optional Education** – This is a State-approved program leading to a high school diploma for students with truancy problems.

**American Recovery and Reinvestment Act – Enhancing Education through Technology** – This program enables local entities to provide new and emerging technologies, create state-of-the-art learning environments, and offer additional training and support for teachers to help students achieve academically and acquire the skills needed to compete in a global economy.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

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

**E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation** (Continued)

**1. Governmental Funds** (Continued)

**Education Fund** (Continued)

**Early Childhood Block Grant** - This program provides early assistance to children and parents to enhance the child's physical, social, and cognitive skills, and assist those identified as being at risk of academic failure.

**Summer School** – This program accounts for teacher salaries and purchased services that are paid with funds provided by local school districts on a per student basis.

**Homeless Children/Youth** – This program provides educational services for homeless students, tutoring, clothing, school activity fees, and transportation.

**Regional Safe Schools** – Safe schools are alternative programs for disruptive youths in grades 6-12. Students eligible for this program must have been suspended or expelled by a local school district.

**Regional System of Support Provider** – This program, which includes ARRA-Title I-School Improvement funding, provides for assistance with School Improvement Plans, alignment of curriculum/ standards/ instructional practice/ assessments, teacher/administrator enhancement, and student, family, and community support services.

**ROE/ISC Operations** -This fund accounts for the grant that provides the funding for the Regional Office of Education.

**Special Education for Infants and Families with Disabilities** – This program is funded by the Department of Human Services to help families with children between birth and age three obtain evaluations and assessments. Individualized plans are developed to help a child learn, grow, and receive needed services.

Additionally, the Regional Office of Education #13 reports the following nonmajor governmental funds:

**Special Revenue Funds** - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted to expenditures for specific purposes. Included among these funds are:

**Institute** – This fund accounts for teacher certificate registration, issuance and evaluation fees for processing certificates, and expenses to promote the professional growth of teachers and school personnel. All funds generated remain restricted until expended only on the aforementioned activities.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

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

**E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation** (Continued)

**1. Governmental Funds** (Continued)

**Special Revenue Funds** (Continued)

**General Education Development (GED)** – This fund accounts for the receipts and expenses pertaining to the GED/High School Equivalency program for high school dropouts.

**ROE School Bus Driver Training** – This fund accounts for State and local receipts and expenses designed for initial and refresher courses of instruction for school bus drivers.

**Supervisory** – This fund accounts for proceeds provided to the Regional Superintendent by the Illinois State Board of Education to be used for travel and related purposes.

**2. Proprietary Funds**

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprise where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis should be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control accountability, or other purposes.

The Regional Office of Education #13 reports the following major proprietary funds:

**Workshops** – This program provides teacher workshops.

**Technology/Testing Cooperative** – This program is a local district cooperative that provides services for scoring and reporting of student achievement testing.

The Regional Office of Education #13 reports the following nonmajor proprietary fund:

**Film Cooperative** – This program is a Marion County schools cooperative that purchases and loans film and video materials for instructional use.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

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

**E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation** (Continued)

**3. Fiduciary Funds**

Fiduciary funds are used to account for assets held by the Regional Office of Education #13 in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Distributive Fund is the Regional Office of Education #13's only agency fund.

The Regional Office of Education #13 reports the following fiduciary fund:

**Distributive Fund** – This fund distributes monies received by the State out to the school districts and other entities.

**F. Assets, Liabilities, and Net Assets or Equity**

**1. Deposits and Investments**

The Regional Office of Education #13 considers cash on hand, checking accounts, savings accounts, and investments held with an original maturity date of 90 days or less to be cash and cash equivalents. State regulations require that the Regional Office of Education #13 deposit funds under its control into accounts insured by the federal governments, accounts secured by substantial collateral, or pooled investment trusts. All funds not needed for immediate disbursement are maintained in interest bearing accounts.

The Regional Office of Education #13 does not have a formal investment policy. Statutes authorize the Regional Office of Education #13 to make deposits or invest in obligations of states and their political subdivisions, savings accounts, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Money Market Fund.

**2. Interfund Transactions**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds."

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

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

**F. Assets, Liabilities, and Net Assets or Equity** (Continued)

**3. Capital assets**

Capital assets are reported in the applicable columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$500 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Office equipment and furniture	5-10
Computer equipment	3-5
Other equipment	5-20

In the fund financial statements, capital assets used in governmental operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

**4. Compensated Absences**

Full-time non-certified and certified employees who work 12 calendar months earn up to 15 vacation days for a full year of service. As a matter of general practice, vacation days do not carry over from one year to the next; therefore, no liability is accrued. Certified employees who work less than 12 calendar months per year do not earn vacation days.

Employees receive up to 12 sick days annually and the unused portion is accumulated up to 221 days for IMRF eligible employees and up to 340 days for TRS eligible employees. Employee sick leave is recorded when paid. Upon termination, employees do not receive any accumulated sick leave pay; therefore, no liability is accrued.

CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13

NOTES TO FINANCIAL STATEMENTS

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

F. **Assets, Liabilities, and Net Assets or Equity** (Continued)

5. **Equity Classifications**

**Government-wide Statements**

Equity is classified as net assets and displayed in three components:

**Invested in capital assets** - Consists of capital assets, net of accumulated depreciation.

**Restricted net assets** – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

**Unrestricted net assets** – All other net assets that do not meet the definition of “restricted” or “invested in capital assets.”

**Fund Statements**

Governmental fund equity is classified as fund balance. Fund balance is the difference between assets and liabilities in a Governmental Fund. The following types of fund balances may be presented in the Governmental Funds Balance Sheet and Governmental Funds Combining Schedule of Accounts:

**Nonspendable Fund Balance** – the portion of a Governmental Fund’s net assets that are not available to be spent, either short term or long term, in either form or through legal restrictions. There are no accounts presenting a nonspendable fund balance.

**Restricted Fund Balance** – the portion of a Governmental Fund’s net assets that are subject to external enforceable legal restrictions. The following accounts fund balances are restricted by grant agreements or contracts: Truants Alternative/Optional Education, Homeless Children/Youth, ROE/ISC Operations and Special Education for Infants and Families with Disabilities. The following funds are restricted by Illinois Statute: Institute, General Education Development, ROE School Bus Driver Training, and Supervisory.

**Committed Fund Balance** – the portion of a Governmental Fund’s net assets with self-imposed constraints or limitations that have been placed at the highest level of decision making. There are no accounts presenting a committed fund balance.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

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

**F. Assets, Liabilities, and Net Assets or Equity** (Continued)

**5. Equity Classifications** (Continued)

**Fund Statements** (Continued)

**Assigned Fund Balance** – the portion of a Governmental Fund’s net assets to denote an intended use of resources. The accounts presented with assigned fund balances are specified for a particular purpose by the Regional Superintendent. The following accounts comprise assigned fund balance Alternative Education Project, Safe School Tuition, Safe School Projects, Administrator’s Academy, and Conference.

**Unassigned Fund Balance** – available expendable financial resources in a governmental fund that are not designated for a specific purpose. The unassigned fund balance is made up of the Special Projects, Early Childhood Block Grant and Regional Safe Schools accounts.

**G. New Accounting Pronouncements**

In 2012, the Regional Office of Education #13 implemented Governmental Accounting Standards Board (GASB) Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, and GASB Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions*. The Regional Office of Education #13 implemented these standards during the current year; however, they had no impact on the financial statements.

**2. BUDGETS AND BUDGETARY ACCOUNTING**

The Regional Office of Education #13 was not legally required to adopt annual budgets for all funds under its control, and some annual budgets prepared were not based upon the same operating period. Therefore, budgetary reports comparing budgeted to actual expenditures are not presented.

Budgets relating to programs funded by grants from the Illinois State Board of Education are prepared and submitted to the State Board as part of the grant awards process. The State Board must also approve amendments to these budgets. Grant project budgets are based on the award period. Budgetary Comparison Schedules have been presented for the following grants received from the Illinois State Board of Education: Truants Alternative/Optional Education, ARRA – Enhancing Education through Technology, Early Childhood Block Grant, Regional Safe Schools, ARRA – Title I – School Improvement & Accountability, and ROE/ISC Operations.

**3. USE OF ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.



**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

**4. INTEREST ON DISTRIBUTIVE FUND ACCOUNTS**

The Regional Office of Education #13 has agreements with all districts in the region whereby the Regional Office of Education #13 is allowed to keep the interest received on Distributive Fund receipts for expenditures benefiting all districts.

**5. DEPOSITS AND INVESTMENTS**

**A. Deposits**

At June 30, 2012, the carrying amount of the Regional Office of Education #13's governmental activities, business-type activities, and agency fund deposits were \$774,435, \$404,136, and \$0, respectively. The bank balances totaled \$1,204,079 all of which was secured by federal depository insurance or collateralized with securities held by the pledging financial institution's trust department in the Regional Office of Education #13's name, and were, therefore, not exposed to custodial credit risk.

**B. Investments**

At June 30, 2012, the carrying amount of the Regional Office of Education #13's deposits in the Illinois Funds Money Market Fund for the governmental activities and fiduciary funds were \$975 and \$0, respectively. The combined bank balance invested in the Illinois Funds Money Market Fund was \$575,423. This fund enables custodians of public funds an investment option with a competitive rate of return on fully collateralized investments and immediate access to the funds. These deposits are included in cash and cash equivalents in the Regional Office of Education #13's governmental activities and fiduciary funds.

**Credit Risk**

At June 30, 2012, the Illinois Funds Money Market Fund had a Standard and Poor's AAAM rating. The pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. Although not subject to direct regulatory oversight, the fund is administered by the Illinois State Treasurer in accordance with the provisions of the Illinois Public Funds Investment Act, 30 ILCS 235. All investments are fully collateralized.

**Interest Rate Risk**

The Illinois Funds Money Market Fund, created by the Illinois General Assembly, enables custodians of public funds an investment option with a competitive rate of return on fully collateralized investments and immediate access to the funds. The investment policy of the Illinois Funds Money Market Fund states that, unless authorized specifically by the Treasurer, a minimum of 75% of its investments shall have less than one-year maturity and no investment shall exceed two years maturity.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

**5. DEPOSITS AND INVESTMENTS** (Continued)

**Concentration of Credit Risk**

Unless specifically authorized by the Treasurer, the Illinois Funds Money Market Fund's investment policy limits investment categories to not exceed 25% of the portfolio, with the exception of cash equivalents and U.S. Treasury securities. Further, certificates of deposit cannot exceed 10% of any single financial institution's total deposits.

**6. RISK MANAGEMENT - CLAIMS AND JUDGEMENTS**

The Regional Office of Education #13 is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; workers' compensation; and natural disasters. The Regional Office of Education #13 is covered by commercial insurance to cover these risks of loss. No settlements have exceeded insurance coverage in the current or three previous years.

**7. CONTINGENCIES**

The Regional Office of Education #13 has received funding from Federal and State grants in the current and prior years which are subject to audits by granting agencies. The Regional Office of Education #13 believes any adjustments that may arise will be insignificant to the Regional Office of Education #13's operations.

**8. OPERATING LEASE**

The Clinton, Marion, and Washington Counties Regional Office of Education #13 has entered into several annual operating leases through June 30, 2012 for the Truants Alternative/Optional Education, Regional Safe School, and Special Education for Infants and Families with Disabilities programs to provide classroom space and office space for grant programs. Rent expense for 2012 totaled \$39,700.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

**9. CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2012 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>				
Capital assets being depreciated:				
Office equipment and furniture	\$ 35,034	\$ 1,700	\$ -	\$ 36,734
Computer equipment	116,819	11,683	(15,775)	112,727
Other equipment and leasehold improvements	16,961	-	-	16,961
Total capital assets being depreciated	<u>168,814</u>	<u>13,383</u>	<u>(15,775)</u>	<u>166,422</u>
Less accumulated depreciation for:				
Office equipment and furniture	(28,022)	(1,406)	-	(29,428)
Computer equipment	(104,525)	(9,007)	15,775	(97,757)
Other equipment and leasehold improvements	(15,329)	(545)	-	(15,874)
Total accumulated depreciation	<u>(147,876)</u>	<u>(10,958)</u>	<u>15,775</u>	<u>(143,059)</u>
Governmental activities capital assets, net	<u>\$ 20,938</u>	<u>\$ 2,425</u>	<u>\$ -</u>	<u>\$ 23,363</u>
<b>Business-type activities:</b>				
Capital assets being depreciated:				
Office equipment and furniture	\$ 26,959	\$ -	\$ -	\$ 26,959
Computer equipment	23,235	-	-	23,235
Other equipment and leasehold improvements	19,960	-	-	19,960
Total capital assets being depreciated	<u>70,154</u>	<u>-</u>	<u>-</u>	<u>70,154</u>
Less accumulated depreciation for:				
Office equipment and furniture	(21,921)	(2,242)	-	(24,163)
Computer equipment	(23,236)	-	-	(23,236)
Other equipment and leasehold improvements	(11,405)	(2,851)	-	(14,256)
Total accumulated depreciation	<u>(56,562)</u>	<u>(5,093)</u>	<u>-</u>	<u>(61,655)</u>
Business-type activities capital assets, net	<u>\$ 13,592</u>	<u>\$ (5,093)</u>	<u>\$ -</u>	<u>\$ 8,499</u>

Depreciation expense was charged to functions/programs of the Regional Office of Education #13 as follows:

Governmental activities:	
Instructional services	<u>\$ 10,958</u>
Business-type activities:	
Instructional services	<u>\$ 5,093</u>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

**10. RETIREMENT FUND COMMITMENTS**

**A. Teachers' Retirement System of the State of Illinois**

The Regional Office of Education #13 participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago.

The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The State of Illinois maintains primary responsibility for the funding of the plan, but contributions from participating employers and members are also required. The TRS Board of Trustees is responsible for the system's administration.

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2012 was 9.4 percent of creditable earnings. The same contribution rate applies to members whose first contributing service is on or after January 1, 2011, the effective date of the benefit changes contained in Public Act 96-0889. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer. The active member contribution rate was also 9.4 percent for the years ended June 30, 2011 and 2010.

The State of Illinois makes contributions directly to TRS on behalf of the Regional Office of Education #13's TRS-covered employees.

*On-Behalf Contributions to TRS* - The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education #13. For the year ended June 30, 2012, State of Illinois contributions were based on 24.91 percent of creditable earnings not paid from federal funds, and the Regional Office of Education #13 recognized revenue and expenditures of \$242,265 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2011, and June 30, 2010, the State of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 23.10 percent (\$105,116) and 23.38 percent (\$210,052), respectively.

The Regional Office of Education #13 makes other types of employer contributions directly to TRS.

*2.2 Formula Contributions* – Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2012 were \$4,627. Contributions for the years ended June 30, 2011, and 2010 were \$1,820 and \$4,217, respectively.

*Federal and Special Trust Fund Contributions* - When TRS members are paid from federal and special trust funds administered by the Regional Office of Education #13, there is a statutory requirement for the Regional Office of Education #13 to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that was first effective for the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

**10. RETIREMENT FUND COMMITMENTS** (Continued)

**A. Teachers' Retirement System of the State of Illinois** (Continued)

For the year ended June 30, 2012, the employer pension contribution was 24.91 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2011 and 2010, the employer contribution was 23.10 and 23.38 percent of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2012, salaries totaling \$15,523 were paid from federal and special trust funds that required employer contributions of \$3,867. For the years ended June 30, 2011, and June 30, 2010, required Regional Office of Education #13 contributions were \$9,702 and \$2,664, respectively.

*Early Retirement Option (ERO)* – The Regional Office of Education #13 is also required to make one-time employer contributions to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the age and salary of the member.

The maximum employer ERO contribution is 117.5 percent and applies when the member is age 55 at retirement.

For the years ended June 30, 2012, June 30, 2011, and June 30, 2010, the Regional Office of Education #13 made no payments to TRS for employer contributions under the Early Retirement Option.

*Salary Increases Over 6 Percent and Excess Sick Leave* – If the Regional Office of Education #13 grants salary increases over 6 percent and those salaries are used to calculate a retiree's final average salary, the Regional Office of Education #13 makes a contribution to TRS. The contribution will cover the difference in actuarial cost of the benefit based on actual salary increases and the benefit based on salary increases of up to 6 percent.

For the years ended June 30, 2012, June 30, 2011, and June 30, 2010, the Regional Office of Education #13 made no payments for employer contributions to TRS due on salary increases in excess of 6 percent.

If the Regional Office of Education #13 grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, the Regional Office of Education #13 makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary rate reported by the Regional Office of Education #13 during the four-year sick leave review period, and the TRS total normal cost rate (17.83 percent of salary during the year ended June 30, 2012).

For the years ended June 30, 2012, June 30, 2011, and June 30, 2010, the Regional Office of Education #13 made no payments for employer contributions to TRS for sick leave days granted in excess of the normal annual allotment.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

**10. RETIREMENT FUND COMMITMENTS** (Continued)

**A. Teachers' Retirement System of the State of Illinois** (Continued)

TRS financial information, an explanation of TRS benefits, and descriptions of member, employer and state funding requirements can be found in the TRS *Comprehensive Annual Financial Report* for the year ended June 30, 2011. The report for the year ended June 30, 2012, is expected to be available in late 2012.

The reports may be obtained by writing to the Teachers' Retirement System of the State of Illinois, P.O. Box 19253, 2815 West Washington Street, Springfield, IL 62794-9253. The most current report is also available on the TRS Web site at <http://trs.illinois.gov>.

**B. Illinois Municipal Retirement Fund**

*Plan Description* – The Regional Office of Education #13's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Regional Office of Education #13's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

*Funding Policy* – As set by statute, the Regional Office of Education #13's Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2011 was 11.69 percent. The Regional Office of Education #13 also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

**10. RETIREMENT FUND COMMITMENTS** (Continued)

**B. Illinois Municipal Retirement Fund** (Continued)

*Annual Pension Cost* – The required contribution for calendar year 2011 was \$88,919.

**Three-Year Trend Information for the Regular Plan**

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2011	\$ 88,919	100%	\$ -
12/31/2010	92,364	100%	-
12/31/2009	94,243	100%	-

The required contribution for 2011 was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.0 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 10.0 percent per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3.0 percent annually. The actuarial value of the Regional Office of Education #13's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20.0 percent corridor between the actuarial and market value of assets. The Regional Office of Education #13's Regular plan's unfunded actuarial accrued liability at December 31, 2009 is being amortized as a level percentage of projected payroll on an open 10 year basis.

*Funded Status and Fund Progress* – As of December 31, 2011, the most recent actuarial valuation date, the Regular plan was 84.19 percent funded. The actuarial accrued liability for benefits was \$1,920,909 and the actuarial value of assets was \$1,617,159, resulting in an underfunded actuarial accrued liability (UAAL) of \$303,750. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$760,642 and the ratio of the UAAL to the covered payroll was 40 percent.

The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**C. Social Security**

Employees not qualifying for coverage under the Illinois Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "nonparticipating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

**11. OTHER POST-EMPLOYMENT BENEFITS**

**A. Teacher Health Insurance Security Fund**

The Regional Office of Education #13 participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit postemployment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants may participate in the state administered participating provider option plan or choose from several managed care options.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The Illinois Department of Healthcare and Family Services (HFS) and the Illinois Department of Central Management Services (CMS) administer the plan with the cooperation of TRS. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by CMS with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to the TRS who are not employees of the state make a contribution to THIS Fund.

The percentage of employer required contributions in the future will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

*On behalf contributions to THIS Fund* - The State of Illinois makes employer retiree health insurance contributions on behalf of the Regional Office of Education #13. State contributions are intended to match contributions to THIS Fund from active members which were 0.88 percent of pay during the year ended June 30, 2012. State of Illinois contributions were \$7,021, and the Regional Office of Education #13 recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2011 and June 30, 2010 were 0.88 percent and 0.84 percent of pay, respectively. State contributions on behalf of Regional Office of Education #13 employees were \$2,762 and \$6,104, respectively.

*Employer contributions to THIS Fund* - The Regional Office of Education #13 also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.66 percent for the years ended June 30, 2012 and June 30, 2011, and 0.63 percent during the year ended June 30, 2010. For the year ended June 30, 2012, the Regional Office of Education #13 paid \$5,266 to the THIS Fund. For the years ended June 30, 2011 and June 30, 2010, the Regional Office of Education #13 paid \$2,071 and \$4,578 to the THIS Fund, respectively, which was 100 percent of the required contribution.

The publicly available financial report of the THIS Fund may be obtained by writing to the Department of Healthcare and Family Services, 201 S. Grand Ave., Springfield, IL 62763-3838.



**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

**11. OTHER POST-EMPLOYMENT BENEFITS** (Continued)

**B. Other Postemployment Benefits**

The Regional Office of Education #13 allows employees, who retire through the Regional Office of Education #13's plan disclosed in Note 10B, the option to continue in the Regional Office of Education #13's health insurance plan as required by the Illinois Compiled Statutes, but the retiree pays the full premium for the health insurance. This has not created an implicit subsidy as defined by GASB Statement No. 45 (GASB S-45), *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* as the Regional Office of Education #13's health insurance plan is considered a community rated plan. In addition, the ROE #13 has no explicit subsidy as defined in GASB S-45.

**12. BOND**

The Illinois School Code (105 ILCS 5/3-2) directs the Regional Office of Education #13 to execute a bond of not less than \$100,000 on the Regional Superintendent. The Regional Office of Education #13 has secured and maintained such a bond with coverage of \$100,000 on the Regional Superintendent.

**13. INTERFUND RECEIVABLES AND PAYABLES**

At June 30, 2012, interfund receivables and payables were as follows:

Due To (Receivable)	Due From (Payable)	Balance at June 30, 2012
General Fund:	Education Fund:	
Alternative Education Project	Early Childhood Block Grant	\$ 135,636
Alternative Education Project	Regional Safe Schools	6,261
Alternative Education Project	Special Education for Infants and Families with Disabilities	40,548
		\$ 182,445

At June 30, 2012, all of the interfund balances consist of loans between individual funds within the same pooled cash account. The loans were used to cover cash shortages in these individual funds.



**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

**16. DUE TO/DUE FROM OTHER GOVERNMENTS**

The Regional Office of Education #13's General Fund, Education Fund, Other Nonmajor Special Revenue Funds, Enterprise Funds, and Fiduciary Fund had funds due from/to various other governmental units which consisted of the following at June 30, 2012:

Due From Other Governments:	
General Fund:	
Local School Districts	<u>\$ 2,935</u>
Education Fund:	
Illinois State Board of Education	\$ 334,901
Department of Human Services	46,812
Regional Office of Education #3	37
Local School Districts	<u>205</u>
	<u>381,955</u>
Other Nonmajor Special Revenue Fund:	
Department of Corrections	<u>588</u>
Enterprise Funds:	
Local School Districts	<u>5,036</u>
	<u>\$ 390,514</u>
Fiduciary Fund:	
Illinois State Board of Education	<u>\$5,054,729</u>
Due To Other Governments:	
Fiduciary Fund:	
Local School Districts	<u>\$5,054,729</u>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**NOTES TO FINANCIAL STATEMENTS**

**17. ON-BEHALF PAYMENTS**

Clinton, Marion, and Washington Counties provide the Regional Office of Education #13 with staff and pay certain expenditures on behalf of the Regional Office of Education #13. The expenditures paid on the Regional Office of Education #13's behalf for the year ended June 30, 2012, were as follows:

Salaries and benefits	\$ 156,191
Purchased services	20,298
Supplies and materials	<u>11,736</u>
	<u>\$ 188,225</u>

The on-behalf payments are reflected as revenues and expenditures of the General Fund.

The Regional Office of Education #13 also received on-behalf payments for employee salaries and benefits from the State of Illinois for the following items:

Regional Superintendent-salary	\$ 100,128
Regional Superintendent-benefits (includes State paid insurance)	17,781
Assistant Regional Superintendent-salary	90,120
Assistant Regional Superintendent-benefits (includes State paid insurance)	14,096
TRS pension contributions	242,265
THIS post-employment benefit contributions	<u>7,021</u>
	<u>\$ 471,411</u>

Salary and benefit data for the Regional Superintendent and Assistant Regional Superintendent was calculated based on data provided by the Illinois State Board of Education.

The on-behalf payments are reflected as revenues and expenditures of the General Fund.

**REQUIRED SUPPLEMENTARY INFORMATION  
(OTHER THAN MANAGEMENT'S DISCUSSION AND ANALYSIS)**

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**ILLINOIS MUNICIPAL RETIREMENT FUND  
SCHEDULE OF FUNDING PROGRESS  
UNAUDITED  
June 30, 2012**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b - a) / c]
12/31/2011	\$ 1,617,159	\$ 1,920,909	\$ 303,750	84.19 %	\$ 760,642	39.93 %
12/31/2010	1,644,343	1,872,175	227,832	87.83 %	823,942	27.65 %
12/31/2009	1,670,557	1,932,967	262,410	86.42 %	884,078	29.68 %

On a market value basis the actuarial value of assets as of December 31, 2011 was \$1,545,100. On a market basis, the funded ratio would be 80.44 percent.

**Digest of Changes:**

The actuarial assumptions that were used to determine the actuarial accrued liability for 2011 are based on the 2007-2009 Experience Study.

**SUPPLEMENTAL INFORMATION**

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING SCHEDULE OF ACCOUNTS  
GENERAL FUND  
June 30, 2012**

	Special Projects	Alternative Education Project	Safe School Tuition	Safe School Projects
<b>ASSETS</b>				
Cash and cash equivalents	\$ 52,567	\$ 101,615	\$ 104,541	\$ 263,779
Due from other funds	-	182,445	-	-
Due from other governments	-	-	2,935	-
	<u>\$ 52,567</u>	<u>\$ 284,060</u>	<u>\$ 107,476</u>	<u>\$ 263,779</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ 78
Salaries and benefits payable	-	13,456	1,483	13,123
	<u>-</u>	<u>13,456</u>	<u>1,483</u>	<u>13,201</u>
<b>FUND BALANCES</b>				
Assigned	-	270,604	105,993	250,578
Unassigned	52,567	-	-	-
	<u>52,567</u>	<u>270,604</u>	<u>105,993</u>	<u>250,578</u>
Total fund balances	<u>52,567</u>	<u>270,604</u>	<u>105,993</u>	<u>250,578</u>
Total liabilities and fund balances	<u>\$ 52,567</u>	<u>\$ 284,060</u>	<u>\$ 107,476</u>	<u>\$ 263,779</u>



**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING SCHEDULE OF ACCOUNTS (Continued)  
GENERAL FUND  
June 30, 2012**

	Administrator's <u>Academy</u>	<u>Conference</u>	Staff <u>Development</u>	<u>Total</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 17,538	\$ 6,374	\$ -	\$ 546,414
Due from other funds	-	-	-	182,445
Due from other governments	-	-	-	2,935
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	<u>\$ 17,538</u>	<u>\$ 6,374</u>	<u>\$ -</u>	<u>\$ 731,794</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ 78
Salaries and benefits payable	-	-	-	28,062
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,140</u>
<b>FUND BALANCES</b>				
Assigned	17,538	6,374	-	651,087
Unassigned	-	-	-	52,567
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total fund balances	<u>17,538</u>	<u>6,374</u>	<u>-</u>	<u>703,654</u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities and fund balances	<u>\$ 17,538</u>	<u>\$ 6,374</u>	<u>\$ -</u>	<u>\$ 731,794</u>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
GENERAL FUND ACCOUNTS  
For the year ended June 30, 2012**

	<u>Special Projects</u>	<u>Alternative Education Project</u>	<u>Safe School Tuition</u>
<b>Revenues:</b>			
Local sources	\$ 18,507	\$ 1,819	\$ 76,980
State sources	-	99,382	-
On-behalf payments - local	188,225	-	-
On-behalf payments - state	471,411	-	-
Interest	774	3,298	719
	<u>678,917</u>	<u>104,499</u>	<u>77,699</u>
<b>Expenditures:</b>			
Salaries and benefits	-	150,803	36,336
Purchased services	15,563	34,122	1,562
Supplies and materials	1,793	4,215	557
Other objects	889	-	-
On-behalf payments - local	188,225	-	-
On-behalf payments - state	471,411	-	-
	<u>677,881</u>	<u>189,140</u>	<u>38,455</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,036</u>	<u>(84,641)</u>	<u>39,244</u>
<b>Other financing sources (uses):</b>			
Transfers in	4,032	-	-
Transfers out	(525)	-	-
	<u>3,507</u>	<u>-</u>	<u>-</u>
Net change in fund balances	4,543	(84,641)	39,244
Fund balances, beginning of year	<u>48,024</u>	<u>355,245</u>	<u>66,749</u>
Fund balances, end of year	<u>\$ 52,567</u>	<u>\$ 270,604</u>	<u>\$ 105,993</u>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (Continued)  
GENERAL FUND ACCOUNTS  
For the year ended June 30, 2012**

	Safe School Projects	Administrator's Academy	Conference
<b>Revenues:</b>			
Local sources	\$ -	\$ 14,655	\$ 8,000
State sources	125,260	-	-
On-behalf payments - local	-	-	-
On-behalf payments - state	-	-	-
Interest	2,819	161	71
	<u>128,079</u>	<u>14,816</u>	<u>8,071</u>
<b>Total revenues</b>			
<b>Expenditures:</b>			
Salaries and benefits	129,400	-	-
Purchased services	35,075	10,341	7,583
Supplies and materials	4,222	2,449	-
Other objects	-	-	-
On-behalf payments - local	-	-	-
On-behalf payments - state	-	-	-
	<u>168,697</u>	<u>12,790</u>	<u>7,583</u>
<b>Total expenditures</b>			
Excess (deficiency) of revenues over (under) expenditures	<u>(40,618)</u>	<u>2,026</u>	<u>488</u>
<b>Other financing sources (uses):</b>			
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total other financing sources (uses)</b>			
Net change in fund balances	(40,618)	2,026	488
Fund balances, beginning of year	<u>291,196</u>	<u>15,512</u>	<u>5,886</u>
Fund balances, end of year	<u>\$ 250,578</u>	<u>\$ 17,538</u>	<u>\$ 6,374</u>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (Continued)  
GENERAL FUND ACCOUNTS  
For the year ended June 30, 2012**

	Staff Development	Eliminations	Total
<b>Revenues:</b>			
Local sources	\$ 50	\$ -	\$ 120,011
State sources	-	-	224,642
On-behalf payments - local	-	-	188,225
On-behalf payments - state	-	-	471,411
Interest	33	-	7,875
	<u>83</u>	<u>-</u>	<u>1,012,164</u>
<b>Expenditures:</b>			
Salaries and benefits	-	-	316,539
Purchased services	-	-	104,246
Supplies and materials	-	-	13,236
Other objects	-	-	889
On-behalf payments - local	-	-	188,225
On-behalf payments - state	-	-	471,411
	<u>-</u>	<u>-</u>	<u>1,094,546</u>
Excess (deficiency) of revenues over (under) expenditures	<u>83</u>	<u>-</u>	<u>(82,382)</u>
<b>Other financing sources (uses):</b>			
Transfers in	-	(3,840)	192
Transfers out	(3,840)	3,840	(525)
	<u>(3,840)</u>	<u>-</u>	<u>(333)</u>
Net change in fund balances	(3,757)	-	(82,715)
Fund balances, beginning of year	<u>3,757</u>	<u>-</u>	<u>786,369</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 703,654</u>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING SCHEDULE OF ACCOUNTS  
EDUCATION FUND**

**June 30, 2012**

	ARRA Alternative Education Project	ARRA Safe School Projects	Truants Alternative/ Optional Education	ARRA Enhancing Education Through Technology
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ -	\$ 123,672	\$ -
Due from other governments	-	-	38,464	-
Total assets	\$ -	\$ -	\$ 162,136	\$ -
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Salaries and benefits payable	-	-	16,334	-
Due to other funds	-	-	-	-
Deferred revenue	-	-	32,581	-
Total liabilities	-	-	48,915	-
<b>FUND BALANCES (DEFICITS)</b>				
Restricted	-	-	113,221	-
Unassigned	-	-	-	-
Total fund balances (deficits)	-	-	113,221	-
Total liabilities and fund balances	\$ -	\$ -	\$ 162,136	\$ -

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING SCHEDULE OF ACCOUNTS (Continued)  
EDUCATION FUND  
June 30, 2012**

	Early Childhood Block Grant	Summer School	Homeless Children/Youth	Regional Safe Schools
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ -	\$ 60	\$ -
Due from other governments	286,990	-	37	9,652
Total assets	\$ 286,990	\$ -	\$ 97	\$ 9,652
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Salaries and benefits payable	108,467	-	-	12,119
Due to other funds	135,636	-	-	6,261
Deferred revenue	64,990	-	-	17,100
Total liabilities	309,093	-	-	35,480
<b>FUND BALANCES (DEFICITS)</b>				
Restricted	-	-	97	-
Unassigned	(22,103)	-	-	(25,828)
Total fund balances (deficits)	(22,103)	-	97	(25,828)
Total liabilities and fund balances	\$ 286,990	\$ -	\$ 97	\$ 9,652

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING SCHEDULE OF ACCOUNTS (Continued)  
EDUCATION FUND  
June 30, 2012**

	Regional System of Support Provider	ROE/ISC Operations	Special Education for Infants and Families with Disabilities	Total
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ 570	\$ -	\$ 124,302
Due from other governments	-	-	46,812	381,955
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 570</b>	<b>\$ 46,812</b>	<b>\$ 506,257</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ 678	\$ 678
Salaries and benefits payable	-	-	-	136,920
Due to other funds	-	-	40,548	182,445
Deferred revenue	-	-	4,479	119,150
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>45,705</b>	<b>439,193</b>
<b>FUND BALANCES (DEFICITS)</b>				
Restricted	-	570	1,107	114,995
Unassigned	-	-	-	(47,931)
<b>Total fund balances (deficits)</b>	<b>-</b>	<b>570</b>	<b>1,107</b>	<b>67,064</b>
<b>Total liabilities and fund balances</b>	<b>\$ -</b>	<b>\$ 570</b>	<b>\$ 46,812</b>	<b>\$ 506,257</b>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
EDUCATION FUND ACCOUNTS  
For the year ended June 30, 2012**

	ARRA Alternative Education Project	ARRA Safe School Projects	Truants Alternative/ Optional Education	ARRA Enhancing Education Through Technology
<b>Revenues:</b>				
Local sources	\$ -	\$ -	\$ 902	\$ -
State sources	-	-	130,622	-
Federal sources	167	239	12,585	36,947
Interest	-	-	966	-
<b>Total revenues</b>	<b>167</b>	<b>239</b>	<b>145,075</b>	<b>36,947</b>
<b>Expenditures:</b>				
Salaries and benefits	167	239	101,931	-
Purchased services	-	-	26,763	-
Supplies and materials	-	-	3,387	3,003
Capital outlay	-	-	-	-
Payments to other governments	-	-	3,884	-
<b>Total expenditures</b>	<b>167</b>	<b>239</b>	<b>135,965</b>	<b>3,003</b>
Excess (deficiency) of revenues over (under) expenditures	-	-	9,110	33,944
<b>Other financing sources (uses):</b>				
Transfers in	-	-	-	-
Transfers out	-	-	(9,156)	(192)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(9,156)</b>	<b>(192)</b>
Net change in fund balances	-	-	(46)	33,752
Fund balances (deficits), beginning of year	-	-	113,267	(33,752)
Fund balances (deficits), end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 113,221</u>	<u>\$ -</u>



**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (Continued)  
EDUCATION FUND ACCOUNTS  
For the year ended June 30, 2012**

	<u>Early Childhood Block Grant</u>	<u>Summer School</u>	<u>Homeless Children/Youth</u>	<u>Regional Safe Schools</u>
<b>Revenues:</b>				
Local sources	\$ -	\$ 1,200	\$ -	\$ 2,061
State sources	827,520	-	-	75,969
Federal sources	-	-	13,768	-
Interest	-	-	43	6
<b>Total revenues</b>	<u>827,520</u>	<u>1,200</u>	<u>13,811</u>	<u>78,036</u>
<b>Expenditures:</b>				
Salaries and benefits	733,451	822	6,647	62,323
Purchased services	71,352	14	3,574	15,407
Supplies and materials	69,488	-	3,590	2,094
Capital outlay	10,106	-	-	-
Payments to other governments	9,371	-	-	5,000
<b>Total expenditures</b>	<u>893,768</u>	<u>836</u>	<u>13,811</u>	<u>84,824</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(66,248)</u>	<u>364</u>	<u>-</u>	<u>(6,788)</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	24	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>24</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(66,248)</u>	<u>388</u>	<u>-</u>	<u>(6,788)</u>
Fund balances (deficits), beginning of year	<u>44,145</u>	<u>(388)</u>	<u>97</u>	<u>(19,040)</u>
<b>Fund balances (deficits), end of year</b>	<u>\$ (22,103)</u>	<u>\$ -</u>	<u>\$ 97</u>	<u>\$ (25,828)</u>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (Continued)  
EDUCATION FUND ACCOUNTS  
For the year ended June 30, 2012**

	Regional System of Support Provider	ROE/ISC Operations	Special Education for Infants and Families with Disabilities	Total
<b>Revenues:</b>				
Local sources	\$ -	\$ -	\$ 398	\$ 4,561
State sources	-	33,856	470,484	1,538,451
Federal sources	114	-	161,350	225,170
Interest	-	-	-	1,015
<b>Total revenues</b>	<b>114</b>	<b>33,856</b>	<b>632,232</b>	<b>1,769,197</b>
<b>Expenditures:</b>				
Salaries and benefits	-	27,495	506,737	1,439,812
Purchased services	107	218	115,743	233,178
Supplies and materials	-	994	6,076	88,632
Capital outlay	-	-	3,277	13,383
Payments to other governments	-	-	-	18,255
<b>Total expenditures</b>	<b>107</b>	<b>28,707</b>	<b>631,833</b>	<b>1,793,260</b>
Excess (deficiency) of revenues over (under) expenditures	7	5,149	399	(24,063)
<b>Other financing sources (uses):</b>				
Transfers in	501	-	-	525
Transfers out	-	-	-	(9,348)
<b>Total other financing sources (uses)</b>	<b>501</b>	<b>-</b>	<b>-</b>	<b>(8,823)</b>
<b>Net change in fund balances</b>	<b>508</b>	<b>5,149</b>	<b>399</b>	<b>(32,886)</b>
Fund balances (deficits), beginning of year	(508)	(4,579)	708	99,950
<b>Fund balances (deficits), end of year</b>	<b>\$ -</b>	<b>\$ 570</b>	<b>\$ 1,107</b>	<b>\$ 67,064</b>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
TRUANTS ALTERNATIVE/OPTIONAL EDUCATION #11-3695-00  
For the year ended June 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	with Final Budget
Revenues:				
State sources	\$ 128,238	\$ 128,238	\$ 25,074	\$ (103,164)
Expenditures:				
Salaries and benefits	95,175	95,175	16,866	78,309
Purchased services	18,875	18,875	-	18,875
Supplies and materials	8,188	8,188	-	8,188
Payments to other governments	6,000	6,000	-	6,000
Total expenditures	128,238	128,238	16,866	111,372
Excess of revenues over expenditures	\$ -	\$ -	8,208	\$ 8,208
Fund balance, beginning of year			113,267	
Fund balance, July 1, 2011			\$ 121,475	

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
TRUANTS ALTERNATIVE/OPTIONAL EDUCATION #12-3695-11  
For the year ended June 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	with Final Budget
<b>Revenues:</b>				
Local sources	\$ -	\$ -	\$ 902	\$ 902
State sources	137,638	137,638	105,548	(32,090)
Federal sources	-	-	12,585	12,585
Interest	-	-	966	966
	<u>137,638</u>	<u>137,638</u>	<u>120,001</u>	<u>(17,637)</u>
<b>Total revenues</b>				
<b>Expenditures:</b>				
Salaries and benefits	104,620	103,444	85,065	18,379
Purchased services	18,875	27,184	26,763	421
Supplies and materials	8,143	3,126	3,387	(261)
Payments to other governments	6,000	3,884	3,884	-
	<u>137,638</u>	<u>137,638</u>	<u>119,099</u>	<u>18,539</u>
<b>Total expenditures</b>				
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	902	<u>\$ 902</u>
<b>Other financing uses:</b>				
Transfer out			(9,156)	
Net change in fund balance			(8,254)	
Fund balance, July 1, 2011			121,475	
Fund balance, end of year			\$ 113,221	

Note: Actual column also includes National School Lunch Program revenue (Project 12-4210-00) of \$7,917; School Breakfast Program revenue (Project 12-4220-00) of \$4,668; and State Free Lunch and Breakfast revenue (Project 12-3360-00) of \$491.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
ARRA-ENHANCING EDUCATION THROUGH TECHNOLOGY #11-4861-00  
For the year ended June 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	with Final Budget
Revenues:				
Federal sources	\$ 120,495	\$ 120,495	\$ 36,947	\$ (83,548)
Expenditures:				
Salaries and benefits	46,954	46,477	-	46,477
Purchased services	30,450	29,544	-	29,544
Supplies and materials	7,591	13,974	3,003	10,971
Payments to other governments	35,500	30,500	-	30,500
Total expenditures	120,495	120,495	3,003	117,492
Excess of revenues over expenditures	\$ -	\$ -	33,944	\$ 33,944
Other financing uses:				
Transfer out			(192)	
Net change in fund balance			33,752	
Fund balance (deficit), beginning of year			(33,752)	
Fund balance, end of year			\$ -	

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
EARLY CHILDHOOD - BLOCK GRANT #11-3705-00  
For the year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
State sources	\$ 743,455	\$ 66,818	\$ 13,520	\$ (53,298)
Expenditures:				
Salaries and benefits	661,611	39,138	13,404	25,734
Purchased services	54,351	21,756	1,327	20,429
Supplies and materials	19,993	5,924	47	5,877
Payments to other governments	7,500	-	-	-
Total expenditures	743,455	66,818	14,778	52,040
Deficiency of revenues under expenditures	\$ -	\$ -	(1,258)	\$ (1,258)
Fund balance, beginning of year			44,145	
Fund balance, July 1, 2011			\$ 42,887	

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
EARLY CHILDHOOD - BLOCK GRANT #12-3705-00  
For the year ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources	<u>\$ 960,000</u>	<u>\$ 960,000</u>	<u>\$ 814,000</u>	<u>\$ (146,000)</u>
Expenditures:				
Salaries and benefits	820,566	730,647	720,047	10,600
Purchased services	81,700	76,613	70,025	6,588
Supplies and materials	30,234	132,341	69,441	62,900
Capital outlay	20,000	11,028	10,106	922
Payments to other governments	<u>7,500</u>	<u>9,371</u>	<u>9,371</u>	<u>-</u>
Total expenditures	<u>960,000</u>	<u>960,000</u>	<u>878,990</u>	<u>81,010</u>
Deficiency of revenues under expenditures	<u>\$ -</u>	<u>\$ -</u>	(64,990)	<u>\$ (64,990)</u>
Fund balance, July 1, 2011			<u>42,887</u>	
Fund balance (deficit), end of year			<u>\$ (22,103)</u>	

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
REGIONAL SAFE SCHOOLS #11-3696-00  
For the year ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources	<u>\$ 85,747</u>	<u>\$ 85,747</u>	<u>\$ 8,046</u>	<u>\$ (77,701)</u>
Expenditures:				
Salaries and benefits	64,522	64,522	16,897	47,625
Purchased services	15,225	15,225	-	15,225
Supplies and materials	1,000	1,000	-	1,000
Payments to other governments	<u>5,000</u>	<u>5,000</u>		<u>5,000</u>
Total expenditures	<u>85,747</u>	<u>85,747</u>	<u>16,897</u>	<u>68,850</u>
Deficiency of revenues under expenditures	<u>\$ -</u>	<u>\$ -</u>	(8,851)	<u>\$ (8,851)</u>
Fund balance (deficit), beginning of year			<u>(19,040)</u>	
Fund balance (deficit), July 1, 2011			<u>\$ (27,891)</u>	



**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
REGIONAL SAFE SCHOOLS #12-3696-00  
For the year ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources	\$ -	\$ -	\$ 2,061	\$ 2,061
State sources	85,023	85,023	67,923	(17,100)
Interest	-	-	6	6
	<u>85,023</u>	<u>85,023</u>	<u>69,990</u>	<u>(15,033)</u>
Total revenues				
Expenditures:				
Salaries and benefits	64,522	62,704	45,426	17,278
Purchased services	15,225	15,225	15,407	(182)
Supplies and materials	276	2,094	2,094	-
Payments to other governments	5,000	5,000	5,000	-
	<u>85,023</u>	<u>85,023</u>	<u>67,927</u>	<u>17,096</u>
Total expenditures				
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	2,063	<u>\$ 2,063</u>
Fund balance (deficit), July 1, 2011			<u>(27,891)</u>	
Fund balance (deficit), end of year			<u>\$ (25,828)</u>	

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
ARRA - TITLE I - SCHOOL IMPROVEMENT & ACCOUNTABILITY #11-4854-00  
For the year ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources	<u>\$ 140,000</u>	<u>\$ 140,000</u>	<u>\$ 114</u>	<u>\$ (139,886)</u>
Expenditures:				
Salaries and benefits	90,692	90,692	-	90,692
Purchased services	1,800	27,600	107	27,493
Supplies and materials	1,026	3,708	-	3,708
Payments to other governments	<u>46,482</u>	<u>18,000</u>	<u>-</u>	<u>18,000</u>
Total expenditures	<u>140,000</u>	<u>140,000</u>	<u>107</u>	<u>139,893</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	7	<u>\$ 7</u>
Other financing sources:				
Transfer in			<u>501</u>	
Net change in fund balance			508	
Fund balance (deficit), beginning of year			<u>(508)</u>	
Fund balance, end of year			<u>\$ -</u>	

Note: This grant is accounted for in the Regional System of Support Provider Fund.

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
ROE/ISC OPERATIONS - PROJECT #11-3730-00  
For the year ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources	<u>\$ 31,130</u>	<u>\$ 56,531</u>	<u>\$ 5,653</u>	<u>\$ (50,878)</u>
			-	
Expenditures:				
Salaries and benefits	29,086	53,228	-	53,228
Purchased services	1,795	2,725	-	2,725
Supplies and materials	<u>249</u>	<u>578</u>	<u>-</u>	<u>578</u>
Total expenditures	<u>31,130</u>	<u>56,531</u>	<u>-</u>	<u>56,531</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	5,653	<u>\$ 5,653</u>
Fund balance (deficit), beginning of year			<u>(4,579)</u>	
Fund balance, July 1, 2011			<u>\$ 1,074</u>	

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
ROE/ISC OPERATIONS - PROJECT #12-3730-00  
For the year ended June 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	with Final Budget
Revenues:				
State sources	\$ 28,203	\$ 28,203	\$ 28,203	\$ -
Expenditures:				
Salaries and benefits	26,990	26,990	27,495	(505)
Purchased services	218	218	218	-
Supplies and materials	995	995	994	1
Total expenditures	28,203	28,203	28,707	(504)
Deficiency of revenues under expenditures	\$ -	\$ -	(504)	\$ (504)
Fund balance, July 1, 2011			1,074	
Fund balance, end of year			\$ 570	

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
June 30, 2012**

	Institute	General Education Development	ROE School Bus Driver Training
<b>ASSETS</b>			
Cash and cash equivalents	\$ 88,394	\$ 13,247	\$ 573
Due from other governments	-	588	-
 Total assets	<u>\$ 88,394</u>	<u>\$ 13,835</u>	<u>\$ 573</u>
 <b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>	\$ -	\$ -	\$ -
 <b>FUND BALANCES</b>			
Restricted	88,394	13,835	573
 Total liabilities and fund balances	<u>\$ 88,394</u>	<u>\$ 13,835</u>	<u>\$ 573</u>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING BALANCE SHEET (Continued)  
NONMAJOR SPECIAL REVENUE FUNDS  
June 30, 2012**

	Supervisory	Total
<b>ASSETS</b>		
Cash and cash equivalents	\$ 2,480	\$ 104,694
Due from other governments	-	588
	\$ 2,480	\$ 105,282
<b>LIABILITIES AND FUND BALANCES</b>		
<b>LIABILITIES</b>	\$ -	\$ -
<b>FUND BALANCES</b>		
Restricted	2,480	105,282
	\$ 2,480	\$ 105,282

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
For the year ended June 30, 2012**

	<u>Institute</u>	<u>General Education Development</u>	<u>ROE School Bus Driver Training</u>
<b>Revenues:</b>			
Local sources	\$ 48,897	\$ 14,303	\$ 2,100
State sources	-	-	1,009
Interest	676	129	12
<b>Total revenues</b>	<u>49,573</u>	<u>14,432</u>	<u>3,121</u>
<b>Expenditures:</b>			
Salaries and benefits	30,105	1,639	1,772
Purchased services	14,594	5,968	2,493
Supplies and materials	5,319	6,218	1,011
<b>Total expenditures</b>	<u>50,018</u>	<u>13,825</u>	<u>5,276</u>
Excess (deficiency) of revenues over (under) expenditures	(445)	607	(2,155)
<b>Other financing sources:</b>			
Transfers in	9,156	-	-
<b>Net changes in fund balances</b>	8,711	607	(2,155)
Fund balance, beginning of year	<u>79,683</u>	<u>13,228</u>	<u>2,728</u>
Fund balance, end of year	<u><u>\$ 88,394</u></u>	<u><u>\$ 13,835</u></u>	<u><u>\$ 573</u></u>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (Continued)  
NONMAJOR SPECIAL REVENUE FUNDS  
For the year ended June 30, 2012**

	Supervisory	Total
Revenues:		
Local sources	\$ 759	\$ 66,059
State sources	-	1,009
Interest	17	834
	776	67,902
Total revenues		
Expenditures:		
Salaries and benefits	-	33,516
Purchased services	-	23,055
Supplies and materials	-	12,548
	-	69,119
Total expenditures		
Excess (deficiency) of revenues over (under) expenditures	776	(1,217)
Other financing sources:		
Transfers in	-	9,156
	-	9,156
Net changes in fund balances		
	776	7,939
Fund balance, beginning of year	1,704	97,343
Fund balance, end of year	\$ 2,480	\$ 105,282



**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUND**

**For the year ended June 30, 2012**

	<u>Balance July 01, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2012</u>
<u>DISTRIBUTIVE FUND</u>				
ASSETS				
Cash and cash equivalents	\$ -	\$ 75,027,069	\$ 75,027,069	\$ -
Due from other governments	<u>6,214,176</u>	<u>5,054,729</u>	<u>6,214,176</u>	<u>5,054,729</u>
Total assets	<u>\$ 6,214,176</u>	<u>\$ 80,081,798</u>	<u>\$ 81,241,245</u>	<u>\$ 5,054,729</u>
LIABILITIES				
Due to other governments	<u>\$ 6,214,176</u>	<u>\$ 80,081,798</u>	<u>\$ 81,241,245</u>	<u>\$ 5,054,729</u>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT  
TREASURERS AND OTHER ENTITIES  
DISTRIBUTIVE FUND  
For the year ended June 30, 2012**

	Carlyle Community Unit #1	Wesclin Community Unit #3	Breese Community Unit #12	St. Rose Community Unit #14-15	Aviston Community Unit #21	Willow Grove Community Unit #46
General State Aid	\$ 3,325,965	\$ 3,879,204	\$ 1,110,943	\$ 466,091	\$ 1,017,227	\$ 736,654
Special Ed. Private Fac. Tuition	6,719	17,796	17,112	-	-	-
Special Ed. Extraordinary	178,516	187,340	88,129	21,640	46,669	26,399
Special Ed.-Personnel	267,921	229,719	126,896	19,390	46,385	35,625
Special Ed.-Orphanage-Individual	81,140	54,165	-	-	4,159	-
Special Ed.-Orphanage-Summer Ind	-	-	-	-	-	-
Special Ed.-Summer School	637	-	-	-	-	-
V.E.-Career & Tech Ed. Impr.	-	-	-	-	-	-
Agriculture Education	-	-	-	-	-	-
State Free Lunch and Breakfast	7,828	5,850	4,010	172	543	2,467
Driver Education	10,695	11,092	-	-	-	-
Transportation Regular	169,029	63,837	31,450	16,930	37,222	42,880
Transportation-Special Ed.	156,147	103,821	59,336	998	10,730	18,500
ROE School Bus Driver Training	-	-	-	-	-	-
National Board Certification Initiatives	5,176	-	-	3,697	-	-
Truant Alternative/Optional Ed.	-	-	-	-	-	-
Regional Safe Schools	-	-	-	-	-	-
Early Childhood-Block Grant	-	279,651	151,332	49,494	59,676	-
ROE/ISC-Operations	-	-	-	-	-	-
Arts Education and Foreign Language	-	-	-	-	-	-
Rural Education Initiative	-	-	-	-	-	-
National School Lunch Program	173,582	142,229	99,489	12,379	22,810	43,131
Special Milk Program	-	-	-	-	-	-
School Breakfast Program	43,341	28,685	28,165	-	-	15,995
Fresh Fruits and Vegetables	-	-	-	-	-	-
Title I Low Income	198,937	106,451	50,442	43,903	-	27,851
Title IV Safe and Drug Free Sch.	-	-	-	-	-	-
Fed. Special Ed. Pre-School Flow	-	-	-	-	-	-
Fed. Special Ed. IDEA Flow Through	-	-	-	-	-	-
Special Ed. IDEA Room and Board	3,447	6,726	1,057	1,273	-	-
V.E. Perkins-Title II C Secondary	-	-	-	-	-	-
ARRA-Title I-Low Income	143	-	543	-	-	-
ARRA-Title I-School Imprv & Acct	-	-	-	-	-	-
ARRA-School Improvement	-	-	-	-	-	-
ARRA-Fed Special Ed. Pre-School	-	-	-	-	-	-
ARRA-Fed Special Ed. IDEA Flow	-	-	-	-	-	-
ARRA-Technology Enhancing	-	-	-	-	-	-
ARRA-Education Jobs Program	4,934	5,863	-	16,458	1,483	-
Title II Teacher Quality	38,667	34,458	22,396	5,889	4,562	7,994
Technology Literacy Challenge	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$ 4,672,824</b>	<b>\$ 5,156,887</b>	<b>\$ 1,791,300</b>	<b>\$ 658,314</b>	<b>\$ 1,251,466</b>	<b>\$ 957,496</b>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT  
TREASURERS AND OTHER ENTITIES (Continued)  
DISTRIBUTIVE FUND  
For the year ended June 30, 2012**

	Bartelso Community Unit #57	Germantown Community Unit #60	Damiansville Community Unit #62	Albers Community Unit #63	Central Community Unity #71	North Wamac Community Unit #186
General State Aid	\$ 358,354	\$ 799,675	\$ 303,169	\$ 499,911	\$ 799,290	\$ 613,997
Special Ed. Private Fac. Tuition	-	-	-	-	13,307	-
Special Ed. Extraordinary	18,188	34,250	15,862	22,510	83,624	19,851
Special Ed.-Personnel	14,690	37,163	5,625	15,935	85,198	30,970
Special Ed.-Orphanage-Individual	9,276	-	-	-	5,823	7,131
Special Ed.-Orphanage-Summer Ind	-	-	-	-	-	-
Special Ed.-Summer School	-	-	-	-	-	-
V.E.-Career & Tech Ed. Impr.	-	-	-	-	-	-
Agriculture Education	-	-	-	-	-	-
State Free Lunch and Breakfast	88	610	332	422	1,576	3,273
Driver Education	-	-	-	-	30,461	-
Transportation Regular	4,848	2,535	2,646	6,627	158,986	14,115
Transportation-Special Ed.	10,921	327	10,242	4,588	150,404	4,374
ROE School Bus Driver Training	-	-	-	-	-	-
National Board Certification Initiatives	-	-	-	-	739	-
Truant Alternative/Optional Ed.	-	-	-	-	-	-
Regional Safe Schools	-	-	-	-	-	-
Early Childhood-Block Grant	-	56,532	-	66,000	-	-
ROE/ISC-Operations	-	-	-	-	-	-
Arts Education and Foreign Language	-	-	-	-	-	-
Rural Education Initiative	-	-	-	-	-	-
National School Lunch Program	6,843	24,846	13,702	18,677	55,845	51,819
Special Milk Program	-	-	-	-	-	-
School Breakfast Program	-	-	-	-	8,707	24,880
Fresh Fruits and Vegetables	-	-	-	-	-	5,867
Title I Low Income	-	-	-	11,760	31,741	32,312
Title IV Safe and Drug Free Sch.	-	-	-	-	-	-
Fed. Special Ed. Pre-School Flow	-	-	-	-	-	-
Fed. Special Ed. IDEA Flow Through	-	-	-	-	-	-
Special Ed. IDEA Room and Board	2,646	-	-	8	3,646	-
V.E. Perkins-Title II C Secondary	-	-	-	-	-	-
ARRA-Title I-Low Income	-	-	-	-	1,297	-
ARRA-Title I-School Imprv & Acct	-	-	-	-	-	-
ARRA-School Improvement	-	-	-	-	-	-
ARRA-Fed Special Ed. Pre-School	-	-	-	-	-	-
ARRA-Fed Special Ed. IDEA Flow	-	-	-	-	-	-
ARRA-Technology Enhancing	-	-	-	-	-	-
ARRA-Education Jobs Program	3,227	1,155	-	35,562	735	-
Title II Teacher Quality	1,106	14,467	6,051	2,404	18,223	2,395
Technology Literacy Challenge	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$ 430,187</b>	<b>\$ 971,560</b>	<b>\$ 357,629</b>	<b>\$ 684,404</b>	<b>\$ 1,449,602</b>	<b>\$ 810,984</b>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT  
TREASURERS AND OTHER ENTITIES (Continued)**

**DISTRIBUTIVE FUND**

**For the year ended June 30, 2012**

	Raccoon Cons Community Unit #1	Kell Cons Community Unit #2	Iuka Community Unit #7	Selma Community Unit #10	Patoka Community Unit #100	Odin Community Unit #722
General State Aid	\$ 1,009,246	\$ 497,677	\$ 1,160,323	\$ 753,896	\$ 329,163	\$ 1,357,116
Special Ed. Private Fac. Tuition	-	-	520	-	-	-
Special Ed. Extraordinary	37,368	15,734	37,963	33,305	39,660	22,047
Special Ed.-Personnel	48,844	15,749	51,755	36,853	30,697	28,135
Special Ed.-Orphanage-Individual	33,382	4,746	4,087	11,851	13,292	-
Special Ed.-Orphanage-Summer Ind	-	-	-	-	-	-
Special Ed.-Summer School	-	-	-	-	168	-
V.E.-Career & Tech Ed. Impr.	-	-	-	-	-	-
Agriculture Education	-	-	-	-	-	-
State Free Lunch and Breakfast	2,835	932	2,977	1,857	2,888	2,066
Driver Education	-	-	-	-	2,601	2,010
Transportation Regular	80,618	45,080	139,107	52,499	124,740	1,203
Transportation-Special Ed.	29,780	550	13,302	11,202	44,255	21,126
ROE School Bus Driver Training	-	-	-	-	-	-
National Board Certification Initiatives	739	-	-	-	-	-
Truant Alternative/Optional Ed.	-	-	-	-	-	-
Regional Safe Schools	-	-	-	-	-	-
Early Childhood-Block Grant	-	-	-	-	-	80,000
ROE/ISC-Operations	-	-	-	-	-	-
Arts Education and Foreign Language	-	35,775	-	-	-	-
Rural Education Initiative	-	-	-	-	-	-
National School Lunch Program	46,499	21,007	54,004	35,764	56,338	55,358
Special Milk Program	-	-	-	-	-	423
School Breakfast Program	22,661	9,101	22,971	15,756	21,346	12,459
Fresh Fruits and Vegetables	-	-	-	-	159	9,470
Title I Low Income	37,675	26,017	32,256	19,385	49,222	98,321
Title IV Safe and Drug Free Sch.	-	-	-	-	-	-
Fed. Special Ed. Pre-School Flow	-	-	-	-	-	-
Fed. Special Ed. IDEA Flow Through	-	-	-	-	-	-
Special Ed. IDEA Room and Board	-	-	124	-	2,074	-
V.E. Perkins-Title II C Secondary	-	-	-	-	-	-
ARRA-Title I-Low Income	-	-	-	-	-	-
ARRA-Title I-School Imprv & Acct	-	-	-	-	-	-
ARRA-School Improvement	-	-	-	-	-	-
ARRA-Fed Special Ed. Pre-School	-	-	-	-	-	-
ARRA-Fed Special Ed. IDEA Flow	-	-	-	-	-	-
ARRA-Technology Enhancing	-	-	-	-	-	-
ARRA-Education Jobs Program	14,828	-	1,693	-	749	2,082
Title II Teacher Quality	11,571	2,107	7,880	12,160	18,126	12,781
Technology Literacy Challenge	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$ 1,376,046</b>	<b>\$ 674,475</b>	<b>\$ 1,528,962</b>	<b>\$ 984,528</b>	<b>\$ 735,478</b>	<b>\$ 1,704,597</b>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT  
TREASURERS AND OTHER ENTITIES (Continued)  
DISTRIBUTIVE FUND  
For the year ended June 30, 2012**

	Salem Community Unit #111	Odin Community Unit #122	Central City Community Unit #133	Centralia Community Unit #135	Centralia High Community Unit #200
General State Aid	\$ 4,194,151	\$ -	\$ 1,022,189	\$ 6,054,136	\$ 4,024,076
Special Ed. Private Fac. Tuition	-	-	-	-	-
Special Ed. Extraordinary	152,660	15,680	34,043	219,506	158,234
Special Ed.-Personnel	189,325	15,889	59,204	344,591	190,836
Special Ed.-Orphanage-Individual	5,390	-	7,618	214,953	540,999
Special Ed.-Orphanage-Summer Ind	-	-	-	4,364	31,152
Special Ed.-Summer School	-	-	-	-	-
V.E.-Career & Tech Ed. Impr.	-	-	-	-	-
Agriculture Education	-	-	-	-	-
State Free Lunch and Breakfast	13,820	232	2,548	29,603	8,524
Driver Education	-	-	-	-	24,291
Transportation Regular	210,022	15,413	18,664	245,966	160,733
Transportation-Special Ed.	83,340	532	2,208	139,456	26,534
ROE School Bus Driver Training	-	-	-	-	-
National Board Certification Initiatives	-	-	-	739	2,218
Truant Alternative/Optional Ed.	-	-	-	-	-
Regional Safe Schools	-	-	-	-	-
Early Childhood-Block Grant	-	62,000	-	-	-
ROE/ISC-Operations	-	-	-	-	-
Arts Education and Foreign Language	-	-	-	-	-
Rural Education Initiative	19,518	-	-	35,390	-
National School Lunch Program	206,056	-	53,771	433,139	144,738
Special Milk Program	-	-	-	496	-
School Breakfast Program	68,768	-	18,802	145,544	64,959
Fresh Fruits and Vegetables	-	1,362	1,850	63,431	-
Title I Low Income	190,330	-	32,085	676,929	311,581
Title IV Safe and Drug Free Sch.	-	-	-	-	-
Fed. Special Ed. Pre-School Flow	-	-	-	-	-
Fed. Special Ed. IDEA Flow Through	-	-	-	-	-
Special Ed. IDEA Room and Board	1,219	-	-	7,204	1,016
V.E. Perkins-Title II C Secondary	-	-	-	-	-
ARRA-Title I-Low Income	-	-	-	17,000	-
ARRA-Title I-School Imprv & Acct	-	-	-	-	-
ARRA-School Improvement	-	-	-	-	-
ARRA-Fed Special Ed. Pre-School	-	-	-	-	-
ARRA-Fed Special Ed. IDEA Flow	-	-	-	-	-
ARRA-Technology Enhancing	-	-	-	-	-
ARRA-Education Jobs Program	6,009	-	-	467,621	6,150
Title II Teacher Quality	40,366	-	13,857	96,702	50,866
Technology Literacy Challenge	-	-	-	235	-
<b>TOTAL</b>	<b>\$ 5,380,974</b>	<b>\$ 111,108</b>	<b>\$ 1,266,839</b>	<b>\$ 9,197,005</b>	<b>\$ 5,746,907</b>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT  
TREASURERS AND OTHER ENTITIES (Continued)**

**DISTRIBUTIVE FUND**

**For the year ended June 30, 2012**

	South Central Community Unit #401	Sandoval Community Unit #501	Salem Community Unit #600	Odin Community Unit #700	Oakdale Community Unit #1
General State Aid	\$ 2,504,775	\$ 2,520,887	\$ 3,190,174	\$ -	\$ 287,046
Special Ed. Private Fac. Tuition	-	-	22,247	-	-
Special Ed. Extraordinary	106,152	79,281	121,846	6,364	12,147
Special Ed.-Personnel	169,324	127,637	134,513	8,816	21,312
Special Ed.-Orphanage-Individual	32,577	3,503	3,227	-	255
Special Ed.-Orphanage-Summer Ind	-	-	-	-	-
Special Ed.-Summer School	-	-	2,683	-	-
V.E.-Career & Tech Ed. Impr.	-	-	-	-	-
Agriculture Education	-	-	-	-	-
State Free Lunch and Breakfast	7,939	5,525	4,885	28	434
Driver Education	6,257	3,418	21,046	-	-
Transportation Regular	204,739	167,258	63,782	3,946	40,531
Transportation-Special Ed.	85,866	26,542	48,512	409	15,537
ROE School Bus Driver Training	-	-	-	-	-
National Board Certification Initiatives	-	1,479	-	-	-
Truant Alternative/Optional Ed.	-	-	-	-	-
Regional Safe Schools	-	-	-	-	-
Early Childhood-Block Grant	-	128,163	-	-	-
ROE/ISC-Operations	-	-	-	-	-
Arts Education and Foreign Language	-	-	-	-	-
Rural Education Initiative	14,493	-	16,582	-	-
National School Lunch Program	169,655	130,524	123,178	-	9,715
Special Milk Program	-	520	-	-	-
School Breakfast Program	54,756	42,753	18,082	-	5,654
Fresh Fruits and Vegetables	3,349	-	-	-	-
Title I Low Income	164,953	179,839	168,487	-	-
Title IV Safe and Drug Free Sch.	-	108	-	-	-
Fed. Special Ed. Pre-School Flow	-	-	-	-	-
Fed. Special Ed. IDEA Flow Through	-	-	-	-	-
Special Ed. IDEA Room and Board	658	888	782	-	-
V.E. Perkins-Title II C Secondary	-	-	-	-	-
ARRA-Title I-Low Income	-	-	-	-	-
ARRA-Title I-School Imprv & Acct	-	-	-	-	-
ARRA-School Improvement	-	855,646	-	-	-
ARRA-Fed Special Ed. Pre-School	-	-	-	-	-
ARRA-Fed Special Ed. IDEA Flow	-	-	-	-	-
ARRA-Technology Enhancing	-	-	-	-	-
ARRA-Education Jobs Program	3,909	3,683	4,702	-	-
Title II Teacher Quality	37,602	32,675	31,236	-	-
Technology Literacy Challenge	-	123	-	-	-
<b>TOTAL</b>	<b>\$ 3,567,004</b>	<b>\$ 4,310,452</b>	<b>\$ 3,975,964</b>	<b>\$ 19,563</b>	<b>\$ 392,631</b>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT  
TREASURERS AND OTHER ENTITIES (Continued)**

**DISTRIBUTIVE FUND**

**For the year ended June 30, 2012**

	West Washington Co. Community Unit #10	Irvington Community Unit #11	Ashley Community Unit #15	Hoyleton Cons Community Unit #29	Nashville Community Unit #49
General State Aid	\$ 1,411,776	\$ 267,325	\$ 399,739	\$ 146,131	\$ 1,016,074
Special Ed. Private Fac. Tuition	-	-	-	-	-
Special Ed. Extraordinary	76,026	12,041	21,582	10,709	76,858
Special Ed.-Personnel	73,996	19,857	26,875	22,657	90,891
Special Ed.-Orphanage-Individual	25,672	3,183	-	-	12,141
Special Ed.-Orphanage-Summer Ind	-	-	-	-	-
Special Ed.-Summer School	-	-	-	-	-
V.E.-Career & Tech Ed. Impr.	-	-	-	-	-
Agriculture Education	-	-	-	-	-
State Free Lunch and Breakfast	1,595	1,070	2,422	751	3,715
Driver Education	6,460	-	-	-	-
Transportation Regular	136,360	12,988	54,885	16,469	82,400
Transportation-Special Ed.	96,075	1,009	21,931	5,923	20,055
ROE School Bus Driver Training	-	-	-	-	-
National Board Certification Initiatives	-	-	-	-	1,479
Truant Alternative/Optional Ed.	-	-	-	-	-
Regional Safe Schools	-	-	-	-	-
Early Childhood-Block Grant	-	-	-	-	216,129
ROE/ISC-Operations	-	-	-	-	-
Arts Education and Foreign Language	-	-	-	-	-
Rural Education Initiative	-	-	-	-	-
National School Lunch Program	61,016	20,990	36,230	13,976	80,862
Special Milk Program	-	-	-	-	1,236
School Breakfast Program	-	8,170	20,110	5,047	19,938
Fresh Fruits and Vegetables	-	1,074	5,086	-	-
Title I Low Income	26,058	34,689	36,816	-	50,329
Title IV Safe and Drug Free Sch.	-	-	-	-	-
Fed. Special Ed. Pre-School Flow	-	-	-	-	-
Fed. Special Ed. IDEA Flow Through	-	-	-	-	-
Special Ed. IDEA Room and Board	1,850	-	-	-	-
V.E. Perkins-Title II C Secondary	-	-	-	-	-
ARRA-Title I-Low Income	-	-	-	-	-
ARRA-Title I-School Imprv & Acct	-	-	-	-	-
ARRA-School Improvement	-	-	-	-	-
ARRA-Fed Special Ed. Pre-School	-	-	-	-	-
ARRA-Fed Special Ed. IDEA Flow	-	-	-	-	-
ARRA-Technology Enhancing	-	-	-	-	-
ARRA-Education Jobs Program	-	-	-	-	1,507
Title II Teacher Quality	12,775	7,082	6,487	2,632	19,999
Technology Literacy Challenge	-	-	-	-	-
<b>TOTAL</b>	<b>\$ 1,929,659</b>	<b>\$ 389,478</b>	<b>\$ 632,163</b>	<b>\$ 224,295</b>	<b>\$ 1,693,613</b>

**CLINTON, MARION, AND WASHINGTON COUNTIES  
REGIONAL OFFICE OF EDUCATION #13**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT  
TREASURERS AND OTHER ENTITIES (Continued)**

**DISTRIBUTIVE FUND**

**For the year ended June 30, 2012**

	Nashville Community Unit #99	Kaskaskia Special Education District #801	Career/ Technology Education System	Regional Office of Education #13	Total
General State Aid	\$ 1,381,324	\$ -	\$ -	\$ 224,642	\$ 47,662,346
Special Ed. Private Fac. Tuition	-	-	-	-	77,701
Special Ed. Extraordinary	67,498	-	-	-	2,099,682
Special Ed.-Personnel	66,415	868,074	-	-	3,557,762
Special Ed.-Orphanage-Individual	14,013	1,090,001	-	-	2,182,584
Special Ed.-Orphanage-Summer Ind	-	9,868	-	-	45,384
Special Ed.-Summer School	309	-	-	-	3,797
V.E.-Career & Tech Ed. Impr.	-	-	432,086	-	432,086
Agriculture Education	-	-	21,144	-	21,144
State Free Lunch and Breakfast	933	1,476	-	428	126,654
Driver Education	14,523	-	-	-	132,854
Transportation Regular	187,587	-	-	-	2,616,095
Transportation-Special Ed.	58,967	-	-	-	1,283,499
ROE School Bus Driver Training	-	-	-	1,009	1,009
National Board Certification Initiatives	5,176	-	-	-	21,442
Truant Alternative/Optional Ed.	-	-	-	195,526	195,526
Regional Safe Schools	-	-	-	123,215	123,215
Early Childhood-Block Grant	-	-	-	997,516	2,146,493
ROE/ISC-Operations	-	-	-	62,122	62,122
Arts Education and Foreign Language	-	-	-	-	35,775
Rural Education Initiative	-	-	-	-	85,983
National School Lunch Program	33,988	21,563	-	7,917	2,481,640
Special Milk Program	-	-	-	-	2,675
School Breakfast Program	-	12,933	-	4,668	744,251
Fresh Fruits and Vegetables	-	2,014	-	-	93,662
Title I Low Income	33,175	-	-	-	2,671,544
Title IV Safe and Drug Free Sch.	-	-	-	-	108
Fed. Special Ed. Pre-School Flow	-	157,808	-	-	157,808
Fed. Special Ed. IDEA Flow Through	-	3,356,653	-	-	3,356,653
Special Ed. IDEA Room and Board	2,115	-	-	-	36,733
V.E. Perkins-Title II C Secondary	-	-	130,985	-	130,985
ARRA-Title I-Low Income	2,246	-	-	-	21,229
ARRA-Title I-School Imprv & Acct	-	-	-	77,595	77,595
ARRA-School Improvement	-	-	-	-	855,646
ARRA-Fed Special Ed. Pre-School	-	2,022	-	-	2,022
ARRA-Fed Special Ed. IDEA Flow	-	277,706	-	-	277,706
ARRA-Technology Enhancing	-	-	-	36,947	36,947
ARRA-Education Jobs Program	-	-	-	406	582,756
Title II Teacher Quality	7,992	-	-	-	583,508
Technology Literacy Challenge	90	-	-	-	448
<b>TOTAL</b>	<b>\$ 1,876,351</b>	<b>\$ 5,800,118</b>	<b>\$ 584,215</b>	<b>\$ 1,731,991</b>	<b>\$ 75,027,069</b>