

**State of Illinois**  
**ST. CLAIR COUNTY**  
**REGIONAL OFFICE OF EDUCATION #50**  
**FINANCIAL AUDIT**  
**(In Accordance with the Single Audit Act and**  
**OMB Circular A-133)**  
**For the Year Ended June 30, 2007**

**Performed as Special Assistant Auditors**  
**for the Office of the Auditor General**

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
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 FOR THE YEAR ENDED  
 JUNE 30, 2007

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REGIONAL OFFICE OF EDUCATION #50

OFFICIALS

Regional Superintendent  
(Current and during the Audit Period)

Mr. Brad J. Harriman

Assistant Regional Superintendent  
(Current and during the Audit Period)

Mrs. Susan Sarfaty

Office is located at:

100 South Illinois Street  
Belleville, IL 62220

REGIONAL OFFICE OF EDUCATION #50

COMPLIANCE REPORT SUMMARY

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

AUDITORS' REPORTS

The auditors' reports on compliance and on internal controls 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                                       | 0                 | 1                  |
| Repeated audit findings                              | 0                 | 1                  |
| Prior recommendations implemented<br>or not repeated | 1                 | 0                  |

SUMMARY OF FINDINGS AND QUESTIONED COSTS

| <u>Item No.</u> | <u>Page</u> | <u>Description</u>                                 |
|-----------------|-------------|--|
|                 |             | FINDINGS (GOVERNMENT AUDITING STANDARDS)           |
| NONE            |             |  |
|                 |             | FINDINGS AND QUESTIONED COSTS (FEDERAL COMPLIANCE) |
| NONE            |             |  |

PRIOR FINDINGS NOT REPEATED (GOVERNMENT AUDITING STANDARDS)

06-1                      15                      Controls Over Compliance with Laws and Regulations  
(Partial repeat 05-1)

PRIOR FINDINGS NOT REPEATED (FEDERAL COMPLIANCE)

NONE

INFORMAL EXIT CONFERENCE

The findings and recommendations appearing in this report were discussed with Agency personnel at an informal exit conference on September 14, 2007. Attending were Brad Harriman, Regional Superintendent, Susan Sarfaty, Assistant Regional Superintendent, Annabelle Gillespie, Comptroller, and Timothy G. Bryan, CPA, Partner, Kemper CPA Group LLP.

## FINANCIAL STATEMENT REPORT

### SUMMARY

The audit of the accompanying basic financial statements of the Regional Office of Education #50 was performed by Kemper CPA Group LLP.

Based on their audit, the auditors expressed an unqualified opinion on the Regional Office of Education #50's basic financial statements.



INDEPENDENT AUDITOR'S 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 St. Clair County Regional Office of Education #50, as of and for the year ended June 30, 2007, which collectively comprise the Regional Office of Education #50's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Regional Office of Education #50'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. An audit also includes assessing the accounting principles used and 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 Regional Office of Education #50, as of June 30, 2007, and the respective changes in financial position and cash flows, where applicable, 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 March 7, 2008 on our consideration of the Regional Office of Education #50'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.

The Management's Discussion and Analysis and Illinois Municipal Retirement Fund Schedule of Funding Progress on pages 16a-16h, and 51 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Regional Office of Education #50's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and 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 basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, Schedule of Disbursements to School District Treasurers and Other Entities and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Kemper CPA Group LLP*

*Certified Public Accountants and Consultants*

Evansville, Indiana  
March 7, 2008

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 the Regional Office of Education #50, as of and for the year ended June 30, 2007, which collectively comprise the Regional Office of Education #50's basic financial statements and have issued our report thereon dated March 7, 2008. 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

In planning and performing our audit, we considered the Regional Office of Education #50'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 Regional Office of Education #50's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Regional Office of Education #50's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Regional Office of Education #50'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*.

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 organization, Illinois State Board of Education, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Kemper CPA Group LLP*

*Certified Public Accountants and Consultants*

Evansville, Indiana  
March 7, 2008



REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN  
ACCORDANCE WITH OMB CIRCULAR A-133

Honorable William G. Holland  
Auditor General  
State of Illinois

Compliance

We have audited the compliance of the Regional Office of Education #50 with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2007. The Regional Office of Education #50's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Regional Office of Education #50's management. Our responsibility is to express an opinion on the Regional Office of Education #50's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Regional Office of Education #50's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Regional Office of Education #50's compliance with those requirements.

In our opinion, the Regional Office of Education #50 complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2007.

Internal Control Over Compliance

The management of the Regional Office of Education #50 is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Regional Office of Education #50's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Regional Office of Education #50's internal control over compliance.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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 organization, Illinois State Board of Education, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Kemper CPA Group LLP*

*Certified Public Accountants and Consultants*

Evansville, Indiana

March 7, 2008

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FOR THE YEAR ENDED JUNE 30, 2007

**SECTION I – SUMMARY OF AUDITOR’S RESULTS**

**Financial Statements**

Type of auditor’s report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant Deficiency(ies) identified that are not considered to be material weakness(es)? No
- Noncompliance material to financial statements noted? No

**Federal Awards**

Internal control over major programs:

- Material weakness(es) identified? No
- Significant Deficiency(ies) identified that are not considered to be material weakness(es)? No

Type of auditor’s report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, Section .510(a)? No

Identification of **major** programs:

| <b>CFDA Number(s)</b> | <b>Name of Federal Program or Cluster</b>       |
|-----------------------|---|
| 84.010A               | Title I - School Improvement and Accountability |
| 84.002A               | Adult Education Federal Basic                   |

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as a low-risk auditee? Yes

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2007

**SECTION II – FINANCIAL STATEMENT FINDINGS**

NONE



ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2007

**SECTION III – FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS:**

**INSTANCES OF NONCOMPLIANCE:**

NONE

**REPORTABLE CONDITIONS:**

NONE

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
CORRECTIVE ACTION PLAN FOR CURRENT-YEAR AUDIT FINDINGS  
JUNE 30, 2007

**Corrective Action Plan**

NONE

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
JUNE 30, 2007

| <b><u>Finding No.</u></b> | <b><u>Condition</u></b>  | <b><u>Current Status</u></b> |
|---------------------------|--|------------------------------|
| 06-1                      | A. Public Act 95-496 repealed the Requirements of 105 ILCS 5/3-14.5  | Resolved                     |
|                           | B. ROE reported all activities to the county board as required       | Resolved                     |
|                           | C. Public Act 95-496 repealed the Requirements of 105 ILCS 5/3-14.11 | Resolved                     |

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2007

The discussion and analysis of St. Clair County Regional Office of Education #50's (ROE) financial performance provides an overall narrative review of the ROE's financial activities for the year ended June 30, 2007. The intent of this discussion and analysis is to look at the ROE's performance as a whole; readers should also review the notes to the basic financial statements and the financial statements to enhance their understanding of the ROE's financial performance. Information contained in this section is qualified by the more detailed information contained elsewhere in the financial statements, notes to financial statements and any accompanying materials. To the extent this discussion contains any forward-looking statements of the ROE's plans, objectives, expectations and prospects, the actual results could differ materially from those discussed herein.

This section is a summary of the ROE's financial activities based on currently known facts, decisions, or conditions. It is also based on both the government-wide and fund-based financial statements. The results of the current year are discussed in comparison with the prior year.

#### **2007 FINANCIAL HIGHLIGHTS**

- Total net assets of the ROE's governmental activities are \$ 1,471,653, an increase of \$79,739 or 6% from fiscal year 2006 net assets. Net assets of the ROE's enterprise fund are \$313,693, a decrease of \$11,347 or 3% from fiscal year 2006 net assets. Total net assets for the ROE are \$1,785,346, an increase of \$68,392 or 4% from fiscal year 2006. This increase was largely due to an increase in capital assets of \$84,247.
- General revenues account for \$1,074,741 in revenue, or 18% of all revenues. Program specific revenues in the form of grants and contributions accounted for \$5,032,390 or 82% of total revenues.
- The ROE had \$6,027,392 in expenses; only \$5,032,390 of these expenses were offset by program specific charges for grants and contributions. General revenues were adequate to provide for the rest of the ROE's expenses.
- Among major funds, the General Fund had \$615,376 in revenues and \$642,876 in expenditures. The General Fund's fund balance decreased \$21,506 or 7% over the prior year.
- Capital assets purchased during the year totaled \$155,645. Capital assets net of depreciation increased by \$84,247. This increase was due to the move of the ROE into a new facility, which resulted in the purchase of equipment and furnishings.
- The ROE has no long-term debt.

## OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the ROE's basic financial statements. The ROE's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of the ROE's finances, in a manner similar to a private-sector business. These statements are prepared using the accrual basis of accounting and include all assets and liabilities.

The Statement of Net Assets presents information on all the ROE's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the ROE is improving or deteriorating.

The Statement of Activities presents information showing how the ROE's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal years.

The government-wide financial statements outline functions of the ROE that are principally supported by grants, contracts and contributions, and governmental activities. The governmental activities of the ROE include instructional services and support services. The government-wide financial statements can be found on pages 17-18 of this report.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The ROE uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the ROE can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the ROE's current financing requirements. Governmental Funds are reported using modified accrual accounting. This method of accounting measures cash and other assets that can be easily converted to cash. The Governmental Funds Statements provide a detailed short-term view of the ROE's operations.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental

funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the ROE's current financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. These reconciliations are on pages 20 and 22, respectively.

The ROE maintains individual governmental funds in accordance with both the Regional Office of Education Accounting Manual and the Accounting Manual for Public School Districts issued by the Illinois State Board of Education. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for all major funds. All other non-major funds are combined together and presented in these reports as other governmental funds.

The basic governmental fund financial statements can be found on pages 19 and 21, respectively.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the ROE. Fiduciary funds are not reflected in the government-wide financial statements because resources of those funds are not available to support the ROE's own programs. The accrual basis of accounting is used for fiduciary funds. The ROE is responsible for ensuring that the assets reported in these funds are used for their intended purpose. The ROE's fiduciary activities are presented in a separate Statement of Fiduciary Net Assets on page 26.

**Proprietary funds.**

The purpose of the Enterprise Fund is to hold any excess funds collected from Workshops and/or Technology Services. These funds are used solely to offset Workshop and Technology Services incurred due to less than anticipated registrations or more than anticipated materials and services.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27-50 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information concerning the ROE's budget process.

The ROE does not adopt an annual operating budget for the General Fund or Special Revenue Funds, but does adopt individual budgets for certain grants in the Education Fund. A budgetary comparison schedule has been provided for the Education Fund accounts. This supplementary information can be found on pages 68-92 of this report.

Additionally, a Schedule of Expenditures of Federal Awards is required by OMB Circular A-133 and can be found on pages 99-100 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

**Net assets.** Net assets may serve over time as a useful indicator of government's financial position. In the case of the ROE, assets exceeded liabilities by \$1,785,346 as of June 30, 2007.

By far the largest portion of the ROE's net assets (80%) is unrestricted. Investment in capital assets (e.g., equipment and furniture) represents 12% of the ROE's net assets.

The ROE's financial position is a product of several financial transactions including the net result of activities, the acquisition and disposal of capital assets and the depreciation of capital assets. The following table presents a summary of the ROE's net assets for the fiscal year ended June 30, 2007.

### Net Assets as of June 30, 2007

|                          | Governmental Activities |                     | Business Activities |                   | Total Primary Government |                     |
|--------------------------|-------------------------|---------------------|---------------------|-------------------|--------------------------|---------------------|
|                          | 2007                    | 2006                | 2007                | 2006              | 2007                     | 2006                |
| Current Assets           | \$ 2,434,617            | \$ 2,056,086        | \$ 301,056          | \$ 333,208        | \$ 2,735,673             | \$ 2,389,294        |
| Capital Assets           | <u>197,032</u>          | <u>133,356</u>      | <u>22,943</u>       | <u>2,372</u>      | <u>219,975</u>           | <u>135,728</u>      |
| <b>Total Assets</b>      | <u>2,631,649</u>        | <u>2,189,442</u>    | <u>323,999</u>      | <u>335,580</u>    | <u>2,955,648</u>         | <u>2,525,022</u>    |
| Current Liabilities      | 1,159,996               | 797,528             | \$ 10,306           | 10,540            | 1,170,302                | 808,068             |
| <b>Total Liabilities</b> | \$ <u>1,159,996</u>     | <u>797,528</u>      | \$ <u>10,306</u>    | <u>10,540</u>     | <u>1,170,302</u>         | <u>808,068</u>      |
| <b>Net Assets</b>        |                         |                     |                     |                   |                          |                     |
| Capital Assets net       | 197,032                 | 133,356             | 22,943              | 2,372             | 219,975                  | 135,728             |
| Restricted               | 128,811                 | 145,408             | -                   | -                 | 128,811                  | 145,408             |
| Unrestricted             | <u>1,145,810</u>        | <u>1,113,150</u>    | <u>290,750</u>      | <u>322,668</u>    | <u>1,436,560</u>         | <u>1,435,818</u>    |
| <b>Total Net Assets</b>  | \$ <u>1,471,653</u>     | \$ <u>1,391,914</u> | \$ <u>313,693</u>   | \$ <u>325,040</u> | \$ <u>1,785,346</u>      | \$ <u>1,716,954</u> |

**Changes in net assets.** The ROE's total revenues for the fiscal year ended June 30, 2007 were \$6,107,131. The total cost of all programs and services was \$6,027,392. The following table presents a summary of the changes in net assets for the fiscal year ended June 30, 2007.



**ROE #50 Change in Net Assets  
Year Ended June 30, 2007**

|  | <b>Governmental Activities</b> |                  | <b>Business Activities</b> |                | <b>Total Primary Government</b> |                  | <b>% Change</b> |
|--|--------------------------------|------------------|----------------------------|----------------|---------------------------------|------------------|-----------------|
|  | 2007                           | 2006             | 2007                       | 2006           | 2007                            | 2006             | 2006-2007       |
| <b>Revenues:</b>                         |                                |                  |                            |                |                                 |                  |                 |
| <b>Program revenues:</b>                 |                                |                  |                            |                |                                 |                  |                 |
| Operating                                |                                |                  |                            |                |                                 |                  |                 |
| Grants/Contributions                     | \$ 5,032,390                   | \$ 5,171,515     | \$ -                       | \$ -           | \$ 5,032,390                    | \$ 5,171,515     | - 2.7%          |
| Charges for Services                     | -                              | -                | 86,245                     | 88,601         | 86,245                          | 88,601           | - 2.7%          |
| <b>General Revenues:</b>                 |                                |                  |                            |                |                                 |                  |                 |
| Local Sources                            | 316,482                        | 324,289          | -                          | -              | 316,482                         | 324,289          | -2.4%           |
| On-Behalf payments - Local               | 300,145                        | -                | -                          | -              | 300,145                         | -                | 100.0%          |
| State Sources                            | 155,241                        | 168,794          | -                          | -              | 155,241                         | 168,794          | - 8.0%          |
| On-Behalf payments - State               | 286,807                        | 266,579          | -                          | -              | 286,807                         | 266,579          | 7.6%            |
| Loss on Disposal of Asset                | -                              | (156)            | -                          | -              | -                               | (156)            | 100.0%          |
| Interest                                 | 16,066                         | 4,946            | 1,846                      | 653            | 17,912                          | 5,599            | 219.9%          |
| <b>Total Revenues</b>                    | <u>6,107,131</u>               | <u>5,935,967</u> | <u>88,091</u>              | <u>89,254</u>  | <u>6,195,222</u>                | <u>6,025,221</u> | <u>2.8%</u>     |
| <b>Expenses:</b>                         |                                |                  |                            |                |                                 |                  |                 |
| Instructional Services                   | 5,440,440                      | 5,661,390        | -                          | -              | 5,440,440                       | 5,661,390        | - 3.9%          |
| On-Behalf Payments                       | 586,952                        | 266,579          | -                          | -              | 586,952                         | 266,579          | 120.2%          |
| Workshop/Testing Expenses                | -                              | -                | 99,438                     | 154,993        | 99,438                          | 154,993          | -35.8%          |
| <b>Total Expenses</b>                    | <u>6,027,392</u>               | <u>5,927,969</u> | <u>99,438</u>              | <u>154,993</u> | <u>6,126,830</u>                | <u>6,082,962</u> | <u>.7%</u>      |
| <b>Increase (Decrease) in Net Assets</b> | 79,739                         | 7,998            | (11,347)                   | (65,739)       | 68,392                          | (57,741)         | 218.4%          |
| <b>Net Assets – Beginning</b>            | <u>1,391,914</u>               | <u>1,383,916</u> | <u>325,040</u>             | <u>390,779</u> | <u>1,716,954</u>                | <u>1,774,695</u> | <u>-3.3%</u>    |
| <b>Net Assets – Ending</b>               | <u>1,471,653</u>               | <u>1,391,914</u> | <u>313,693</u>             | <u>325,040</u> | <u>1,785,346</u>                | <u>1,716,954</u> | <u>4.0%</u>     |

**Governmental activities.** The following table presents the cost of two major ROE functional activities: instructional services and administrative expenses. Administrative expenses include guidance and social work services, operation & maintenance, pupil transportation, food service, planning and evaluation, state on behalf TRS payments, and fiscal services. The table also shows each function's net cost (total cost less charges for services generated by the activities and grants provided for specific programs). The net cost shows the amount funded by the General Revenues.

|                         | Total<br><u>Expenses</u> | Net (Expense)<br><u>Revenue</u> |
|-------------------------|--------------------------|---------------------------------|
| Instructional Services  | \$ 5,440,440             | \$ ( 408,050)                   |
| Administrative Expenses | <u>586,952</u>           | <u>(586,952)</u>                |
| <b>Total expenses</b>   | <u>\$ 6,027,392</u>      | <u>\$ (995,002)</u>             |

**Enterprise activities.** The following table presents the cost of the ROE’s workshop fund. The majority of related expenses are salaries and benefits, contract labor and travel, and supplies and materials for the workshop seminars. The table also shows the fund’s net cost (total cost less charges for services generated by the activities). The net cost shows the amount funded with remaining excess fees over costs from prior years and investment income.

|                        | <u>Total<br/>Expenses</u> | <u>Net (Expense)<br/>Revenue</u> |
|------------------------|---------------------------|----------------------------------|
| Workshop/Testing Costs | \$ 99,438                 | \$ ( 11,347)                     |

## **FINANCIAL ANALYSIS OF THE ROE’S FUNDS**

As noted earlier, the ROE uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the ROE’s governmental funds is to provide information on current inflows, outflows and balances of spendable resources. Such information is useful in assessing the ROE’s financing requirements. In particular, unreserved fund balance may serve as a useful measure of the ROE’s net resources available for spending at the end of the fiscal year.

The financial performance of the ROE as a whole is reflected in its governmental funds. As the ROE completed the year, its governmental funds reported a combined fund balance of \$1,274,621, an increase of \$16,063. \$1,145,810 or 90% of the fund balance constitutes unreserved and undesignated fund balance, which is available for spending at the ROE’s discretion. The remaining fund balance of \$128,811 or 10% is reserved for Teacher Certification, GED, and Bus Driver purposes.

The General Fund is the principal operating fund of the ROE. The fund balance in the General Fund for the fiscal year decreased by \$21,506, due to expenses incurred by the move. The fund balance of Education and Other Nonmajor Funds showed an increase of \$37,569 due primarily to State Aid revenues in excess of need for the current year. The fund balance for the Institute Fund decreased \$19,268 as a result of staff development needs exceeding registration fees, however the fund balance was sufficient to cover this shortfall.

**Enterprise Funds.** The fund balance in the Enterprise Fund as of June 30, 2007 was \$313,693, a decrease of \$11,347. These funds provide a good reserve to insure that the ROE can continue to offer high quality workshops for teachers and administrators and solid technology assistance to schools.

## **BUDGETARY HIGHLIGHTS**

Over the course of the year, the ROE revised the budgets for most grant programs in the Education Fund. These budget adjustments were the result of revisions in the plan to accomplish specific goals and activities outlined in the grant programs.

A schedule showing the original and final budget amounts compared to the ROE's actual financial activity for the Education Fund grants is provided in this report as supplementary information.

## **CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** As of June 30, 2007, the ROE's total capital assets at cost for Governmental Activities and Business-type Activities were \$631,323 and \$30,329 respectively, including furniture and equipment. This amount represents a decrease of \$11,039 for the Governmental Activities and an increase of \$23,332 for the Business-type Activities from the previous year. Additions and deletions during fiscal year 2007 totaled \$132,313 and \$143,352 respectively for Governmental Activities. Additions for Business-type Activities totaled \$23,332 and there were no deletions. As a result of the ROE's move to a new location, a great deal of outdated equipment was replaced with new equipment during the year.

Total accumulated depreciation as of June 30, 2007 for Governmental Activities and Business-type Activities was \$434,291 and \$7,386 respectively, and total depreciation expense for Governmental Activities and Business-type Activities for the fiscal year 2007 was \$68,637 and \$2,761 respectively, and prior depreciation on assets deleted in fiscal year 2007 was \$143,352 for Governmental Activities, resulting in total Investment in Capital Assets at June 30, 2007 for Governmental Activities and Business-type Activities of \$197,032 and \$22,943. This is an increase of \$63,676 and \$20,571 for Governmental Activities and Business-type Activities over June 30, 2006.

Additional information on the ROE's capital assets can be found in Note 6 on pages 45-47 of this report.

**Debt Administration.** At June 30, 2007, the ROE had no long term debt.

## **CURRENT ISSUES**

The St. Clair County ROE is financially stable. The ROE has committed itself to financial excellence for many years. In addition, the ROE's system of financial planning, budgeting and internal financial controls is well regarded.

The ROE plans to continue its sound fiscal management to meet the challenges of the future and insure that taxpayer dollars are spent properly and in accordance with our mission to provide quality services to students, teachers, administrators, parents and community members.

The coming year will provide new challenges.

The System of Support grant, which serves schools and districts on the academic watch list in sixteen counties, will continue to be a major focus of our efforts. Both the number of schools and the complexity of the problems is increasing. However, current funding is expected to be adequate for the schools to be served in FY '08.

The number of homeless students in our County is increasing, but the funding for homeless education has been cut by 70%.

Several of the ROE project budgets for FY '08 were built on the budget passed by the legislature. If the Budget Implementation Bill is not passed, expenses will have to be scaled back.

The ROE expects to meet these challenges effectively.

### **CONTACTING THE ROE'S FINANCIAL MANAGEMENT**

If you have questions about this report, contact the Comptroller's Office of the St. Clair County Regional Office of Education, 1000 South Illinois Street, Belleville, IL 62220 or by phone (618) 825-3935.

## **BASIC FINANCIAL STATEMENTS**

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
STATEMENT OF NET ASSETS  
JUNE 30, 2007

|   | Primary Government         |                             |                     |
|---|----------------------------|-----------------------------|---------------------|
|   | Governmental<br>Activities | Business-Type<br>Activities | Total               |
| <b>ASSETS</b>                                   |                            |                             |                     |
| Current assets:                                 |                            |                             |                     |
| Cash and cash equivalents                       | \$ 2,365,872               | \$ 272,003                  | \$ 2,637,875        |
| Accounts receivable                             | 1,820                      | 3,025                       | 4,845               |
| Internal balances                               | (26,028)                   | 26,028                      | -                   |
| Due from other governments:                     |                            |                             |                     |
| State   | 70,599                     | -                           | 70,599              |
| Federal   | 22,354                     | -                           | 22,354              |
| <b>Total Current Assets</b>                     | <b>2,434,617</b>           | <b>301,056</b>              | <b>2,735,673</b>    |
| Noncurrent assets:                              |                            |                             |                     |
| Capital assets, being depreciated, net          | 197,032                    | 22,943                      | 219,975             |
| <b>Total Noncurrent Assets</b>                  | <b>197,032</b>             | <b>22,943</b>               | <b>219,975</b>      |
| <b>TOTAL ASSETS</b>                             | <b>2,631,649</b>           | <b>323,999</b>              | <b>2,955,648</b>    |
| <b>LIABILITIES</b>                              |                            |                             |                     |
| Current liabilities:                            |                            |                             |                     |
| Accounts payable                                | 391,519                    | 10,306                      | 401,825             |
| Unearned revenue                                | 585,241                    | -                           | 585,241             |
| Due to other governments:                       |                            |                             |                     |
| Local   | 169,895                    | -                           | 169,895             |
| State   | 9,938                      | -                           | 9,938               |
| Federal   | 3,403                      | -                           | 3,403               |
| <b>Total Current Liabilities</b>                | <b>1,159,996</b>           | <b>10,306</b>               | <b>1,170,302</b>    |
| <b>TOTAL LIABILITIES</b>                        | <b>1,159,996</b>           | <b>10,306</b>               | <b>1,170,302</b>    |
| <b>NET ASSETS</b>                               |                            |                             |                     |
| Invested in capital assets                      | 197,032                    | 22,943                      | 219,975             |
| Unrestricted                                    | 1,174,316                  | 290,750                     | 1,465,066           |
| Restricted for teacher professional development | 100,305                    | -                           | 100,305             |
| <b>TOTAL NET ASSETS</b>                         | <b>\$ 1,471,653</b>        | <b>\$ 313,693</b>           | <b>\$ 1,785,346</b> |

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2007

| FUNCTIONS/PROGRAMS              | Program Revenues           |                         |  | Net (Expense) Revenue and<br>Changes in Net Assets |                             |                           |
|---------------------------------|----------------------------|-------------------------|--|--|-----------------------------|---------------------------|
|                                 | Expenses                   | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Primary Government                                 |                             |                           |
|                                 |                            |                         |  | Governmental<br>Activities                         | Business-Type<br>Activities | Total                     |
| Primary government:             |                            |                         |  |  |                             |                           |
| Governmental activities:        |                            |                         |  |  |                             |                           |
| Current:                        |                            |                         |  |  |                             |                           |
| Instructional services:         |                            |                         |  |  |                             |                           |
| Salaries and benefits           | \$ 3,241,719               | \$ -                    | \$ 2,961,731                             | \$ (279,988)                                       | \$ -                        | \$ (279,988)              |
| Purchased services              | 1,417,683                  | -                       | 1,283,477                                | (134,206)  | -                           | (134,206)                 |
| Supplies and materials          | 472,985                    | -                       | 444,212                                  | (28,773)   | -                           | (28,773)                  |
| Capital outlay                  | -                          | -                       | 132,313                                  | 132,313  | -                           | 132,313                   |
| Other objects                   | 143,628                    | -                       | 114,869                                  | (28,759)   | -                           | (28,759)                  |
| Payments to other governments   | 95,788                     | -                       | 95,788                                   | -  | -                           | -                         |
| Depreciation                    | 68,637                     | -                       | -  | (68,637)   | -                           | (68,637)                  |
| Administrative:                 |                            |                         |  |  |                             |                           |
| On-behalf payments - State      | 286,807                    | -                       | -  | (286,807)  | -                           | (286,807)                 |
| On-behalf payments - Local      | 300,145                    | -                       | -  | (300,145)  | -                           | (300,145)                 |
| Total Governmental Activities   | <u>6,027,392</u>           | <u>-</u>                | <u>5,032,390</u>                         | <u>(995,002)</u>                                   | <u>-</u>                    | <u>(995,002)</u>          |
| Business-Type Activities:       |                            |                         |  |  |                             |                           |
| Registration/Testing fee        | 99,438                     | 86,245                  | -  | -  | (13,193)                    | (13,193)                  |
| Total Business-Type Activities  | <u>99,438</u>              | <u>86,245</u>           | <u>-</u>                                 | <u>-</u>   | <u>(13,193)</u>             | <u>(13,193)</u>           |
| <b>TOTAL PRIMARY GOVERNMENT</b> | <b><u>\$ 6,126,830</u></b> | <b><u>\$ 86,245</u></b> | <b><u>\$ 5,032,390</u></b>               | <b><u>(995,002)</u></b>                            | <b><u>(13,193)</u></b>      | <b><u>(1,008,195)</u></b> |
| GENERAL REVENUES:               |                            |                         |  |  |                             |                           |
| Local sources                   |                            |                         |  | 316,482  | -                           | 316,482                   |
| On-behalf payments - Local      |                            |                         |  | 300,145  | -                           | 300,145                   |
| State sources                   |                            |                         |  | 155,241  | -                           | 155,241                   |
| On-behalf payments - State      |                            |                         |  | 286,807  | -                           | 286,807                   |
| Interest                        |                            |                         |  | 16,066   | 1,846                       | 17,912                    |
| Total General Revenues          |                            |                         |  | <u>1,074,741</u>                                   | <u>1,846</u>                | <u>1,076,587</u>          |
| CHANGE IN NET ASSETS            |                            |                         |  | 79,739   | (11,347)                    | 68,392                    |
| NET ASSETS - BEGINNING          |                            |                         |  | <u>1,391,914</u>                                   | <u>325,040</u>              | <u>1,716,954</u>          |
| NET ASSETS - ENDING             |                            |                         |  | <u>\$ 1,471,653</u>                                | <u>\$ 313,693</u>           | <u>\$ 1,785,346</u>       |

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2007

|  | General<br>Fund   | Education<br>Fund   | Other<br>Nonmajor<br>Funds | Eliminations       | Total<br>Governmental<br>Funds |
|--|-------------------|---------------------|----------------------------|--------------------|--------------------------------|
| <b>ASSETS</b>                                  |                   |                     |                            |                    |                                |
| Cash and cash equivalents                      | \$ 236,324        | \$ 1,997,942        | \$ 131,606                 | \$ -               | \$ 2,365,872                   |
| Accounts receivable                            | 1,251             | 44                  | 525                        | -                  | 1,820                          |
| Due from other funds                           | 32,785            | 2,307               | -                          | (35,092)           | -                              |
| Due from other governments:                    |                   |                     |                            |                    |                                |
| State  | -                 | 70,589              | 10                         | -                  | 70,599                         |
| Federal  | -                 | 22,354              | -                          | -                  | 22,354                         |
| <b>TOTAL ASSETS</b>                            | <b>\$ 270,360</b> | <b>\$ 2,093,236</b> | <b>\$ 132,141</b>          | <b>\$ (35,092)</b> | <b>\$ 2,460,645</b>            |
| <b>LIABILITIES</b>                             |                   |                     |                            |                    |                                |
| Accounts payable                               | \$ 3,706          | \$ 384,483          | \$ 3,330                   | \$ -               | \$ 391,519                     |
| Due to other funds                             | -                 | 61,120              | -                          | (35,092)           | 26,028                         |
| Unearned revenue                               | -                 | 585,241             | -                          | -                  | 585,241                        |
| Due to other governments:                      |                   |                     |                            |                    |                                |
| Local  | -                 | 169,895             | -                          | -                  | 169,895                        |
| State  | -                 | 9,938               | -                          | -                  | 9,938                          |
| Federal  | -                 | 3,403               | -                          | -                  | 3,403                          |
| <b>TOTAL LIABILITIES</b>                       | <b>3,706</b>      | <b>1,214,080</b>    | <b>3,330</b>               | <b>(35,092)</b>    | <b>1,186,024</b>               |
| <b>FUND BALANCES</b>                           |                   |                     |                            |                    |                                |
| Unreserved, reported in:                       |                   |                     |                            |                    |                                |
| General fund                                   | 266,654           | -                   | -                          | -                  | 266,654                        |
| Special revenue fund                           | -                 | 879,156             | 128,811                    | -                  | 1,007,967                      |
| Total Fund Balances                            | <b>266,654</b>    | <b>879,156</b>      | <b>128,811</b>             | <b>-</b>           | <b>1,274,621</b>               |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCES</b> | <b>\$ 270,360</b> | <b>\$ 2,093,236</b> | <b>\$ 132,141</b>          | <b>\$ (35,092)</b> | <b>\$ 2,460,645</b>            |

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



ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE  
STATEMENT OF NET ASSETS  
JUNE 30, 2007

TOTAL FUND BALANCES — GOVERNMENTAL FUNDS \$ 1,274,621

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

Capital assets used in governmental activities are not  
financial resources and therefore, are not reported in the funds. 197,032

NET ASSETS OF GOVERNMENTAL ACTIVITIES \$ 1,471,653

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2007

|  | General<br>Fund   | Education<br>Fund | Other<br>Nonmajor<br>Funds | Eliminations | Total<br>Governmental<br>Funds |
|--|-------------------|-------------------|----------------------------|--------------|--------------------------------|
| <b>REVENUES</b>  |                   |                   |                            |              |                                |
| Local sources  | \$ 27,648         | \$ 162,412        | \$ 126,422                 | \$ -         | \$ 316,482                     |
| Local sources-payments made on behalf of region              | 300,145           | -                 | -                          | -            | 300,145                        |
| State sources  | 776               | 2,814,990         | 2,450                      | -            | 2,818,216                      |
| State sources - on-behalf payments                           | 286,807           | -                 | -                          | -            | 286,807                        |
| Federal sources  | -                 | 2,369,415         | -                          | -            | 2,369,415                      |
| <b>Total Revenues</b>  | <b>615,376</b>    | <b>5,346,817</b>  | <b>128,872</b>             | <b>-</b>     | <b>6,091,065</b>               |
| <b>EXPENDITURES</b>  |                   |                   |                            |              |                                |
| <b>Current:</b>  |                   |                   |                            |              |                                |
| Salaries and benefits  | 15,575            | 3,179,090         | 47,054                     | -            | 3,241,719                      |
| Purchased services   | 26,914            | 1,335,358         | 55,411                     | -            | 1,417,683                      |
| Supplies and materials                                       | 3,996             | 455,384           | 13,605                     | -            | 472,985                        |
| Capital outlay   | 9,439             | 120,343           | 2,531                      | -            | 132,313                        |
| Other objects  | -                 | 114,896           | 28,732                     | -            | 143,628                        |
| Payments to other governments                                | -                 | 95,788            | -                          | -            | 95,788                         |
| On-behalf payments   | 586,952           | -                 | -                          | -            | 586,952                        |
| <b>Total Expenditures</b>                                    | <b>642,876</b>    | <b>5,300,859</b>  | <b>147,333</b>             | <b>-</b>     | <b>6,091,068</b>               |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER EXPENDITURES</b> | <b>(27,500)</b>   | <b>45,958</b>     | <b>(18,461)</b>            | <b>-</b>     | <b>(3)</b>                     |
| <b>OTHER FINANCING SOURCES (USES)</b>                        |                   |                   |                            |              |                                |
| Transfers in   | 3,431             | -                 | -                          | (3,431)      | -                              |
| Transfers out  | -                 | (3,429)           | (2)                        | 3,431        | -                              |
| Interest   | 2,563             | 11,637            | 1,866                      | -            | 16,066                         |
| <b>Total Other Financing Sources (Uses)</b>                  | <b>5,994</b>      | <b>8,208</b>      | <b>1,864</b>               | <b>-</b>     | <b>16,066</b>                  |
| <b>NET CHANGE IN FUND BALANCES</b>                           | <b>(21,506)</b>   | <b>54,166</b>     | <b>(16,597)</b>            | <b>-</b>     | <b>16,063</b>                  |
| <b>FUND BALANCES - BEGINNING</b>                             | <b>288,160</b>    | <b>824,990</b>    | <b>145,408</b>             | <b>-</b>     | <b>1,258,558</b>               |
| <b>FUND BALANCES - ENDING</b>                                | <b>\$ 266,654</b> | <b>\$ 879,156</b> | <b>\$ 128,811</b>          | <b>\$ -</b>  | <b>\$ 1,274,621</b>            |

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 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, 2007

NET CHANGE IN FUND BALANCES — GOVERNMENTAL FUNDS \$ 16,063

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

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       | \$ 132,313      |               |
| Depreciation expense | <u>(68,637)</u> | <u>63,676</u> |

CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES \$ 79,739

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
STATEMENT OF NET ASSETS  
PROPRIETARY FUND  
JUNE 30, 2007

|  | Business-Type<br>Activities -<br>Enterprise Fund |            |
|--|--|------------|
|  | Local<br>Workshops                               | Total      |
| <b>ASSETS</b>                          |  |            |
| Current assets:                        |  |            |
| Cash                                   | \$ 272,003                                       | \$ 272,003 |
| Accounts receivable                    | 3,025  | 3,025      |
| Due from other funds                   | 26,028   | 26,028     |
| Total current assets                   | 301,056  | 301,056    |
| Noncurrent assets:                     |  |            |
| Capital assets, being depreciated, net | 22,943   | 22,943     |
| Total noncurrent assets                | 22,943   | 22,943     |
| <b>TOTAL ASSETS</b>                    | 323,999  | 323,999    |
| <b>LIABILITIES</b>                     |  |            |
| Current Liabilities                    |  |            |
| Accounts payable                       | 10,306   | 10,306     |
| <b>TOTAL LIABILITIES</b>               | 10,306   | 10,306     |
| <b>NET ASSETS</b>                      |  |            |
| Invested in capital assets             | 22,943   | 22,943     |
| Unrestricted                           | 290,750  | 290,750    |
| <b>TOTAL NET ASSETS</b>                | \$ 313,693                                       | \$ 313,693 |

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS  
PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2007

|                              | Business-Type<br>Activities -<br>Enterprise Fund |            |
|------------------------------|--|------------|
|                              | Local<br>Workshops                               | Total      |
| OPERATING REVENUES           |  |            |
| Registration fees            | \$ 86,245  | \$ 86,245  |
| Total Operating Revenues     | 86,245   | 86,245     |
| OPERATING EXPENSES           |  |            |
| Salaries and benefits        | 60,097   | 60,097     |
| Purchased services           | 34,684   | 34,684     |
| Supplies and materials       | 1,896  | 1,896      |
| Depreciation                 | 2,761  | 2,761      |
| Total Operating Expenses     | 99,438   | 99,438     |
| OPERATING INCOME (LOSS)      | (13,193)   | (13,193)   |
| NONOPERATING REVENUE         |  |            |
| Interest                     | 1,846  | 1,846      |
| Total Nonoperating Revenue   | 1,846  | 1,846      |
| CHANGE IN NET ASSETS         | (11,347)   | (11,347)   |
| TOTAL NET ASSETS - BEGINNING | 325,040  | 325,040    |
| TOTAL NET ASSETS - ENDING    | \$ 313,693                                       | \$ 313,693 |

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2007

|  | Business-Type<br>Activities -<br>Enterprise Fund |             |
|--|--|-------------|
|  | Local<br>Workshops                               | Totals      |
| Cash Flows from Operating Activities:  |  |             |
| Receipts from customers  | \$ 94,593  | \$ 94,593   |
| Payments to suppliers and providers of goods<br>and services   | (36,814)   | (36,814)    |
| Payments to employees  | (60,097)   | (60,097)    |
| Net Cash Used for Operating Activities   | (2,318)  | (2,318)     |
| Cash Flows from Capital and Related Financing Activities:  |  |             |
| Acquisition of capital assets  | (23,332)   | (23,332)    |
| Net Cash Used for Capital and Related Financing Activities   | (23,332)   | (23,332)    |
| Cash Flows from Investing Activities:  |  |             |
| Interest   | 1,846  | 1,846       |
| Net Cash Provided by Investing Activities  | 1,846  | 1,846       |
| Net Increase (Decrease) in Cash  | (23,804)   | (23,804)    |
| Cash - Beginning   | 295,807  | 295,807     |
| Cash - Ending  | \$ 272,003                                       | \$ 272,003  |
| Reconciliation of operating income (loss) to net cash<br>provided by (used for) operating activities:        |  |             |
| Operating income (loss)  | \$ (13,193)                                      | \$ (13,193) |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash<br>Provided by (Used for) Operating Activities: |  |             |
| Depreciation   | 2,761  | 2,761       |
| (Increase) Decrease in Accounts receivable   | (1,198)  | (1,198)     |
| (Increase) Decrease in Due from other funds  | 9,546  | 9,546       |
| Increase (Decrease) in Accounts payable  | (234)  | (234)       |
| Net Cash Provided by (Used for) Operating Activities   | \$ (2,318)                                       | \$ (2,318)  |

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUND  
JUNE 30, 2007

|                          | <u>Agency<br/>Funds</u> |
|--------------------------|-------------------------|
| <b>ASSETS</b>            |                         |
| Cash                     | <u>\$ 35,087</u>        |
| <b>TOTAL ASSETS</b>      | <u><u>\$ 35,087</u></u> |
| <b>LIABILITIES</b>       |                         |
| Accounts payable         | \$ 22,914               |
| Due to other governments | <u>12,173</u>           |
| <b>TOTAL LIABILITIES</b> | <u><u>\$ 35,087</u></u> |

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

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Regional Office of Education #50 was formed under the provisions of the State of Illinois, Illinois State Board of Education.

In 2007, the Regional Office of Education #50 was required to implement GASB Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. The Regional Office of Education #50 implemented this standard during the current year; however, it has no impact on the financial statements.

GASB Statement No. 34 established a financial reporting model for State and local governments that included the addition of Management's Discussion and Analysis, government-wide financial statements, required supplementary information and the elimination of the effects of internal service activities and the use of account groups to the already required fund financial statements and notes.

A. FINANCIAL REPORTING ENTITY

The Regional Superintendent is charged with responsibility for township fund lands; registration of the names of applicants for scholarships to state controlled universities; examinations and related duties; visitation of public schools; direction of teachers and school officers; to serve as the official advisor and assistant of school officers and teachers; to conduct teachers institutes as well as to aid and encourage the formation of other teachers meetings and assist in their management; evaluate the schools in the region; examine school treasurer's books, accounts, and vouchers; examine evidence of indebtedness; file and keep the returns of elections required to be returned to the Regional Superintendent's office; and file and keep the reports and statements returned by school treasurers and trustees.

The Regional Superintendent is also charged with the responsibilities of conducting a special census, when required; providing notice of money distributed to treasurers, board presidents, clerks, and secretaries of the school districts on or before each September 30; maintenance of a map and numbering of the Regional Office of Education #50's districts; providing township treasurers with a list of district treasurers; to inspect and approve building plans which comply with state law; to perform and report on annual building inspections; investigate bus drivers for valid bus driver permits and take related action as may be required; to maintain a list of unfilled teaching positions and to carry out other related duties required or permitted by law.

The Regional Superintendent is responsible for inspection and approval or rejection of school treasurer's bonds. The Regional Superintendent is also required to provide the State Board of Education with an affidavit showing that the treasurers of school districts under his control are properly bonded.



ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. FINANCIAL REPORTING ENTITY (Concluded)

The Regional Superintendent is also responsible for apportionment and payment of funds received from the State for the districts in the Regional Office of Education #50, or see 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 Superintendent is required to provide opinions and advice related to controversies under school law.

For the period ended June 30, 2007, the Regional Office of Education #50 applied for, received, and administered numerous State and federal programs and grants in assistance and support of the educational activities of the school districts in Regional Office of Education #50. Such activities are reported as a single major special revenue fund (Education Fund).

B. SCOPE OF THE REPORTING ENTITY

The Regional Office of Education #50's reporting entity includes all related organizations for which they exercise oversight responsibility.

The Regional Office of Education #50 has developed criteria to determine whether outside agencies with activities which benefit the citizens of the Regional Office of Education #50, including districts or joint agreements which serve pupils from numerous regions, should be included in its financial reporting entity. The criteria include, but are not limited to, whether the Regional Office of Education #50 exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

The districts and joint agreements have been determined not to be a part of the reporting entity after applying the manifesting of oversight, scope of public service, and special financing relationships criteria and are therefore excluded from the accompanying financial statements because the Regional Office of Education #50 does not control the assets, operations, or management of the districts or joint agreements. In addition, the Regional Office of Education #50 is not aware of any entity, which would exercise such oversight as to result in the Regional Office of Education #50 being considered a component unit of the entity.

C. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The Statement of Net Assets and the Statement of Activities are government-wide financial statements. They report information on all of the Regional Office of Education #50's activities with most of the interfund activities removed. Governmental activities include programs supported primarily by State and

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Concluded)

Federal grants and other intergovernmental revenues. The Regional Office of Education #50 has one business-type activity that relies on fees and charges for support.

The Regional Office of Education #50's government-wide financial statements include a Statement of Net Assets and a Statement of Activities. These statements present summaries of governmental and business-type activities for the Regional Office of Education #50 accompanied by a total column. These statements are presented on an "economic resources" measurement focus as prescribed by GASB Statement No. 34. All of the Regional Office of Education #50's assets and liabilities, including capital assets, are included in the accompanying Statement of Net Assets. The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges for services, and 2) grants and contributions that are restricted to meeting operational or capital requirements of a particular function.

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 are reported as separate columns in the fund financial statements.

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 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 and between governmental funds and internal service funds are eliminated on the government-wide financial statements. Interfund activities between governmental funds and business-type funds remain as due to/due from on the government-wide financial statements. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

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.

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**D. PROPRIETARY FUND FINANCIAL STATEMENTS (Concluded)**

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Assets. The Statement of Revenues, Expenses and Changes in Fund Net Assets present increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

**E. 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 modified accrual basis of accounting, revenues are recorded when susceptible to accrual i.e., both measurable and available. Available means collectible within the current period 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.

**F. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

The government-wide financial statements 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 related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor have been met.

The governmental funds financial statements 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

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (Concluded)

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 concept 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 #50; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure 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.

Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict the guidance of the Governmental Accounting Standards Board.

Under the provision of GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the Regional Office of Education applies all GASB pronouncements and has elected to apply only the pronouncements issued on or before November 30, 1989 for the following: Statements and Interpretations of the Financial Accounting Standards Board (FASB), Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARBs) of the Committee on Accounting Procedure.

G. FUND ACCOUNTING

The Regional Office of Education #50 uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Regional Office of Education #50 uses governmental, proprietary, and fiduciary funds.

GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions typically are reported. Governmental funds reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as a fund balance.

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**GOVERNMENTAL FUNDS (Continued)**

As prescribed by GASB Statement No. 34, governmental fund reporting focuses on the major funds, rather than on the fund type. There is a two-step process for determining if a fund should be reported as a major fund: 1) total assets, liabilities, revenues, or expenditures/expenses (excluding extraordinary items) of an individual fund are at least 10% of the corresponding total for the fund type, and 2) total assets, liabilities, revenues, or expenditures/expenses (excluding extraordinary items) of an individual fund are at least 5% of the corresponding total for the total of all governmental and proprietary funds combined. Funds that do not meet the major fund determination requirements are reported in aggregate as nonmajor funds. The Regional Office of Education #50 has presented all major funds that met the above qualifications.

The Regional Office of Education #50 reports the following major governmental funds:

**General Fund -** The General Fund is the general operating fund of the Regional Office of Education #50. It is used to account for the expenditures, which benefit all school districts in the region except those required to be accounted for in other funds. General Fund includes the following:

**Educational Service Region (ESR) General Operation Account –** This program is used to account for monies received for, and payment of, expenditures in connection with general administration activities.

**School Service Account –** This program is used to account for interest accrued in the Distributive fund and payment of staff development expenditures requested by the entity that earned the interest.

**Building Fund –** This program is used to account for monies received for, and payment of, expenditures necessary for the operation of the building.

**Major Special Revenue Funds -** Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary and major capital projects) that are legally restricted to expenditures for specified purposes. Major special revenue funds includes the following:

**Education Fund –** This fund is used to account for various grant and education enhancement programs as follows:

**McKinney Education for Homeless Children –** This program provides training and technical assistance to school districts in the 16 counties to assist school officials in understanding and complying with the McKinney-Vento Act.

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GOVERNMENTAL FUNDS (Continued)

Career and Technical Education Improvement – This program is used to account for grant monies received for and payment of expenditures for fiscal services provided to the St. Clair County/SWIC Career and Technical Education System.

Title I School Improvement and Accountability – This program is designed to provide assistance to those schools/school districts that do not meet Adequate Yearly Progress (AYP) as defined by the No Child Left Behind Act.

Title II Teacher Quality – Leadership Grant – This program is used to account for grant monies received for, and payment of, expenditures related to providing professional development services to all schools that failed to make adequate yearly progress on Illinois Standards Achievement Test scores.

Truants Alternative/Optional Education – This program provides funding for services designed to prevent students from dropping out of school.

Standards and Assessment Coordination and Services – This program is used to account for grant monies received for, and payment of, expenditures related to providing support services to all schools that failed to make adequate yearly progress on Illinois Standards Achievement Test scores.

IDEA Part B Positive Behavior Intervention Services – This program is used to account for grant monies received for, and payment of, expenditures related to training schools to use positive behavior intervention services.

Adult Education Federal Basic – This program is used to account for grant monies received for, and payment of, expenditures related to education and literacy for adults, as funded by federal dollars.

Adult Education State Basic – This program is used to account for grant monies received for, and payment of, expenditures related to education and literacy for adults, as funded by basic State Grant.

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GOVERNMENTAL FUNDS (Continued)

Adult Education State Performance – This program is used to account for grant monies received for, and payment of, expenditures related to education and literacy for adults, as funded by performance monies.

Adult Education Public Assistance – This program is used to account for grant monies received for, and payment of, expenditures related to education and literacy for adults who are Public Aid recipients.

ROE School Services Computer Proficiency – This program is used to account for grant monies received for and payment of expenditures related to special ROE initiatives to assist schools in all areas of school improvement.

Metro East Consortium for Child Advocacy – This program is used to account for grant monies received for, and payment of, expenditures related to finding collaborative solutions for six school districts that share common issues of low performing schools and high-poverty.

Standards Aligned Classroom – This program provides funding for consultants to assist teachers of participating schools in developing learning teams that studied assessment literacy.

Severns Summer Reading – This program is used to account for grant monies received for, and payment of, expenditures related to providing a summer literacy program.

Beginning Teachers Induction and Mentoring – This program is used to account for grant monies received for and payment of expenditures to assist school districts in the establishment of "Induction and Mentoring" activities that meet quality standards and are available to beginning teachers.

Mathematics and Science Partnership – This program is a professional development program designed to improve the content knowledge and pedagogical skills of 5<sup>th</sup> through 12<sup>th</sup> grade teachers in mathematics and science.

ROE School Services – This program is used to account for grant monies received for, and payment of, expenditures to assist schools in all areas of school improvement.

Bilingual Education – Downstate – T.P.I. – This program is used to account for grant monies received for, and payment of, expenditures to teach children for whom English is a second language.

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GOVERNMENTAL FUNDS (Continued)

Social Emotional Learning Standards - This program is used to account for grant monies received for and payment of expenditures to provide schools with professional development and technical assistance in the area of social emotional learning standards.

Preschool for All - This program is used to account for grant monies received for and payment of expenditures to house the Pre-School Accountability Liaison employed by ROE #25.

Addiction Prevention In Touch - This program is used to account for grant monies received for, and payment of, expenditures for services to coordinate alcohol and drug prevention resources for a large region.

Young Authors Conference – This program is used to account for monies received for, and payment of, expenditures for the annual Young Authors Conference.

DHS/Office of Rehabilitation Services Transition – This program is used to account for grant monies received for, and payment of, expenditures for services to transition high school seniors from school to work.

Even Start – This program is designed to break the cycle of illiteracy by improving educational opportunities for low income families.

Family Literacy – This program is used to account for grant monies received for, and payment of, expenditures to improve adult literacy through one on one volunteer tutoring.

Literacy and Superintendents Engaged in Reading – This program is used to account for grant monies received for, and payment of, expenditures to improve adult literacy through one on one volunteer tutoring.

Early Childhood Block Grant (61) - This program provides training programs for the parents of children from birth to age 3, with activities requiring substantial interaction between parent and child.



ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GOVERNMENTAL FUNDS (Concluded)

Regional Safe Schools – This program provides funding for an alternative school program for disruptive youth in grades 6-9 whom have been removed from the regular school setting due to continuous disruptions in the classroom.

National School Lunch – This program is used to account for grant monies received for, and payment of expenditures to provide lunch to the Safe School students.

Jobs for Illinois Graduates – This fund is used to account for grant monies received for, and payment of, expenditures involved in assisting at risk students to graduate and transition to high-quality careers.

Federal Special Education Preschool Discretionary – This fund is used to account for grant monies received for, and payment of, expenditures related to services provided to educators, parents, and providers working with children (birth to five) with disabilities.

Additionally, the Regional Office of Education #50 reports the following nonmajor fund types:

Nonmajor Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary or major capital projects) that are legally restricted to expenditures for specified purposes. Nonmajor special revenue funds include the following:

Institute Fund – This program accounts for teacher certificate registration, issuance and evaluation fees for processing certificates, and expenses of meetings of a professional nature. All funds generated remain restricted until expended only on the aforementioned activities.

General Education Development – This program accounts for the receipts and expenses pertaining to the G.E.D./High School Equivalency program for high school dropouts.

Bus Driver Training – This program accounts for State and local receipts and expenses as a result of training school district bus drivers.

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

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

PROPRIETARY FUNDS

Proprietary funds are those in which revenues and expenses related to services provided to organizations inside the Regional Office of Education #50 on a cost reimbursement basis are reported. The Regional Office of Education #50 reports its Local Workshop Fund as a major proprietary fund. The Local Workshop Fund is used to account for the workshop fees and fees for technology services of the Regional Office of Education #50.

FIDUCIARY FUNDS

Agency Funds - Agency Funds are used to account for assets held by the Regional Office of Education #50 in a 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. Agency Fund includes the following:

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

Employee Activity Fund – This program is used to account for funds raised by employees and used by employees for various health and social activities.

Payroll Clearing Fund – This program is used to account for funds received and disbursed by the Regional Superintendent for payroll costs.

Workers' Compensation Escrow Fund – This program is used to account for funds received for, and payments of, workers compensation insurance.

Interest on Distributive Fund – Interest on Distributive Fund receipts is transferred after the end of each fiscal year to the School Services Fund by the consent of all affected school boards and other entities. The funds are utilized by the St. Clair County Regional Office of Education #50 for the administration, direction, and operation of in-service education programs for the school districts of St. Clair County.

H. NET ASSETS

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."

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**I. CASH AND CASH EQUIVALENTS**

Cash and cash equivalents consists of cash on deposit. The Regional Office of Education #50 considers all liquid investments with a maturity of three months or less when purchased to be cash equivalents.

**J. INVENTORY**

Inventory is not recorded. The cost is recorded as an expenditure at the time individual inventory items are purchased.

**K. CAPITAL ASSETS**

Capital assets purchased or acquired with an original cost of \$500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

|  |          |
|--|----------|
| Deskjet printers/UPS   | 3 years  |
| Computer, Laser printers, Fax machines                               | 4 years  |
| Cameras, Projectors, Camcorders, Copiers,<br>Televisions, PA systems | 5 years  |
| Software systems   | 6 years  |
| Furniture & Typewriters  | 8 years  |
| Refrigerators  | 10 years |

**L. COMPENSATED ABSENCES**

Non-exempt, full-time employees earn vacation time according to their length of service: 10 days per year for the first four years of services and 15 days per year starting with the fifth year of service. Vacation time is prorated for employees working between 16 and 40 hours per week. Temporary employees, non-exempt employees who work less than 16 hours per week, and exempt employees do not earn vacation days. Vacation time must be used within the same project year in which it was earned and unused vacation time at the end of a project year is forfeited. All projects in which salary expense is incurred have a year-end consistent with the Regional Office of Education #50's year-end of June 30; therefore, no liability is accrued. Employees receive up to 12 sick days annually and the unused portion is accumulated and carried forward. Employee sick leave is recorded when paid. Upon termination, employees do not receive any accumulated sick leave pay and therefore; no liability is accrued.

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Concluded)

M. 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.

N. BUDGET INFORMATION

The Regional Office of Education #50 acts as the administrative agent for certain grant programs that are accounted for in the General and Education Fund. Certain programs have separate budgets and are required to report to the Illinois State Board of Education, however, none of the annual budgets are required to be or have been legally adopted. The General Fund and certain programs within the Special Revenue Fund do not have separate budgets. Comparisons of budgeted and actual results are presented as supplemental information. Budget to actual statements have been provided in supplementary schedules for the following funds: McKinney Education for Homeless Children, Title I School Improvement and Accountability, Title II Teacher Quality - Leadership Grant, Truants Alternative/Optional Education, Standards & Assessment Coordination & Services, Adult Education Federal Basic, Adult Education State Basic, Adult Education State Performance, Adult Education Public Assistance, ROE School Services Computer Proficiency, Metro East Consortium for Child Advocacy, Severns Summer Reading, Beginning Teachers Induction and Mentoring, Mathematics and Science Partnership, ROE School Services, Bilingual Education - Downstate - T.P.I., Social Emotional Learning Standards, Addiction Prevention in Touch, DHS/Office of Rehabilitation Services Transition, Family Literacy, Literacy and Superintendents Engaged in Reading, Early Childhood Block Grant (61), Regional Safe Schools, Jobs for Illinois Graduates, and Federal Special Education Preschool Discretionary.

NOTE 2 – CASH AND CASH EQUIVALENTS

The Regional Office of Education #50 does not have a formal investment policy. The Regional Office of Education #50 is allowed to invest in securities as authorized by 30 ILCS-235/2 and 6 and 105 ILCS-5/8-7.

A. DEPOSITS

At June 30, 2007, the carrying amount of the Regional Office of Education #50's government-wide and Agency fund deposits were \$2,637,875 and \$35,087, respectively, and the bank balances were \$2,868,915 and \$46,560, respectively. Of the total bank balances as of June 30, 2007, \$117,708 was secured by federal depository insurance and \$2,764,951 was collateralized by securities pledged by the Regional Office of Education #50's financial institution on behalf of the Regional Office.

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 2 – CASH AND CASH EQUIVALENTS (Concluded)

B. INVESTMENTS

The Regional Office of Education #50 does not have a formal investment policy, as its only investments are internally pooled in the Illinois Funds Money Market Fund. As of June 30, 2007, the Regional Office of Education #50 had investments with carrying and fair value of \$32,816 invested in the Illinois Funds Money Market Fund.

CREDIT RISK

At June 30, 2007, 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 provision 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 Funds 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.

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.

NOTE 3 - DEFINED BENEFIT PENSION PLAN

The Regional Office of Education #50's defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple-employer plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly.

ST. CLAIR COUNTY  
 REGIONAL OFFICE OF EDUCATION #50  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED JUNE 30, 2007

NOTE 3 - DEFINED BENEFIT PENSION PLAN (Concluded)

IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at [www.imrf.org/pubs/pubs\\_homepage.htm](http://www.imrf.org/pubs/pubs_homepage.htm) or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The Regional Office of Education #50 is required to contribute at an actuarially determined rate. The employer rate for calendar year 2006 was 6.18 percent of payroll. The Regional Office of Education #50's contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2006, was 7 years.

For December 31, 2006, the Regional Office of Education #50's annual pension cost of \$82,153 was equal to the Regional Office of Education #50's required and actual contributions. The required contribution was determined as part of the December 31, 2004 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4% per year, attributable to inflation (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2006 actuarial valuation were based on the 2002-2004 experience study.

A. TREND INFORMATION

| <u>Actuarial<br/>Valuation<br/>Date</u> | <u>Annual Pension<br/>Cost (APC)</u> | <u>Percentage<br/>of APC<br/>Contribution</u> | <u>Net Pension<br/>Obligation</u> |
|---|--------------------------------------|---|-----------------------------------|
| 12/31/06                                | 82,153                               | 100%  | \$0                               |
| 12/31/05                                | 46,396                               | 100%  | 0                                 |
| 12/31/04                                | 43,754                               | 100%  | 0                                 |
| 12/31/03                                | 37,431                               | 100%  | 0                                 |
| 12/31/02                                | 47,208                               | 100%  | 0                                 |
| 12/31/01                                | 57,294                               | 100%  | 0                                 |
| 12/31/00                                | 18,783                               | 100%  | 0                                 |
| 12/31/99                                | 68,556                               | 100%  | 0                                 |
| 12/31/98                                | 79,676                               | 100%  | 0                                 |
| 12/31/97                                | 79,458                               | 100%  | 0                                 |

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

**NOTE 4 - TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS**

The Regional Office of Education #50 participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multi-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 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 non-annuitants 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, 2007, was 9.4 percent of creditable earnings. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer. In addition, virtually all members pay a contribution to the Teacher's Health Insurance Security (THIS) Fund, a separate fund in the State Treasury that is not a part of this retirement plan. The employer THIS Fund contribution was 0.60 percent during the year ended June 30, 2007, and the member THIS Fund health insurance contribution was 0.80 percent.

The State of Illinois makes contributions directly to TRS on behalf of the Regional Office of Education #50's TRS-covered employees.

- **On behalf contributions.** The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education #50. For the year ended June 30, 2007, State of Illinois contributions were based on 9.78 percent of creditable earnings, and the Regional Office of Education #50 recognized revenue and expenditures of \$93,229 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2006 and 2005, the State of Illinois contribution rates as percentages of creditable earnings were 7.06 percent (\$73,940) and 11.76 percent (\$125,374) respectively.

The Regional Office of Education #50 makes other types of employer contributions directly to TRS.

- **2.2 formula contributions.** Employers contribute 0.58 percent of creditable earnings for the 2.2 formula change. Contributions for the year ended June 30, 2007 were \$5,529. Contributions for the years ending June 30, 2006, and June 30, 2005, were \$6,074 and \$6,183, respectively.
- **Federal and trust fund contributions.** When TRS members are paid from federal and trust funds administered by the Regional Office of Education #50, there is a statutory requirement for the Regional Office of Education #50 to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that was first effective in the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and trust funds will be the same as the state contribution rate to TRS.

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 4 - TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (Continued)

For the year ended June 30, 2007, the employer pension contribution was 9.78 percent of salaries paid from federal and trust funds. For the year ended June 30, 2006, the employer contribution was 7.06 percent of salaries paid from federal and trust funds. For the year ended June 30, 2005, the employer pension contribution was 10.5 percent of salaries paid from those funds. For the year ended June 30, 2007, salaries totaling \$348,481 were paid from federal and trust funds that required employer contributions of \$34,081. For the years ended June 30, 2006 and June 30, 2005, required Regional Office of Education #50 contributions were \$31,201 and \$48,568, respectively.

- **Early Retirement Option.** The Regional Office of Education #50 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 and under which ERO program the member retires.

Under Public Act 94-0004, a "Pipeline ERO" program is provided for members to retire under the same terms as the ERO program that expired June 30, 2005, provided they meet certain conditions and retire on or before July 1, 2007. If members do not meet these conditions, they can retire under the "Modified ERO" program which requires higher member and employer contributions to TRS. Also, under Modified ERO, Public Act 94-0004 eliminates the waiver of member and employer ERO contributions that had been in effect for members with 34 years of service (unless the member qualifies for the Pipeline ERO).

Under the ERO program that expired on June 30, 2005 and the Pipeline ERO, the maximum employer contribution is 100 percent of the member's highest salary used in the final average salary calculation. Under the Modified ERO, the maximum employer contribution is 117.5 percent. Both the 100 percent and 117.5 percent maximums apply when the member is age 55 at retirement. For the year ended June 30, 2007 the Regional Office of Education #50 paid no employer contributions to TRS under the Pipeline ERO and Modified ERO programs. For the years ended June 30, 2006 and June 30, 2005, the Regional Office of Education #50 paid no employer ERO contributions.

- **Salary increases over 6 percent and excess sick leave.** Public Act 94-0004 added two new employer contributions to TRS. If the Regional Office of Education #50 grants salary increases over 6 percent and those salaries are used to calculate a retiree's final average salary, the Regional Office of Education #50 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 increase of up to 6 percent. For the year ended June 30, 2007, the Regional Office of Education #50 paid no employer contributions to TRS for employer contributions due on salary increases in excess of 6 percent. For the year ended June 30, 2006, the Regional Office of Education #50 paid no employer contributions due on salary increases in excess of 6 percent.



ST. CLAIR COUNTY  
 REGIONAL OFFICE OF EDUCATION #50  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED JUNE 30, 2007

NOTE 4 - TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (Concluded)

If the Regional Office of Education #50 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 #50 makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary used to calculate final average salary, and the TRS total normal cost rate (17.60 percent of salary during the year ended June 30, 2007.) For the year ended June 30, 2007, the Regional Office of Education #50 paid no employer contributions to TRS for sick leave days granted in the excess of the normal annual allotment. For the year ended June 30, 2006, the Regional Office of Education #50 paid no employer contributions granted for sick leave days.

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, 2006. The report for the year ended June 30, 2007, is expected to be available in late 2007. The reports may be obtained by writing to the Teacher's Retirement System of the State of Illinois, PO Box 19253, 2815 West Washington Street, Springfield, Illinois 62794-9253. The most current report is also available on the TRS Web site at trs.illinois.gov

NOTE 5 - INTERFUND ACTIVITY

DUE TO/FROM OTHER FUNDS

Interfund due to/from other fund balances at June 30, 2007 consist of the following individual due to/from other funds in the governmental fund Balance Sheet. The balances between governmental funds were eliminated in the government-wide Statement of Net Assets. The balances between governmental and business-type activities were not eliminated in the government-wide Statement of Net Assets.

| <u>Fund</u>      | <u>Due From<br/>Other Funds</u> | <u>Due To<br/>Other Funds</u> |
|------------------|---------------------------------|-------------------------------|
| Education Fund   | \$ 2,307                        | \$ 61,120                     |
| General Fund     | 32,785                          | -                             |
| Proprietary Fund | <u>26,028</u>                   | <u>-</u>                      |
| Totals           | <u>\$ 61,120</u>                | <u>\$ 61,120</u>              |

ST. CLAIR COUNTY  
 REGIONAL OFFICE OF EDUCATION #50  
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TRANSFERS

At the end of the fiscal year, the Regional Office of Education #50 transfers interest income associated with the Education Funds to the ESR General Operation Account as partial reimbursement for expenditures paid by the ESR General Operation Account through the year on behalf of the Education funds. The total interest transferred from the Education Funds to the ESR General Operation Account for the year ended June 30, 2007 was \$3,429. In addition, interest income transferred from Nonmajor Special Revenue Funds to the General Fund for the year ended June 30, 2007 was \$2.

|                                | <u>Transfer Out</u> | <u>Transfer In</u> |
|--------------------------------|---------------------|--------------------|
| General Fund                   | \$ -                | \$ 3,431           |
| Education Fund                 | 3,429               | -                  |
| Nonmajor Special Revenue Funds | <u>2</u>            | <u>-</u>           |
| Totals                         | <u>\$ 3,431</u>     | <u>\$ 3,431</u>    |

NOTE 6 - CAPITAL ASSET ACTIVITY

In accordance with GASB Statement No. 34, the Regional Office of Education #50 has reported capital assets in the government-wide Statement of Net Assets. Purchases are reported as capital outlay in the governmental fund statements. Purchases of business-type activities are capitalized when purchased. The following table provides a summary of changes in capital assets for the year ended June 30, 2007:

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 6 - CAPITAL ASSET ACTIVITY (Continued)

|                                 | Balance<br>July 1, 2006 | Reclassification | Additions      | Deletions      | Balance<br>June 30, 2007 |
|---------------------------------|-------------------------|------------------|----------------|----------------|--------------------------|
| <b>Governmental Activities:</b> |                         |                  |                |                |                          |
| <b>General Funds:</b>           |                         |                  |                |                |                          |
| ESC 16                          | \$ 2,834                | \$ -             | \$ -           | \$ 2,334       | \$ 500                   |
| ESR General Operation           | 49,237                  | (2,300)          | 9,439          | 19,574         | 36,802                   |
| ISBE Direct Purchase            | 9,200                   | -                | -              | 650            | 8,550                    |
| <b>Total General Funds</b>      | <b>61,271</b>           | <b>(2,300)</b>   | <b>9,439</b>   | <b>22,558</b>  | <b>45,852</b>            |
| <b>Education Funds:</b>         |                         |                  |                |                |                          |
| Adult Ed - State Grants         | 35,385                  | -                | 1,780          | 7,177          | 29,988                   |
| Bilingual Ed                    | 1,975                   | 2,300            | -              | 2,700          | 1,575                    |
| Computer Proficiency            | -                       | -                | 35,098         | -              | 35,098                   |
| DCEO Grant                      | 15,435                  | -                | -              | -              | 15,435                   |
| Early Childhood Block Grant     | 3,561                   | -                | -              | -              | 3,561                    |
| Even Start                      | 19,714                  | -                | -              | 6,881          | 12,833                   |
| Federal Adult Education         | 4,989                   | -                | -              | -              | 4,989                    |
| Federal Assess Links            | 6,527                   | -                | -              | 4,697          | 1,830                    |
| McKinney Homeless               | 1,380                   | -                | -              | 1,380          | -                        |
| In Touch Grant                  | 14,821                  | -                | -              | 1,780          | 13,041                   |
| JTPA                            | 2,700                   | -                | -              | -              | 2,700                    |
| LITES                           | 10,658                  | -                | -              | -              | 10,658                   |
| LPDC                            | 2,958                   | -                | -              | 1,958          | 1,000                    |
| Math/Science Development        | 5,273                   | -                | -              | -              | 5,273                    |
| MECCA                           | 12,332                  | -                | 2,486          | 3,340          | 11,478                   |
| Old Man River                   | 61,645                  | -                | -              | -              | 61,645                   |
| Parent Training                 | 1,195                   | -                | -              | 1,195          | -                        |
| PBIS                            | 2,100                   | -                | -              | -              | 2,100                    |
| Reading First                   | 26,039                  | -                | -              | -              | 26,039                   |
| ROE 41                          | 13,083                  | -                | -              | -              | 13,083                   |
| RPDC                            | 1,147                   | -                | -              | -              | 1,147                    |
| Safe School                     | 89,867                  | -                | 25,518         | 4,104          | 111,281                  |
| ROE General Operations          | 120,632                 | -                | 10,394         | 47,608         | 83,418                   |
| System of Support (RESPRO)      | 19,234                  | -                | 45,067         | -              | 64,301                   |
| Starnet                         | 41,759                  | -                | -              | 11,953         | 29,806                   |
| State Breakfast Start Up        | 1,412                   | -                | -              | -              | 1,412                    |
| Title II Eisenhower             | 2,603                   | -                | -              | 2,603          | -                        |
| Title V                         | 26,537                  | -                | -              | -              | 26,537                   |
| Tobacco                         | 7,545                   | -                | -              | 2,833          | 4,712                    |
| Truant Alternative              | 5,188                   | -                | -              | 1,380          | 3,808                    |
| WIA Grant                       | 4,192                   | -                | -              | -              | 4,192                    |
| <b>Total Education Funds</b>    | <b>561,886</b>          | <b>2,300</b>     | <b>120,343</b> | <b>101,589</b> | <b>582,940</b>           |

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

**NOTE 6 - CAPITAL ASSET ACTIVITY (Concluded)**

|   | Balance<br>July 1, 2006 | Reclassification | Additions    | Deletions     | Balance<br>June 30, 2007 |
|---|-------------------------|------------------|--------------|---------------|--------------------------|
| <b>Nonmajor Special Revenue Funds:</b>      |                         |                  |              |               |                          |
| Institute                                   | \$ 19,205               | \$ -             | \$ 1,519     | \$ 19,205     | \$ 1,519                 |
| GED   | -                       | -                | 506          | -             | 506                      |
| Bus Driver Training                         | -                       | -                | 506          | -             | 506                      |
| <b>Total Nonmajor Special Revenue Funds</b> | <b>19,205</b>           | <b>-</b>         | <b>2,531</b> | <b>19,205</b> | <b>2,531</b>             |
| <b>Governmental Funds</b>                   |                         |                  |              |               |                          |
| Total Capital Assets                        | 642,362                 | -                | 132,313      | 143,352       | 631,323                  |
| Less: Accumulated Depreciation              | 509,006                 | -                | 68,637       | 143,352       | 434,291                  |
| <b>Governmental Funds</b>                   |                         |                  |              |               |                          |
| Investment in Capital Assets                | \$ 133,356              | \$ -             | \$ 63,676    | \$ -          | \$ 197,032               |
| <b>Business-type Activities</b>             |                         |                  |              |               |                          |
| Local Workshops                             | \$ 6,997                | \$ -             | \$ 23,332    | \$ -          | \$ 30,329                |
| <b>Business-type Activities</b>             |                         |                  |              |               |                          |
| Total Capital Assets                        | 6,997                   | -                | 23,332       | -             | 30,329                   |
| Less: Accumulated Depreciation              | 4,625                   | -                | 2,761        | -             | 7,386                    |
| Investment in Capital Assets, Net           | \$ 2,372                | \$ -             | \$ 20,571    | \$ -          | \$ 22,943                |

Capital assets are depreciated using the straight-line method over the estimated useful lives of the assets. Depreciation expense for the year ended June 30, 2007 of \$68,637 and \$2,761 was charged to governmental activities and business-type activities, respectively, on the government-wide Statement of Activities. Investment in capital assets is the component of net assets that reports capital assets net of accumulated depreciation.

**NOTE 7 - RISK MANAGEMENT**

The Regional Office of Education #50 is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Regional Office of Education #50 has purchased commercial insurance to cover these risks. No losses have been incurred in excess of the amounts covered by insurance over the past three years.

ST. CLAIR COUNTY  
 REGIONAL OFFICE OF EDUCATION #50  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED JUNE 30, 2007

**NOTE 8 – ON BEHALF PAYMENTS**

St. Clair County provides the St. Clair County Regional Office of Education #50 with staff and pays certain expenditures on behalf of the St. Clair County Regional Office of Education #50. The expenditures paid on the St. Clair County Regional Office of Education #50's behalf for the year ended June 30, 2007, were as follows:

|                        |                          |
|------------------------|--------------------------|
| Salaries and benefits  | \$ 215,116               |
| Purchased services     | 83,578                   |
| Supplies and materials | <u>1,451</u>             |
| <b>Total</b>           | <b><u>\$ 300,145</u></b> |

The State of Illinois paid the following salaries on behalf of the Regional Office of Education #50:

|   |                          |
|---|--------------------------|
| Regional Superintendent Salary  | \$ 88,540                |
| Assistant Regional Superintendent Salary  | 79,685                   |
| Regional Superintendent Fringe Benefit<br>(Includes State paid insurance)           | 12,964                   |
| Assistant Regional Superintendent Fringe Benefit<br>(Includes State paid insurance) | 12,389                   |
| TRS Pension contributions   | <u>93,229</u>            |
| <b>Total</b>  | <b><u>\$ 286,807</u></b> |

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.

These amounts have been recorded in the accompanying financial statements as State revenue and expenditures.

ST. CLAIR COUNTY  
 REGIONAL OFFICE OF EDUCATION #50  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED JUNE 30, 2007

NOTE 9 – DUE TO/FROM OTHER GOVERNMENTS

The Regional Office of Education #50's Agency Fund, Education Fund, and Nonmajor Fund have funds due from/to various other governmental units which consist of the following:

Due From Other Governments:

|                                       |                  |
|---------------------------------------|------------------|
| <u>Education Fund</u>                 |                  |
| School Districts                      | \$ 37,019        |
| Illinois State Board of Education     | 33,243           |
| Illinois Department of Human Services | 6,791            |
| U.S. Department of Education          | 15,890           |
| <u>Nonmajor Funds</u>                 |                  |
| Illinois State Board of Education     | <u>10</u>        |
| Total                                 | <u>\$ 92,953</u> |

Due To Other Governments:

|                                   |                   |
|-----------------------------------|-------------------|
| <u>Education Fund</u>             |                   |
| Regional Offices of Education     | \$ 27,887         |
| School Districts                  | 142,008           |
| Illinois State Board of Education | 13,341            |
| <u>Agency Fund</u>                |                   |
| Local Governments                 | <u>12,173</u>     |
| Total                             | <u>\$ 195,409</u> |

ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

**NOTE 10 - OPERATING LEASE**

The Regional Office of Education #50 entered into an operating lease for its Belleville office space. Rent expense for the building for fiscal year 2007 totaled \$102,591. Future minimum operating lease commitments are as follows:

|                      |                   |
|----------------------|-------------------|
| Year ending June 30, |                   |
| 2008                 | \$ 112,000        |
| 2009                 | 112,000           |
| 2010                 | 112,000           |
| 2011                 | 112,000           |
| 2012                 | <u>74,667</u>     |
| Total                | <u>\$ 522,667</u> |

Rental payments of \$9,333 per month are required through March 1, 2012. At that time the terms of the lease may be renegotiated through 2032. St. Clair County provides the Regional Office of Education #50 with rent subsidies under this agreement of \$4,667 per month. This amount has been recorded as rental expense and local revenue on the Statement of Activities. The lease may be cancelled by the Regional Office of Education #50 upon 365 days written notification to the landlord, St. Clair County.

**REQUIRED SUPPLEMENTAL INFORMATION  
(Other than Management Discussion and Analysis)**



ST. CLAIR COUNTY  
REGIONAL OFFICE OF EDUCATION #50  
ILLINOIS MUNICIPAL RETIREMENT FUND  
SCHEDULE OF FUNDING PROGRESS  
(UNAUDITED)  
June 30, 2007

| Actuarial Valuation Date | Actuarial Value of Assets (a) | (2) Actuarial Liability (AAL) Entry Age (b) | Unfunded AAL (UAAL) (b-a) | (3) Funded Ratio (a/b) | (4) Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|--------------------------|-------------------------------|---|---------------------------|------------------------|-------------------------|---|
| 12/31/06                 | 2,720,171                     | 2,544,459                                   | (175,712)                 | 106.91%                | 1,329,342               | 0.00%   |
| 12/31/05                 | 2,495,187                     | 2,291,198                                   | (203,989)                 | 108.90%                | 1,250,567               | 0.00%   |
| 12/31/04                 | 2,230,937                     | 1,999,196                                   | (231,741)                 | 111.59%                | 1,093,849               | 0.00%   |
| 12/31/03                 | 2,126,474                     | 1,744,372                                   | (382,102)                 | 121.90%                | 1,117,358               | 0.00%   |
| 12/31/02                 | 2,091,689                     | 1,633,104                                   | (458,585)                 | 128.08%                | 1,159,915               | 0.00%   |
| 12/31/01                 | 2,051,510                     | 1,521,074                                   | (530,436)                 | 134.87%                | 1,162,589               | 0.00%   |
| 12/31/00                 | 1,889,809                     | 1,426,977                                   | (462,832)                 | 132.43%                | 1,104,911               | 0.00%   |
| 12/31/99                 | 1,755,901                     | 1,415,553                                   | (340,348)                 | 124.04%                | 1,032,476               | 0.00%   |
| 12/31/98                 | 1,416,966                     | 1,234,985                                   | (181,981)                 | 114.74%                | 908,503                 | 0.00%   |
| 12/31/97                 | 1,290,160                     | 1,234,604                                   | (55,556)                  | 104.50%                | 935,536                 | 0.00%   |

On a market value basis, the actuarial value of assets as of December 31, 2006 is \$2,924,022. On a market basis, the funded ratio would be 114.92%.

**\* Digest of changes**

The actuarial assumptions used to determine the actuarial accrued liability for 2006 are based on the 2002-2004 Experience Study.

The principal changes were:

- The 1994 Group Annuity Mortality implemented.
- For Regular members, fewer normal and more early retirements are expected to occur.

SLEP member contribution rate changed from 6.50% to 7.50% effective June 1, 2006.

**SUPPLEMENTAL INFORMATION**

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF ACCOUNTS  
 GENERAL FUND  
 JUNE 30, 2007

|  | ESR General<br>Operation<br>Account | School<br>Service<br>Account | Building<br>Fund | TOTALS            |
|--|-------------------------------------|------------------------------|------------------|-------------------|
| <b>ASSETS</b>                                  |                                     |                              |                  |                   |
| Cash   | \$ 70,376                           | \$ 112,540                   | \$ 53,408        | \$ 236,324        |
| Accounts receivable                            | 1,251                               | -                            | -                | 1,251             |
| Due from other funds                           | 32,683                              | 102                          | -                | 32,785            |
| <b>TOTAL ASSETS</b>                            | <b>\$ 104,310</b>                   | <b>\$ 112,642</b>            | <b>\$ 53,408</b> | <b>\$ 270,360</b> |
| <b>LIABILITIES</b>                             |                                     |                              |                  |                   |
| Accounts payable                               | \$ 494                              | \$ -                         | \$ 3,212         | \$ 3,706          |
| <b>Total Liabilities</b>                       | <b>494</b>                          | <b>-</b>                     | <b>3,212</b>     | <b>3,706</b>      |
| <b>FUND BALANCES</b>                           |                                     |                              |                  |                   |
| Unreserved                                     | 103,816                             | 112,642                      | 50,196           | 266,654           |
| <b>Total Fund Balances</b>                     | <b>103,816</b>                      | <b>112,642</b>               | <b>50,196</b>    | <b>266,654</b>    |
| <b>TOTAL LIABILITIES AND FUND<br/>BALANCES</b> | <b>\$ 104,310</b>                   | <b>\$ 112,642</b>            | <b>\$ 53,408</b> | <b>\$ 270,360</b> |

ST CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 GENERAL FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2007

|   | ESR General<br>Operation<br>Account | School<br>Service<br>Account | Building<br>Fund | TOTALS            |
|---|-------------------------------------|------------------------------|------------------|-------------------|
| <b>REVENUES</b>                                 |                                     |                              |                  |                   |
| Local sources                                   | \$ 2,552                            | \$ -                         | \$ 25,096        | \$ 27,648         |
| Local sources-payments made on behalf of region | 300,145                             | -                            | -                | 300,145           |
| State Sources                                   | -                                   | -                            | 776              | 776               |
| State sources-payments made on behalf of region | 286,807                             | -                            | -                | 286,807           |
| Total Revenues                                  | <u>589,504</u>                      | <u>-</u>                     | <u>25,872</u>    | <u>615,376</u>    |
| <b>EXPENDITURES</b>                             |                                     |                              |                  |                   |
| Salaries and benefits                           | 2,328                               | -                            | 13,247           | 15,575            |
| Purchased services                              | 9,267                               | 1,386                        | 16,261           | 26,914            |
| Supplies and materials                          | 2,018                               | -                            | 1,978            | 3,996             |
| Capital outlay                                  | 9,439                               | -                            | -                | 9,439             |
| Payments made on behalf of region               | 586,952                             | -                            | -                | 586,952           |
| Total Expenditures                              | <u>610,004</u>                      | <u>1,386</u>                 | <u>31,486</u>    | <u>642,876</u>    |
| <b>OTHER FINANCING SOURCES (USES)</b>           |                                     |                              |                  |                   |
| Transfers in                                    | 3,431                               | -                            | -                | 3,431             |
| Interest  | 1,537                               | 1,026                        | -                | 2,563             |
| Total Other Financing Sources (Uses)            | <u>4,968</u>                        | <u>1,026</u>                 | <u>-</u>         | <u>5,994</u>      |
| <b>NET CHANGE IN FUND BALANCES</b>              | (15,532)                            | (360)                        | (5,614)          | (21,506)          |
| <b>FUND BALANCES, BEGINNING OF YEAR</b>         | <u>119,348</u>                      | <u>113,002</u>               | <u>55,810</u>    | <u>288,160</u>    |
| <b>FUND BALANCES, END OF YEAR</b>               | <u>\$ 103,816</u>                   | <u>\$ 112,642</u>            | <u>\$ 50,196</u> | <u>\$ 266,654</u> |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF ACCOUNTS  
 EDUCATION FUND  
 JUNE 30, 2007

|  | McKinney<br>Education for<br>Homeless<br>Children | Career and<br>Technical<br>Education<br>Improvement | Title I<br>School<br>Improvement<br>& Accountability | Title II<br>Teacher Quality -<br>Leadership<br>Grant | Truants<br>Alternative/<br>Optional<br>Education |
|--|---|---|--|--|--|
| <b>ASSETS</b>                                  |   |   |  |  |  |
| Cash   | \$ 4,922  | \$ 645  | \$ 459,510   | \$ 42,336  | \$ 74,347  |
| Accounts receivable                            | -   | -   | -  | -  | -  |
| Due from other funds                           | -   | -   | -  | -  | -  |
| Due from other governments                     |   |   |  |  |  |
| State  | -   | -   | -  | -  | -  |
| Federal  | -   | -   | -  | -  | -  |
| <b>TOTAL ASSETS</b>                            | <b>\$ 4,922</b>                                   | <b>\$ 645</b>                                       | <b>\$ 459,510</b>                                    | <b>\$ 42,336</b>                                     | <b>\$ 74,347</b>                                 |
| <b>LIABILITIES</b>                             |   |   |  |  |  |
| Accounts payable                               | \$ 4,922  | \$ 645  | \$ 43,583  | \$ 11,557  | \$ 68,735  |
| Due to other funds                             | -   | -   | -  | -  | 427  |
| Unearned revenue                               | -   | -   | 293,275  | 30,575   | -  |
| Due to other governments                       |   |   |  |  |  |
| Local  | -   | -   | 119,375  | -  | -  |
| State  | -   | -   | 1,404  | -  | 5,185  |
| Federal  | -   | -   | 1,873  | 204  | -  |
| <b>Total Liabilities</b>                       | <b>4,922</b>                                      | <b>645</b>  | <b>459,510</b>                                       | <b>42,336</b>  | <b>74,347</b>                                    |
| <b>FUND BALANCES</b>                           |   |   |  |  |  |
| Unreserved                                     | -   | -   | -  | -  | -  |
| <b>Total Fund Balances</b>                     | <b>-</b>  | <b>-</b>  | <b>-</b>   | <b>-</b>   | <b>-</b>   |
| <b>TOTAL LIABILITIES AND FUND<br/>BALANCES</b> | <b>\$ 4,922</b>                                   | <b>\$ 645</b>                                       | <b>\$ 459,510</b>                                    | <b>\$ 42,336</b>                                     | <b>\$ 74,347</b>                                 |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF ACCOUNTS  
 EDUCATION FUND  
 JUNE 30, 2007

|  | Standards &<br>Assessment<br>Coordination<br>& Services | IDEA Part B<br>Positive Behavior<br>Intervention<br>Services | Adult<br>Education<br>Federal<br>Basic | Adult<br>Education<br>State<br>Basic | Adult<br>Education<br>State<br>Performance |
|--|---|--|--|--------------------------------------|--|
| <b>ASSETS</b>                                  |   |  |  |                                      |  |
| Cash   | \$ 150,247  | \$ -   | \$ 11,332                              | \$ 1,162                             | \$ 7,494                                   |
| Accounts receivable                            | -   | -  | -                                      | -                                    | -  |
| Due from other funds                           | -   | -  | -                                      | -                                    | 2,307                                      |
| Due from other governments                     |   |  |  |                                      |  |
| State  | -   | -  | -                                      | -                                    | -  |
| Federal  | -   | 6,464  | -                                      | -                                    | -  |
| <b>TOTAL ASSETS</b>                            | <b>\$ 150,247</b>                                       | <b>\$ 6,464</b>  | <b>\$ 11,332</b>                       | <b>\$ 1,162</b>                      | <b>\$ 9,801</b>                            |
| <b>LIABILITIES</b>                             |   |  |  |                                      |  |
| Accounts payable                               | \$ 3,241  | \$ -   | \$ 9,025                               | \$ 1,162                             | \$ 9,801                                   |
| Due to other funds                             | 146   | 6,464  | 2,307                                  | -                                    | -  |
| Unearned revenue                               | 138,135   | -  | -                                      | -                                    | -  |
| Due to other governments                       |   |  |  |                                      |  |
| Local  | 8,725   | -  | -                                      | -                                    | -  |
| State  | -   | -  | -                                      | -                                    | -  |
| Federal  | -   | -  | -                                      | -                                    | -  |
| <b>Total Liabilities</b>                       | <b>150,247</b>  | <b>6,464</b>   | <b>11,332</b>                          | <b>1,162</b>                         | <b>9,801</b>                               |
| <b>FUND BALANCES</b>                           |   |  |  |                                      |  |
| Unreserved                                     | -   | -  | -                                      | -                                    | -  |
| <b>Total Fund Balances</b>                     | <b>-</b>  | <b>-</b>   | <b>-</b>                               | <b>-</b>                             | <b>-</b>                                   |
| <b>TOTAL LIABILITIES AND FUND<br/>BALANCES</b> | <b>\$ 150,247</b>                                       | <b>\$ 6,464</b>  | <b>\$ 11,332</b>                       | <b>\$ 1,162</b>                      | <b>\$ 9,801</b>                            |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF ACCOUNTS  
 EDUCATION FUND  
 JUNE 30, 2007

|  | Adult<br>Education<br>Public<br>Assistance | ROE School<br>Services<br>Computer<br>Proficiency | Metro East<br>Consortium<br>for Child<br>Advocacy | Standards<br>Aligned<br>Classroom | Severns<br>Summer<br>Reading |
|--|--|---|---|-----------------------------------|------------------------------|
| <b>ASSETS</b>                                  |  |   |   |                                   |                              |
| Cash   | \$ 3,614                                   | \$ 34,208   | \$ 43,031   | \$ 4,895                          | \$ 1,922                     |
| Accounts receivable                            | -  | -   | -   | -                                 | -                            |
| Due from other funds                           | -  | -   | -   | -                                 | -                            |
| Due from other governments                     |  |   |   |                                   |                              |
| State  | -  | -   | -   | -                                 | -                            |
| Federal  | -  | -   | -   | -                                 | -                            |
| <b>TOTAL ASSETS</b>                            | <b><u>\$ 3,614</u></b>                     | <b><u>\$ 34,208</u></b>                           | <b><u>\$ 43,031</u></b>                           | <b><u>\$ 4,895</u></b>            | <b><u>\$ 1,922</u></b>       |
| <b>LIABILITIES</b>                             |  |   |   |                                   |                              |
| Accounts payable                               | \$ 3,614                                   | \$ 33,853   | \$ 19,159   | \$ 3,867                          | \$ 1,922                     |
| Due to other funds                             | -  | 134   | -   | -                                 | -                            |
| Unearned revenue                               | -  | -   | 23,872  | -                                 | -                            |
| Due to other governments                       |  |   |   |                                   |                              |
| Local  | -  | -   | -   | 1,028                             | -                            |
| State  | -  | 221   | -   | -                                 | -                            |
| Federal  | -  | -   | -   | -                                 | -                            |
| Total Liabilities                              | <u>3,614</u>                               | <u>34,208</u>                                     | <u>43,031</u>                                     | <u>4,895</u>                      | <u>1,922</u>                 |
| <b>FUND BALANCES</b>                           |  |   |   |                                   |                              |
| Unreserved                                     | -  | -   | -   | -                                 | -                            |
| Total Fund Balances                            | <u>-</u>                                   | <u>-</u>  | <u>-</u>  | <u>-</u>                          | <u>-</u>                     |
| <b>TOTAL LIABILITIES AND FUND<br/>BALANCES</b> | <b><u>\$ 3,614</u></b>                     | <b><u>\$ 34,208</u></b>                           | <b><u>\$ 43,031</u></b>                           | <b><u>\$ 4,895</u></b>            | <b><u>\$ 1,922</u></b>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF ACCOUNTS  
 EDUCATION FUND  
 JUNE 30, 2007

|  | Beginning<br>Teacher<br>Induction and<br>Mentoring | Mathematics<br>and<br>Science<br>Partnership | ROE<br>School<br>Services | Bilingual<br>Education -<br>Downstate -<br>T.P.I. | Social<br>Emotional<br>Learning<br>Standards |
|--|--|--|---------------------------|---|--|
| <b>ASSETS</b>                                  |  |  |                           |   |  |
| Cash   | \$ -   | \$ 106,668                                   | \$ 7,856                  | \$ 42,558   | \$ 12,176                                    |
| Accounts receivable                            | -  | -  | -                         | -   | -  |
| Due from other funds                           | -  | -  | -                         | -   | -  |
| Due from other governments                     |  |  |                           |   |  |
| State  | 24,773   | -  | -                         | 6,709   | -  |
| Federal  | -  | -  | -                         | -   | -  |
| <b>TOTAL ASSETS</b>                            | <b>\$ 24,773</b>                                   | <b>\$ 106,668</b>                            | <b>\$ 7,856</b>           | <b>\$ 49,267</b>                                  | <b>\$ 12,176</b>                             |
| <b>LIABILITIES</b>                             |  |  |                           |   |  |
| Accounts payable                               | \$ 2,952   | \$ 15,917                                    | \$ 7,709                  | \$ 9,783  | \$ 1,303                                     |
| Due to other funds                             | 21,821   | -  | 147                       | -   | 28   |
| Unearned revenue                               | -  | 88,539                                       | -                         | -   | 10,845                                       |
| Due to other governments                       |  |  |                           |   |  |
| Local  | -  | 1,283  | -                         | 39,484  | -  |
| State  | -  | -  | -                         | -   | -  |
| Federal  | -  | 929  | -                         | -   | -  |
| Total Liabilities                              | 24,773   | 106,668                                      | 7,856                     | 49,267  | 12,176                                       |
| <b>FUND BALANCES</b>                           |  |  |                           |   |  |
| Unreserved                                     | -  | -  | -                         | -   | -  |
| Total Fund Balances                            | -  | -  | -                         | -   | -  |
| <b>TOTAL LIABILITIES AND FUND<br/>BALANCES</b> | <b>\$ 24,773</b>                                   | <b>\$ 106,668</b>                            | <b>\$ 7,856</b>           | <b>\$ 49,267</b>                                  | <b>\$ 12,176</b>                             |



ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF ACCOUNTS  
 EDUCATION FUND  
 JUNE 30, 2007

|  | Preschool<br>For All | Addiction<br>Prevention<br>In Touch | Young<br>Authors<br>Conference | DHS/Office<br>of Rehabilitation<br>Services<br>Transition | Even<br>Start |
|--|----------------------|-------------------------------------|--------------------------------|---|---------------|
| <b>ASSETS</b>                                  |                      |                                     |                                |   |               |
| Cash   | \$ -                 | \$ 6,150                            | \$ 5,532                       | \$ 34,952   | \$ -          |
| Accounts receivable                            | -                    | -                                   | -                              | -   | -             |
| Due from other funds                           | -                    | -                                   | -                              | -   | -             |
| Due from other governments                     |                      |                                     |                                |   |               |
| State  | 252                  | 6,791                               | -                              | -   | -             |
| Federal  | -                    | -                                   | -                              | -   | -             |
| <b>TOTAL ASSETS</b>                            | <b>\$ 252</b>        | <b>\$ 12,941</b>                    | <b>\$ 5,532</b>                | <b>\$ 34,952</b>  | <b>\$ -</b>   |
| <b>LIABILITIES</b>                             |                      |                                     |                                |   |               |
| Accounts payable                               | \$ 94                | \$ 12,870                           | \$ -                           | \$ 3,799  | \$ -          |
| Due to other funds                             | 158                  | 71                                  | -                              | -   | -             |
| Unearned revenue                               | -                    | -                                   | -                              | -   | -             |
| Due to other governments                       |                      |                                     |                                |   |               |
| Local  | -                    | -                                   | -                              | -   | -             |
| State  | -                    | -                                   | -                              | 3,128   | -             |
| Federal  | -                    | -                                   | -                              | 191   | -             |
| Total Liabilities                              | 252                  | 12,941                              | -                              | 7,118   | -             |
| <b>FUND BALANCES</b>                           |                      |                                     |                                |   |               |
| Unreserved                                     | -                    | -                                   | 5,532                          | 27,834  | -             |
| Total Fund Balances                            | -                    | -                                   | 5,532                          | 27,834  | -             |
| <b>TOTAL LIABILITIES AND FUND<br/>BALANCES</b> | <b>\$ 252</b>        | <b>\$ 12,941</b>                    | <b>\$ 5,532</b>                | <b>\$ 34,952</b>  | <b>\$ -</b>   |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF ACCOUNTS  
 EDUCATION FUND  
 JUNE 30, 2007

|  | Family<br>Literacy | Literacy and<br>Superintendents<br>Engaged in<br>Reading | Early<br>Childhood<br>Block<br>Grant (61) | Regional<br>Safe<br>Schools | National<br>School<br>Lunch |
|--|--------------------|--|---|-----------------------------|-----------------------------|
| <b>ASSETS</b>                              |                    |  |   |                             |                             |
| Cash                                       | \$ 3,009           | \$ 24,755  | \$ 7,238                                  | \$ 881,850                  | \$ 10,400                   |
| Accounts receivable                        | -                  | -  | -   | -                           | -                           |
| Due from other funds                       | -                  | -  | -   | -                           | -                           |
| Due from other governments                 |                    |  |   |                             |                             |
| State                                      | -                  | -  | 1,695                                     | -                           | 66                          |
| Federal                                    | -                  | -  | -   | -                           | -                           |
| <b>TOTAL ASSETS</b>                        | <b>\$ 3,009</b>    | <b>\$ 24,755</b>   | <b>\$ 8,933</b>                           | <b>\$ 881,850</b>           | <b>\$ 10,466</b>            |
| <b>LIABILITIES</b>                         |                    |  |   |                             |                             |
| Accounts payable                           | \$ 3,009           | \$ 24,755  | \$ 8,933                                  | \$ 46,526                   | \$ -                        |
| Due to other funds                         | -                  | -  | -   | -                           | -                           |
| Unearned revenue                           | -                  | -  | -   | -                           | -                           |
| Due to other governments                   |                    |  |   |                             |                             |
| Local                                      | -                  | -  | -   | -                           | -                           |
| State                                      | -                  | -  | -   | -                           | -                           |
| Federal                                    | -                  | -  | -   | -                           | -                           |
| <b>Total Liabilities</b>                   | <b>3,009</b>       | <b>24,755</b>  | <b>8,933</b>                              | <b>46,526</b>               | <b>-</b>                    |
| <b>FUND BALANCES</b>                       |                    |  |   |                             |                             |
| Unreserved                                 | -                  | -  | -   | 835,324                     | 10,466                      |
| <b>Total Fund Balances</b>                 | <b>-</b>           | <b>-</b>   | <b>-</b>                                  | <b>835,324</b>              | <b>10,466</b>               |
| <b>TOTAL LIABILITIES AND FUND BALANCES</b> |                    |  |   |                             |                             |
|  | <b>\$ 3,009</b>    | <b>\$ 24,755</b>   | <b>\$ 8,933</b>                           | <b>\$ 881,850</b>           | <b>\$ 10,466</b>            |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF ACCOUNTS  
 EDUCATION FUND  
 JUNE 30, 2007

|  | Jobs for<br>Illinois<br>Graduates | Fed. Special<br>Education<br>Preschool<br>Discretionary | TOTALS              |
|--|-----------------------------------|---|---------------------|
| <b>ASSETS</b>                                  |                                   |   |                     |
| Cash   | \$ -                              | \$ 15,133   | \$ 1,997,942        |
| Accounts receivable                            | -                                 | 44  | 44                  |
| Due from other funds                           | -                                 | -   | 2,307               |
| Due from other governments                     |                                   |   |                     |
| State  | 30,303                            | -   | 70,589              |
| Federal  | -                                 | 15,890  | 22,354              |
| <b>TOTAL ASSETS</b>                            | <b>\$ 30,303</b>                  | <b>\$ 31,067</b>  | <b>\$ 2,093,236</b> |
| <b>LIABILITIES</b>                             |                                   |   |                     |
| Accounts payable                               | \$ 4,432                          | \$ 27,315   | \$ 384,483          |
| Due to other funds                             | 25,871                            | 3,546   | 61,120              |
| Unearned revenue                               | -                                 | -   | 585,241             |
| Due to other governments                       |                                   |   |                     |
| Local  | -                                 | -   | 169,895             |
| State  | -                                 | -   | 9,938               |
| Federal  | -                                 | 206   | 3,403               |
| Total Liabilities                              | <u>30,303</u>                     | <u>31,067</u>   | <u>1,214,080</u>    |
| <b>FUND BALANCES</b>                           |                                   |   |                     |
| Unreserved                                     | -                                 | -   | 879,156             |
| Total Fund Balances                            | <u>-</u>                          | <u>-</u>  | <u>879,156</u>      |
| <b>TOTAL LIABILITIES AND FUND<br/>BALANCES</b> | <b>\$ 30,303</b>                  | <b>\$ 31,067</b>  | <b>\$ 2,093,236</b> |

ST. CLAIR REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2007

|   | McKinney<br>Education for<br>Homeless<br>Children | Career and<br>Technical<br>Education<br>Improvement | Title I<br>School<br>Improvement<br>& Accountability | Title II<br>Teacher Quality -<br>Leadership<br>Grant | Truants<br>Alternative/<br>Optional<br>Education |
|---|---|---|--|--|--|
| <b>REVENUES</b>                         |   |   |  |  |  |
| Local sources                           | \$ -  | \$ -  | \$ -   | \$ -   | \$ -   |
| State sources                           | -   | 15,637  | -  | -  | 559,821  |
| Federal sources                         | 56,000  | -   | 1,233,384  | 59,807   | -  |
| Total Revenue                           | <u>56,000</u>                                     | <u>15,637</u>                                       | <u>1,233,384</u>                                     | <u>59,807</u>  | <u>559,821</u>                                   |
| <b>EXPENDITURES</b>                     |   |   |  |  |  |
| Salaries and benefits                   | 45,850  | 15,338  | 452,125  | 20,718   | 512,406  |
| Purchased services                      | 7,117   | 299   | 456,899  | 34,348   | 40,058   |
| Supplies and materials                  | 3,058   | 5   | 183,505  | 4,741  | 7,357  |
| Capital outlay                          | -   | -   | 45,067   | -  | -  |
| Other objects                           | -   | -   | -  | -  | -  |
| Payments to other governments           | -   | -   | 95,788   | -  | -  |
| Total Expenditures                      | <u>56,025</u>                                     | <u>15,642</u>                                       | <u>1,233,384</u>                                     | <u>59,807</u>  | <u>559,821</u>                                   |
| <b>OTHER FINANCING SOURCES (USES)</b>   |   |   |  |  |  |
| Transfers out                           | (30)  | (15)  | -  | -  | (1,276)  |
| Interest                                | 55  | 20  | -  | -  | 1,276  |
| Total Other Financing Sources (Uses)    | <u>25</u>   | <u>5</u>  | <u>-</u>   | <u>-</u>   | <u>-</u>   |
| <b>NET CHANGE IN FUND BALANCES</b>      | -   | -   | -  | -  | -  |
| <b>FUND BALANCES, BEGINNING OF YEAR</b> | -   | -   | -  | -  | -  |
| <b>FUND BALANCES, END OF YEAR</b>       | <u>\$ -</u>                                       | <u>\$ -</u>   | <u>\$ -</u>  | <u>\$ -</u>  | <u>\$ -</u>                                      |

ST. CLAIR REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                       | Standards &<br>Assessment<br>Coordination<br>& Services | IDEA Part B<br>Positive Behavior<br>Intervention<br>Services | Adult<br>Education<br>Federal<br>Basic | Adult<br>Education<br>State<br>Basic | Adult<br>Education<br>State<br>Performance |
|---------------------------------------|---|--|--|--------------------------------------|--|
| <b>REVENUES</b>                       |   |  |  |                                      |  |
| Local sources                         | \$ -  | \$ -   | \$ -                                   | \$ -                                 | \$ -                                       |
| State sources                         | 172,753   | -  | -                                      | 150,129                              | 36,246                                     |
| Federal sources                       | -   | 35,266   | 155,384                                | -                                    | -  |
| Total Revenue                         | <u>172,753</u>  | <u>35,266</u>  | <u>155,384</u>                         | <u>150,129</u>                       | <u>36,246</u>                              |
| <b>EXPENDITURES</b>                   |   |  |  |                                      |  |
| Salaries and benefits                 | 39,153  | 30,475   | 135,763                                | 124,187                              | 14,956                                     |
| Purchased services                    | 39,716  | 4,791  | 9,834                                  | 20,503                               | 18,006                                     |
| Supplies and materials                | 16,135  | -  | 9,093                                  | 4,619                                | 3,324                                      |
| Capital outlay                        | -   | -  | 694                                    | 854                                  | -  |
| Other objects                         | 77,768  | -  | -                                      | -                                    | -  |
| Payments to other governments         | -   | -  | -                                      | -                                    | -  |
| Total Expenditures                    | <u>172,772</u>  | <u>35,266</u>  | <u>155,384</u>                         | <u>150,163</u>                       | <u>36,286</u>                              |
| <b>OTHER FINANCING SOURCES (USES)</b> |   |  |  |                                      |  |
| Transfers out                         | (467)   | -  | (54)                                   | (27)                                 | (55)                                       |
| Interest                              | 486   | -  | 54                                     | 61                                   | 95   |
| Total Other Financing Sources (Uses)  | <u>19</u>   | <u>-</u>   | <u>-</u>                               | <u>34</u>                            | <u>40</u>                                  |
| NET CHANGE IN FUND BALANCES           | -   | -  | -                                      | -                                    | -  |
| FUND BALANCES, BEGINNING OF YEAR      | -   | -  | -                                      | -                                    | -  |
| FUND BALANCES, END OF YEAR            | <u>\$ -</u>   | <u>\$ -</u>  | <u>\$ -</u>                            | <u>\$ -</u>                          | <u>\$ -</u>                                |

ST. CLAIR REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2007

|   | Adult<br>Education<br>Public<br>Assistance | ROE School<br>Services<br>Computer<br>Proficiency | Metro East<br>Consortium<br>for Child<br>Advocacy | Standards<br>Aligned<br>Classroom | Severns<br>Summer<br>Reading |
|---|--|---|---|-----------------------------------|------------------------------|
| <b>REVENUES</b>                         |  |   |   |                                   |                              |
| Local sources                           | \$ -                                       | \$ -  | \$ -  | \$ -                              | \$ -                         |
| State sources                           | 51,493                                     | 249,779   | 203,202   | -                                 | 4,800                        |
| Federal sources                         | -  | -   | -   | 12,000                            | -                            |
| Total Revenue                           | <u>51,493</u>                              | <u>249,779</u>                                    | <u>203,202</u>                                    | <u>12,000</u>                     | <u>4,800</u>                 |
| <b>EXPENDITURES</b>                     |  |   |   |                                   |                              |
| Salaries and benefits                   | 39,554                                     | 164,744   | 94,251  | 5,418                             | 1,808                        |
| Purchased services                      | 6,795                                      | 17,008  | 83,176  | 2,133                             | 2,174                        |
| Supplies and materials                  | 4,933                                      | 32,929  | 23,376  | 4,449                             | 829                          |
| Capital outlay                          | 232  | 35,098  | 2,486   | -                                 | -                            |
| Other objects                           | -  | -   | -   | -                                 | -                            |
| Payments to other governments           | -  | -   | -   | -                                 | -                            |
| Total Expenditures                      | <u>51,514</u>                              | <u>249,779</u>                                    | <u>203,289</u>                                    | <u>12,000</u>                     | <u>4,811</u>                 |
| <b>OTHER FINANCING SOURCES (USES)</b>   |  |   |   |                                   |                              |
| Transfers out                           | (20)                                       | (355)   | (185)   | -                                 | (1)                          |
| Interest                                | 41   | 355   | 272   | -                                 | 12                           |
| Total Other Financing Sources (Uses)    | <u>21</u>                                  | <u>-</u>  | <u>87</u>   | <u>-</u>                          | <u>11</u>                    |
| <b>NET CHANGE IN FUND BALANCES</b>      | -  | -   | -   | -                                 | -                            |
| <b>FUND BALANCES, BEGINNING OF YEAR</b> | -  | -   | -   | -                                 | -                            |
| <b>FUND BALANCES, END OF YEAR</b>       | <u>\$ -</u>                                | <u>\$ -</u>                                       | <u>\$ -</u>                                       | <u>\$ -</u>                       | <u>\$ -</u>                  |

ST. CLAIR REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2007

|   | Beginning<br>Teacher<br>Induction and<br>Mentoring | Mathematics<br>and<br>Science<br>Partnership | ROE<br>School<br>Services | Bilingual<br>Education -<br>Downstate -<br>T.P.I. | Social<br>Emotional<br>Learning<br>Standards |
|---|--|--|---------------------------|---|--|
| <b>REVENUES</b>                         |  |  |                           |   |  |
| Local sources                           | \$ -   | \$ -   | \$ -                      | \$ 142,438  | \$ -   |
| State sources                           | 174,204  | -  | 126,176                   | 22,127  | 14,155                                       |
| Federal sources                         | -  | 212,985                                      | -                         | -   | -  |
| Total Revenue                           | <u>174,204</u>                                     | <u>212,985</u>                               | <u>126,176</u>            | <u>164,565</u>                                    | <u>14,155</u>                                |
| <b>EXPENDITURES</b>                     |  |  |                           |   |  |
| Salaries and benefits                   | 55,802   | 21,886                                       | 95,259                    | 127,886   | 10,346                                       |
| Purchased services                      | 82,651   | 147,268                                      | 15,692                    | 33,282  | 3,722  |
| Supplies and materials                  | 35,751   | 17,348                                       | 4,831                     | 3,539   | 87   |
| Capital outlay                          | -  | -  | 10,394                    | -   | -  |
| Other objects                           | -  | 26,483                                       | -                         | -   | -  |
| Payments to other governments           | -  | -  | -                         | -   | -  |
| Total Expenditures                      | <u>174,204</u>                                     | <u>212,985</u>                               | <u>126,176</u>            | <u>164,707</u>                                    | <u>14,155</u>                                |
| <b>OTHER FINANCING SOURCES (USES)</b>   |  |  |                           |   |  |
| Transfers out                           | (105)  | -  | (180)                     | (74)  | (95)   |
| Interest                                | 105  | -  | 180                       | 216   | 95   |
| Total Other Financing Sources (Uses)    | <u>-</u>   | <u>-</u>                                     | <u>-</u>                  | <u>142</u>  | <u>-</u>                                     |
| <b>NET CHANGE IN FUND BALANCES</b>      |  |  |                           |   |  |
|   | -  | -  | -                         | -   | -  |
| <b>FUND BALANCES, BEGINNING OF YEAR</b> |  |  |                           |   |  |
|   | <u>-</u>   | <u>-</u>                                     | <u>-</u>                  | <u>-</u>  | <u>-</u>                                     |
| <b>FUND BALANCES, END OF YEAR</b>       |  |  |                           |   |  |
|   | <u>\$ -</u>  | <u>\$ -</u>                                  | <u>\$ -</u>               | <u>\$ -</u>                                       | <u>\$ -</u>                                  |

ST. CLAIR REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2007

|   | Preschool<br>For All | Addiction<br>Prevention<br>In Touch | Young<br>Authors<br>Conference | DHS/Office<br>of Rehabilitation<br>Services<br>Transition | Even<br>Start |
|---|----------------------|-------------------------------------|--------------------------------|---|---------------|
| <b>REVENUES</b>                         |                      |                                     |                                |   |               |
| Local sources                           | \$ -                 | \$ -                                | \$ 4,160                       | \$ 10,800   | \$ -          |
| State sources                           | 2,102                | 138,535                             | -                              | 10,800  | -             |
| Federal sources                         | -                    | 27,299                              | -                              | 70,408  | 3,429         |
| Total Revenue                           | <u>2,102</u>         | <u>165,834</u>                      | <u>4,160</u>                   | <u>92,008</u>   | <u>3,429</u>  |
| <b>EXPENDITURES</b>                     |                      |                                     |                                |   |               |
| Salaries and benefits                   | -                    | 99,486                              | -                              | 89,799  | 3,213         |
| Purchased services                      | 2,102                | 38,218                              | 3,450                          | 4,118   | 216           |
| Supplies and materials                  | -                    | 28,130                              | 2,098                          | -   | -             |
| Capital outlay                          | -                    | -                                   | -                              | -   | -             |
| Other objects                           | -                    | -                                   | -                              | 189   | -             |
| Payments to other governments           | -                    | -                                   | -                              | -   | -             |
| Total Expenditures                      | <u>2,102</u>         | <u>165,834</u>                      | <u>5,548</u>                   | <u>94,106</u>   | <u>3,429</u>  |
| <b>OTHER FINANCING SOURCES (USES)</b>   |                      |                                     |                                |   |               |
| Transfers out                           | -                    | (200)                               | -                              | -   | -             |
| Interest                                | -                    | 200                                 | 55                             | -   | -             |
| Total Other Financing Sources (Uses)    | <u>-</u>             | <u>-</u>                            | <u>55</u>                      | <u>-</u>  | <u>-</u>      |
| <b>NET CHANGE IN FUND BALANCES</b>      | -                    | -                                   | (1,333)                        | (2,098)   | -             |
| <b>FUND BALANCES, BEGINNING OF YEAR</b> | <u>-</u>             | <u>-</u>                            | <u>6,865</u>                   | <u>29,932</u>   | <u>-</u>      |
| <b>FUND BALANCES, END OF YEAR</b>       | <u>\$ -</u>          | <u>\$ -</u>                         | <u>\$ 5,532</u>                | <u>\$ 27,834</u>  | <u>\$ -</u>   |



ST. CLAIR REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2007

|   | Family<br>Literacy | Literacy and<br>Superintendents<br>Engaged in<br>Reading | Early<br>Childhood<br>Block<br>Grant (61) | Regional<br>Safe<br>Schools | National<br>School<br>Lunch |
|---|--------------------|--|---|-----------------------------|-----------------------------|
| <b>REVENUES</b>                         |                    |  |   |                             |                             |
| Local sources                           | \$ -               | \$ -   | \$ -                                      | \$ -                        | \$ 2,643                    |
| State sources                           | 35,000             | 60,000   | 103,000                                   | 567,205                     | 551                         |
| Federal sources                         | -                  | -  | -   | -                           | 9,439                       |
| Total Revenue                           | <u>35,000</u>      | <u>60,000</u>  | <u>103,000</u>                            | <u>567,205</u>              | <u>12,633</u>               |
| <b>EXPENDITURES</b>                     |                    |  |   |                             |                             |
| Salaries and benefits                   | 27,713             | 48,773   | 79,506                                    | 389,220                     | -                           |
| Purchased services                      | 4,541              | 7,442  | 21,234                                    | 79,340                      | 10,311                      |
| Supplies and materials                  | 2,766              | 3,853  | 2,277                                     | 25,516                      | -                           |
| Capital outlay                          | -                  | -  | -   | 25,518                      | -                           |
| Other objects                           | -                  | -  | -   | -                           | -                           |
| Payments to other governments           | -                  | -  | -   | -                           | -                           |
| Total Expenditures                      | <u>35,020</u>      | <u>60,068</u>  | <u>103,017</u>                            | <u>519,594</u>              | <u>10,311</u>               |
| <b>OTHER FINANCING SOURCES (USES)</b>   |                    |  |   |                             |                             |
| Transfers out                           | (57)               | (144)  | (16)                                      | (73)                        | -                           |
| Interest                                | 77                 | 212  | 33  | 7,649                       | 88                          |
| Total Other Financing Sources (Uses)    | <u>20</u>          | <u>68</u>  | <u>17</u>                                 | <u>7,576</u>                | <u>88</u>                   |
| <b>NET CHANGE IN FUND BALANCES</b>      | -                  | -  | -   | 55,187                      | 2,410                       |
| <b>FUND BALANCES, BEGINNING OF YEAR</b> | -                  | -  | -   | 780,137                     | 8,056                       |
| <b>FUND BALANCES, END OF YEAR</b>       | <u>\$ -</u>        | <u>\$ -</u>  | <u>\$ -</u>                               | <u>\$ 835,324</u>           | <u>\$ 10,466</u>            |

ST. CLAIR REGIONAL OFFICE OF EDUCATION #50  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2007

|   | Jobs for<br>Illinois<br>Graduates | Fed. Special<br>Education<br>Preschool<br>Discretionary | TOTALS            |
|---|-----------------------------------|---|-------------------|
| <b>REVENUES</b>                         |                                   |   |                   |
| Local sources                           | \$ 2,371                          | \$ -  | \$ 162,412        |
| State sources                           | 117,275                           | -   | 2,814,990         |
| Federal sources                         | -                                 | 494,014   | 2,369,415         |
| Total Revenue                           | <u>119,646</u>                    | <u>494,014</u>  | <u>5,346,817</u>  |
| <b>EXPENDITURES</b>                     |                                   |   |                   |
| Salaries and benefits                   | 117,275                           | 316,180   | 3,179,090         |
| Purchased services                      | 2,371                             | 136,543   | 1,335,358         |
| Supplies and materials                  | -                                 | 30,835  | 455,384           |
| Capital outlay                          | -                                 | -   | 120,343           |
| Other objects                           | -                                 | 10,456  | 114,896           |
| Payments to other governments           | -                                 | -   | 95,788            |
| Total Expenditures                      | <u>119,646</u>                    | <u>494,014</u>  | <u>5,300,859</u>  |
| <b>OTHER FINANCING SOURCES (USES)</b>   |                                   |   |                   |
| Transfers out                           | -                                 | -   | (3,429)           |
| Interest                                | -                                 | -   | 11,637            |
| Total Other Financing Sources (Uses)    | <u>-</u>                          | <u>-</u>  | <u>8,208</u>      |
| <b>NET CHANGE IN FUND BALANCES</b>      | -                                 | -   | 54,166            |
| <b>FUND BALANCES, BEGINNING OF YEAR</b> | <u>-</u>                          | <u>-</u>  | <u>824,990</u>    |
| <b>FUND BALANCES, END OF YEAR</b>       | <u>\$ -</u>                       | <u>\$ -</u>   | <u>\$ 879,156</u> |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 MCKINNEY EDUCATION FOR HOMELESS CHILDREN  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                      | <u>Budgeted Amounts</u> |               | <u>Actual</u>  |
|--------------------------------------|-------------------------|---------------|----------------|
|                                      | <u>Original</u>         | <u>Final</u>  | <u>Amounts</u> |
| REVENUES                             |                         |               |                |
| Federal                              | \$ 56,000               | \$ 56,000     | \$ 56,000      |
| Total Revenues                       | <u>56,000</u>           | <u>56,000</u> | <u>56,000</u>  |
| EXPENDITURES                         |                         |               |                |
| Salaries and benefits                | 48,494                  | 48,494        | 45,850         |
| Purchased services                   | 5,040                   | 5,040         | 7,117          |
| Supplies and materials               | 2,466                   | 2,466         | 3,058          |
| Total Expenditures                   | <u>56,000</u>           | <u>56,000</u> | <u>56,025</u>  |
| OTHER FINANCING SOURCES (USES)       |                         |               |                |
| Transfers out                        | -                       | -             | (30)           |
| Interest                             | -                       | -             | 55             |
| Total Other Financing Sources (Uses) | <u>-</u>                | <u>-</u>      | <u>25</u>      |
| NET CHANGE IN FUND BALANCES          | -                       | -             | -              |
| FUND BALANCES - BEGINNING            | <u>-</u>                | <u>-</u>      | <u>-</u>       |
| FUND BALANCES - ENDING               | <u>\$ -</u>             | <u>\$ -</u>   | <u>\$ -</u>    |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 TITLE I SCHOOL IMPROVEMENT AND ACCOUNTABILITY  
 FOR THE YEAR ENDED JUNE 30, 2007

|                               | <u>Budgeted Amounts</u> |                  | Actual           |
|-------------------------------|-------------------------|------------------|------------------|
|                               | <u>Original</u>         | <u>Final</u>     | <u>Amounts</u>   |
| REVENUES                      |                         |                  |                  |
| Federal                       | \$ 1,179,307            | \$ 1,474,134     | \$ 1,233,384     |
| Total Revenues                | <u>1,179,307</u>        | <u>1,474,134</u> | <u>1,233,384</u> |
| EXPENDITURES                  |                         |                  |                  |
| Salaries and benefits         | 426,234                 | 455,167          | 452,125          |
| Purchased services            | 388,013                 | 660,547          | 456,899          |
| Supplies and materials        | 156,500                 | 257,500          | 183,505          |
| Capital outlay                | -                       | -                | 45,067           |
| Payments to other governments | 208,560                 | 100,920          | 95,788           |
| Total Expenditures            | <u>1,179,307</u>        | <u>1,474,134</u> | <u>1,233,384</u> |
| NET CHANGE IN FUND BALANCES   | -                       | -                | -                |
| FUND BALANCES - BEGINNING     | <u>-</u>                | <u>-</u>         | <u>-</u>         |
| FUND BALANCES - ENDING        | <u>\$ -</u>             | <u>\$ -</u>      | <u>\$ -</u>      |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 TITLE II TEACHER QUALITY - LEADERSHIP GRANT  
 FOR THE YEAR ENDED JUNE 30, 2007

|                             | Budgeted Amounts |               | Actual<br>Amounts |
|-----------------------------|------------------|---------------|-------------------|
|                             | Original         | Final         |                   |
| REVENUES                    |                  |               |                   |
| Federal                     | \$ 72,000        | \$ 90,000     | \$ 59,807         |
| Total Revenues              | <u>72,000</u>    | <u>90,000</u> | <u>59,807</u>     |
| EXPENDITURES                |                  |               |                   |
| Salaries and benefits       | 30,700           | 20,915        | 20,718            |
| Purchased services          | 38,300           | 40,385        | 34,348            |
| Supplies and materials      | 3,000            | 28,700        | 4,741             |
| Total Expenditures          | <u>72,000</u>    | <u>90,000</u> | <u>59,807</u>     |
| NET CHANGE IN FUND BALANCES | -                | -             | -                 |
| FUND BALANCES - BEGINNING   | <u>-</u>         | <u>-</u>      | <u>-</u>          |
| FUND BALANCES - ENDING      | <u>\$ -</u>      | <u>\$ -</u>   | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 TRUANTS ALTERNATIVE/OPTIONAL EDUCATION  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                      | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> |
|--------------------------------------|-------------------------|----------------|---------------------------|
|                                      | <u>Original</u>         | <u>Final</u>   |                           |
| REVENUES                             |                         |                |                           |
| State                                | \$ 528,043              | \$ 565,006     | \$ 559,821                |
| Total Revenues                       | <u>528,043</u>          | <u>565,006</u> | <u>559,821</u>            |
| EXPENDITURES                         |                         |                |                           |
| Salaries and benefits                | 485,857                 | 513,319        | 512,406                   |
| Purchased services                   | 40,286                  | 43,669         | 40,058                    |
| Supplies and materials               | 1,900                   | 8,018          | 7,357                     |
| Total Expenditures                   | <u>528,043</u>          | <u>565,006</u> | <u>559,821</u>            |
| OTHER FINANCING SOURCES (USES)       |                         |                |                           |
| Transfers out                        | -                       | -              | (1,276)                   |
| Interest                             | -                       | -              | 1,276                     |
| Total Other Financing Sources (Uses) | <u>-</u>                | <u>-</u>       | <u>-</u>                  |
| NET CHANGE IN FUND BALANCES          | -                       | -              | -                         |
| FUND BALANCES - BEGINNING            | <u>-</u>                | <u>-</u>       | <u>-</u>                  |
| FUND BALANCES - ENDING               | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ -</u>               |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 STANDARDS & ASSESSMENT COORDINATION & SERVICES  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                       | Budgeted Amounts |                | Actual<br>Amounts |
|---------------------------------------|------------------|----------------|-------------------|
|                                       | Original         | Final          |                   |
| <b>REVENUES</b>                       |                  |                |                   |
| State                                 | \$ 244,000       | \$ 305,000     | \$ 172,753        |
| Total Revenues                        | <u>244,000</u>   | <u>305,000</u> | <u>172,753</u>    |
| <b>EXPENDITURES</b>                   |                  |                |                   |
| Salaries and benefits                 | 36,345           | 44,094         | 39,153            |
| Purchased services                    | 67,655           | 77,636         | 39,716            |
| Supplies and materials                | 20,000           | 47,500         | 16,135            |
| Other objects                         | 120,000          | 135,770        | 77,768            |
| Total Expenditures                    | <u>244,000</u>   | <u>305,000</u> | <u>172,772</u>    |
| <b>OTHER FINANCING SOURCES (USES)</b> |                  |                |                   |
| Transfers out                         | -                | -              | (467)             |
| Interest                              | -                | -              | 486               |
| Total Other Financing Sources (Uses)  | <u>-</u>         | <u>-</u>       | <u>19</u>         |
| <b>NET CHANGE IN FUND BALANCES</b>    | -                | -              | -                 |
| <b>FUND BALANCES - BEGINNING</b>      | <u>-</u>         | <u>-</u>       | <u>-</u>          |
| <b>FUND BALANCES - ENDING</b>         | <u>\$ -</u>      | <u>\$ -</u>    | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 ADULT EDUCATION FEDERAL BASIC  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                      | Budgeted Amounts |                | Actual<br>Amounts |
|--------------------------------------|------------------|----------------|-------------------|
|                                      | Original         | Final          |                   |
| REVENUES                             |                  |                |                   |
| Federal                              | \$ 156,636       | \$ 155,384     | \$ 155,384        |
| Total Revenues                       | <u>156,636</u>   | <u>155,384</u> | <u>155,384</u>    |
| EXPENDITURES                         |                  |                |                   |
| Direct instruction                   | 75,138           | 70,057         | 70,652            |
| Social work services                 | 19,962           | 23,196         | 21,253            |
| Guidance services                    | 18,291           | 15,869         | 15,545            |
| Assessment & testing                 | 5,967            | 6,418          | 6,430             |
| Student transportation services      | -                | 1,500          | 1,508             |
| Literacy services                    | 4,284            | 5,564          | 7,836             |
| Childcare services                   | 100              | 150            | -                 |
| General administration               | 32,894           | 32,630         | 32,160            |
| Total Expenditures                   | <u>156,636</u>   | <u>155,384</u> | <u>155,384</u>    |
| OTHER FINANCING SOURCES (USES)       |                  |                |                   |
| Transfers out                        | -                | -              | (54)              |
| Interest                             | -                | -              | 54                |
| Total Other Financing Sources (Uses) | <u>-</u>         | <u>-</u>       | <u>-</u>          |
| NET CHANGE IN FUND BALANCES          | -                | -              | -                 |
| FUND BALANCES - BEGINNING            | <u>-</u>         | <u>-</u>       | <u>-</u>          |
| FUND BALANCES - ENDING               | <u>\$ -</u>      | <u>\$ -</u>    | <u>\$ -</u>       |



ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 ADULT EDUCATION STATE BASIC  
 FOR THE YEAR ENDED JUNE 30, 2007

|   | Budgeted Amounts   |                    | Actual<br>Amounts  |
|---|--------------------|--------------------|--------------------|
|   | Original           | Final              |                    |
| <b>REVENUES</b>                           |                    |                    |                    |
| State                                     | \$ 150,126         | \$ 150,129         | \$ 150,129         |
| Total Revenues                            | <u>150,126</u>     | <u>150,129</u>     | <u>150,129</u>     |
| <b>EXPENDITURES</b>                       |                    |                    |                    |
| Direct instruction                        | 73,763             | 69,284             | 70,253             |
| Social work services                      | 22,021             | 24,977             | 20,569             |
| Guidance services                         | 12,856             | 12,300             | 13,317             |
| Assessment & testing                      | 6,599              | 6,558              | 6,602              |
| Student transportation services           | 375                | 1,500              | 1,510              |
| Literacy services                         | 9,217              | 9,231              | 9,120              |
| Childcare services                        | 50                 | 50                 | -                  |
| General administration                    | 13,511             | 13,511             | 12,831             |
| Operation & maintenance of plant services | 8,912              | 9,896              | 9,896              |
| Workforce coordination                    | 2,822              | 2,822              | 2,744              |
| Data and information services             | -                  | -                  | 3,321              |
| Total Expenditures                        | <u>150,126</u>     | <u>150,129</u>     | <u>150,163</u>     |
| <b>OTHER FINANCING SOURCES (USES)</b>     |                    |                    |                    |
| Transfers out                             | -                  | -                  | (27)               |
| Interest                                  | -                  | -                  | 61                 |
| Total Other Financing Sources (Uses)      | <u>-</u>           | <u>-</u>           | <u>34</u>          |
| <b>NET CHANGE IN FUND BALANCES</b>        | -                  | -                  | -                  |
| <b>FUND BALANCES - BEGINNING</b>          | <u>-</u>           | <u>-</u>           | <u>-</u>           |
| <b>FUND BALANCES - ENDING</b>             | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 ADULT EDUCATION STATE PERFORMANCE  
 FOR THE YEAR ENDED JUNE 30, 2007

|   | Budgeted Amounts |               | Actual<br>Amounts |
|---|------------------|---------------|-------------------|
|   | Original         | Final         |                   |
| <b>REVENUES</b>                           |                  |               |                   |
| State                                     | \$ 27,106        | \$ 36,246     | \$ 36,246         |
| Total Revenues                            | <u>27,106</u>    | <u>36,246</u> | <u>36,246</u>     |
| <b>EXPENDITURES</b>                       |                  |               |                   |
| Direct instruction                        | 5,679            | 12,661        | 11,785            |
| Social work services                      | 1,702            | 250           | 1,706             |
| Guidance services                         | -                | 250           | 655               |
| Assessment & testing                      | 1,100            | 750           | 190               |
| Student transportation services           | 375              | 375           | -                 |
| Literacy services                         | -                | 3,390         | 1,223             |
| Improvement of instruction                | 7,925            | 7,928         | 10,848            |
| General administration                    | 2,440            | 3,262         | 3,022             |
| Operation & maintenance of plant services | 5,541            | 5,541         | 5,810             |
| Workforce coordination                    | 2,344            | 1,839         | 1,047             |
| Total Expenditures                        | <u>27,106</u>    | <u>36,246</u> | <u>36,286</u>     |
| <b>OTHER FINANCING SOURCES (USES)</b>     |                  |               |                   |
| Transfers out                             | -                | -             | (55)              |
| Interest                                  | -                | -             | 95                |
| Total Other Financing Sources (Uses)      | <u>-</u>         | <u>-</u>      | <u>40</u>         |
| <b>NET CHANGE IN FUND BALANCES</b>        | -                | -             | -                 |
| <b>FUND BALANCES - BEGINNING</b>          | <u>-</u>         | <u>-</u>      | <u>-</u>          |
| <b>FUND BALANCES - ENDING</b>             | <u>\$ -</u>      | <u>\$ -</u>   | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 ADULT EDUCATION PUBLIC ASSISTANCE  
 FOR THE YEAR ENDED JUNE 30, 2007

|   | Budgeted Amounts |               | Actual<br>Amounts |
|---|------------------|---------------|-------------------|
|   | Original         | Final         |                   |
| <b>REVENUES</b>                           |                  |               |                   |
| State                                     | \$ 57,755        | \$ 51,493     | \$ 51,493         |
| Total Revenues                            | <u>57,755</u>    | <u>51,493</u> | <u>51,493</u>     |
| <b>EXPENDITURES</b>                       |                  |               |                   |
| Direct instruction                        | 26,838           | 23,558        | 23,177            |
| Social work services                      | 7,607            | 6,833         | 5,928             |
| Guidance services                         | 2,890            | 2,538         | 3,314             |
| Assessment & testing                      | 1,928            | 1,936         | 1,483             |
| Student transportation services           | 300              | 300           | 303               |
| Literacy services                         | 8,810            | 8,520         | 9,166             |
| Childcare services                        | 150              | 100           | -                 |
| General administration                    | 5,198            | 4,634         | 4,428             |
| Operation & maintenance of plant services | 3,184            | 2,200         | 2,200             |
| Workforce coordination                    | 850              | 874           | 858               |
| Data and information services             | -                | -             | 657               |
| Total Expenditures                        | <u>57,755</u>    | <u>51,493</u> | <u>51,514</u>     |
| <b>OTHER FINANCING SOURCES (USES)</b>     |                  |               |                   |
| Transfers out                             | -                | -             | (20)              |
| Interest                                  | -                | -             | 41                |
| Total Other Financing Sources (Uses)      | <u>-</u>         | <u>-</u>      | <u>21</u>         |
| <b>NET CHANGE IN FUND BALANCES</b>        | -                | -             | -                 |
| <b>FUND BALANCES - BEGINNING</b>          | <u>-</u>         | <u>-</u>      | <u>-</u>          |
| <b>FUND BALANCES - ENDING</b>             | <u>\$ -</u>      | <u>\$ -</u>   | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 ROE SCHOOL SERVICES COMPUTER PROFICIENCY  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                       | Budgeted Amounts   |                    | Actual<br>Amounts  |
|---------------------------------------|--------------------|--------------------|--------------------|
|                                       | Original           | Final              |                    |
| <b>REVENUES</b>                       |                    |                    |                    |
| State                                 | \$ 250,000         | \$ 250,000         | \$ 249,779         |
| Total Revenues                        | <u>250,000</u>     | <u>250,000</u>     | <u>249,779</u>     |
| <b>EXPENDITURES</b>                   |                    |                    |                    |
| Salaries and benefits                 | 164,072            | 164,743            | 164,744            |
| Purchased services                    | 42,477             | 17,905             | 17,008             |
| Supplies and materials                | 8,251              | 33,269             | 32,929             |
| Capital outlay                        | 35,200             | 34,083             | 35,098             |
| Total Expenditures                    | <u>250,000</u>     | <u>250,000</u>     | <u>249,779</u>     |
| <b>OTHER FINANCING SOURCES (USES)</b> |                    |                    |                    |
| Transfers out                         | -                  | -                  | (355)              |
| Interest                              | -                  | -                  | 355                |
| Total Other Financing Sources (Uses)  | <u>-</u>           | <u>-</u>           | <u>-</u>           |
| <b>NET CHANGE IN FUND BALANCES</b>    | -                  | -                  | -                  |
| <b>FUND BALANCES - BEGINNING</b>      | <u>-</u>           | <u>-</u>           | <u>-</u>           |
| <b>FUND BALANCES - ENDING</b>         | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 METRO EAST CONSORTIUM FOR CHILD ADVOCACY  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                       | Budgeted Amounts |                | Actual<br>Amounts |
|---------------------------------------|------------------|----------------|-------------------|
|                                       | Original         | Final          |                   |
| <b>REVENUES</b>                       |                  |                |                   |
| State                                 | \$ 217,100       | \$ 217,100     | \$ 203,202        |
| Total Revenues                        | <u>217,100</u>   | <u>217,100</u> | <u>203,202</u>    |
| <b>EXPENDITURES</b>                   |                  |                |                   |
| Salaries and benefits                 | 126,676          | 95,976         | 94,251            |
| Purchased services                    | 81,824           | 83,424         | 83,176            |
| Supplies and materials                | 8,600            | 37,700         | 23,376            |
| Capital outlay                        | -                | -              | 2,486             |
| Total Expenditures                    | <u>217,100</u>   | <u>217,100</u> | <u>203,289</u>    |
| <b>OTHER FINANCING SOURCES (USES)</b> |                  |                |                   |
| Transfers out                         | -                | -              | (185)             |
| Interest                              | -                | -              | 272               |
| Total Other Financing Sources (Uses)  | <u>-</u>         | <u>-</u>       | <u>87</u>         |
| <b>NET CHANGE IN FUND BALANCES</b>    | -                | -              | -                 |
| <b>FUND BALANCES - BEGINNING</b>      | <u>-</u>         | <u>-</u>       | <u>-</u>          |
| <b>FUND BALANCES - ENDING</b>         | <u>\$ -</u>      | <u>\$ -</u>    | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 SEVERNS SUMMER READING  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                       | Budgeted Amounts |              | Actual<br>Amounts |
|---------------------------------------|------------------|--------------|-------------------|
|                                       | Original         | Final        |                   |
| <b>REVENUES</b>                       |                  |              |                   |
| State                                 | \$ 4,800         | \$ 4,800     | \$ 4,800          |
| Total Revenues                        | <u>4,800</u>     | <u>4,800</u> | <u>4,800</u>      |
| <b>EXPENDITURES</b>                   |                  |              |                   |
| Personnel                             | 1,600            | 1,600        | 1,808             |
| Fringe benefits                       | 240              | 240          | -                 |
| Contractual services                  | 380              | 380          | 336               |
| Supplies                              | 100              | 100          | 149               |
| Library and instructional materials   | 630              | 630          | 680               |
| Transportation                        | 1,850            | 1,850        | 1,838             |
| Total Expenditures                    | <u>4,800</u>     | <u>4,800</u> | <u>4,811</u>      |
| <b>OTHER FINANCING SOURCES (USES)</b> |                  |              |                   |
| Transfers Out                         | -                | -            | (1)               |
| Interest                              | -                | -            | 12                |
| Total Other Financing Sources (Uses)  | <u>-</u>         | <u>-</u>     | <u>11</u>         |
| <b>NET CHANGE IN FUND BALANCES</b>    | -                | -            | -                 |
| <b>FUND BALANCES - BEGINNING</b>      | <u>-</u>         | <u>-</u>     | <u>-</u>          |
| <b>FUND BALANCES - ENDING</b>         | <u>\$ -</u>      | <u>\$ -</u>  | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 BEGINNING TEACHER INDUCTION AND MENTORING  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                       | Budgeted Amounts |                | Actual<br>Amounts |
|---------------------------------------|------------------|----------------|-------------------|
|                                       | Original         | Final          |                   |
| <b>REVENUES</b>                       |                  |                |                   |
| State                                 | \$ 225,425       | \$ 187,500     | \$ 174,204        |
| Total Revenues                        | <u>225,425</u>   | <u>187,500</u> | <u>174,204</u>    |
| <b>EXPENDITURES</b>                   |                  |                |                   |
| Salaries and benefits                 | 56,150           | 61,276         | 55,802            |
| Purchased services                    | 130,275          | 83,604         | 82,651            |
| Supplies and materials                | 39,000           | 42,620         | 35,751            |
| Total Expenditures                    | <u>225,425</u>   | <u>187,500</u> | <u>174,204</u>    |
| <b>OTHER FINANCING SOURCES (USES)</b> |                  |                |                   |
| Transfers out                         | -                | -              | (105)             |
| Interest                              | -                | -              | 105               |
| Total Other Financing Sources (Uses)  | <u>-</u>         | <u>-</u>       | <u>-</u>          |
| <b>NET CHANGE IN FUND BALANCES</b>    | -                | -              | -                 |
| <b>FUND BALANCES - BEGINNING</b>      | <u>-</u>         | <u>-</u>       | <u>-</u>          |
| <b>FUND BALANCES - ENDING</b>         | <u>\$ -</u>      | <u>\$ -</u>    | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 MATHEMATICS AND SCIENCE PARTNERSHIP  
 FOR THE YEAR ENDED JUNE 30, 2007

|                               | Budgeted Amounts |                | Actual<br>Amounts |
|-------------------------------|------------------|----------------|-------------------|
|                               | Original         | Final          |                   |
| REVENUES                      |                  |                |                   |
| Federal                       | \$ 252,000       | \$ 253,677     | \$ 212,985        |
| Total Revenues                | <u>252,000</u>   | <u>253,677</u> | <u>212,985</u>    |
| EXPENDITURES                  |                  |                |                   |
| Salaries and benefits         | 19,433           | 24,632         | 21,886            |
| Purchased services            | 161,861          | 162,305        | 140,810           |
| Supplies and materials        | 42,706           | 37,063         | 17,348            |
| Other objects                 | -                | -              | -                 |
| Payments to other governments | 28,000           | 29,677         | 32,941            |
| Total Expenditures            | <u>252,000</u>   | <u>253,677</u> | <u>212,985</u>    |
| NET CHANGE IN FUND BALANCES   | -                | -              | -                 |
| FUND BALANCES - BEGINNING     | <u>-</u>         | <u>-</u>       | <u>-</u>          |
| FUND BALANCES - ENDING        | <u>\$ -</u>      | <u>\$ -</u>    | <u>\$ -</u>       |



ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 ROE SCHOOL SERVICES  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                      | Budgeted Amounts |                | Actual<br>Amounts |
|--------------------------------------|------------------|----------------|-------------------|
|                                      | Original         | Final          |                   |
| REVENUES                             |                  |                |                   |
| State                                | \$ 126,176       | \$ 126,176     | \$ 126,176        |
| Total Revenues                       | <u>126,176</u>   | <u>126,176</u> | <u>126,176</u>    |
| EXPENDITURES                         |                  |                |                   |
| Salaries and benefits                | 96,361           | 94,822         | 95,259            |
| Purchased services                   | 22,542           | 17,344         | 15,692            |
| Supplies and materials               | 4,973            | 4,604          | 4,831             |
| Capital outlay                       | 2,300            | 9,406          | 10,394            |
| Total Expenditures                   | <u>126,176</u>   | <u>126,176</u> | <u>126,176</u>    |
| OTHER FINANCING SOURCES (USES)       |                  |                |                   |
| Transfers out                        | -                | -              | (180)             |
| Interest                             | -                | -              | 180               |
| Total Other Financing Sources (Uses) | <u>-</u>         | <u>-</u>       | <u>-</u>          |
| NET CHANGE IN FUND BALANCES          | -                | -              | -                 |
| FUND BALANCES - BEGINNING            | <u>-</u>         | <u>-</u>       | <u>-</u>          |
| FUND BALANCES - ENDING               | <u>\$ -</u>      | <u>\$ -</u>    | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 BILINGUAL EDUCATION - DOWNSTATE - T.P.I.  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                       | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> |
|---------------------------------------|-------------------------|----------------|---------------------------|
|                                       | <u>Original</u>         | <u>Final</u>   |                           |
| <b>REVENUES</b>                       |                         |                |                           |
| Local                                 | \$ 143,136              | \$ 146,136     | \$ 142,438                |
| State                                 | 35,785                  | 35,785         | 22,127                    |
| Total Revenues                        | <u>178,921</u>          | <u>181,921</u> | <u>164,565</u>            |
| <b>EXPENDITURES</b>                   |                         |                |                           |
| Salaries and benefits                 | 144,325                 | 145,125        | 127,886                   |
| Purchased services                    | 34,596                  | 33,796         | 33,282                    |
| Supplies and materials                |                         | 3,000          | 3,539                     |
| Total Expenditures                    | <u>178,921</u>          | <u>181,921</u> | <u>164,707</u>            |
| <b>OTHER FINANCING SOURCES (USES)</b> |                         |                |                           |
| Transfers out                         | -                       | -              | (74)                      |
| Interest                              | -                       | -              | 216                       |
| Total Other Financing Sources (Uses)  | <u>-</u>                | <u>-</u>       | <u>142</u>                |
| <b>NET CHANGE IN FUND BALANCES</b>    | -                       | -              | -                         |
| <b>FUND BALANCES - BEGINNING</b>      | <u>-</u>                | <u>-</u>       | <u>-</u>                  |
| <b>FUND BALANCES - ENDING</b>         | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ -</u>               |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 SOCIAL EMOTIONAL LEARNING STANDARDS  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                       | Budgeted Amounts                |               | Actual<br>Amounts |
|---------------------------------------|---------------------------------|---------------|-------------------|
|                                       | (Jan. 1, 2007 to Dec. 31, 2007) |               |                   |
|                                       | Original                        | Final         |                   |
| <b>REVENUES</b>                       |                                 |               |                   |
| State                                 | \$ 50,000                       | \$ 50,000     | \$ 14,155         |
| Total Revenues                        | <u>50,000</u>                   | <u>50,000</u> | <u>14,155</u>     |
| <b>EXPENDITURES</b>                   |                                 |               |                   |
| Salaries and benefits                 | 33,462                          | 33,462        | 10,346            |
| Purchased services                    | 13,227                          | 13,227        | 3,722             |
| Supplies and materials                | 3,311                           | 3,311         | 87                |
| Total Expenditures                    | <u>50,000</u>                   | <u>50,000</u> | <u>14,155</u>     |
| <b>OTHER FINANCING SOURCES (USES)</b> |                                 |               |                   |
| Transfers Out                         | -                               | -             | (95)              |
| Interest                              | -                               | -             | 95                |
| Total Other Financing Sources (Uses)  | <u>-</u>                        | <u>-</u>      | <u>-</u>          |
| <b>NET CHANGE IN FUND BALANCES</b>    | -                               | -             | -                 |
| <b>FUND BALANCES - BEGINNING</b>      | <u>-</u>                        | <u>-</u>      | <u>-</u>          |
| <b>FUND BALANCES - ENDING</b>         | <u>\$ -</u>                     | <u>\$ -</u>   | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 ADDICTION PREVENTION IN TOUCH  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                       | Budgeted Amounts   |                    | Actual<br>Amounts  |
|---------------------------------------|--------------------|--------------------|--------------------|
|                                       | Original           | Final              |                    |
| <b>REVENUES</b>                       |                    |                    |                    |
| State                                 | \$ 145,836         | \$ 145,836         | \$ 138,535         |
| Federal                               | 27,299             | 27,299             | 27,299             |
| Total Revenues                        | <u>173,135</u>     | <u>173,135</u>     | <u>165,834</u>     |
| <b>EXPENDITURES</b>                   |                    |                    |                    |
| Salaries and benefits                 | 135,666            | 108,471            | 99,486             |
| Purchased services                    | 33,244             | 46,566             | 38,218             |
| Supplies and materials                | 4,225              | 18,098             | 28,130             |
| Total Expenditures                    | <u>173,135</u>     | <u>173,135</u>     | <u>165,834</u>     |
| <b>OTHER FINANCING SOURCES (USES)</b> |                    |                    |                    |
| Transfers out                         | -                  | -                  | (200)              |
| Interest                              | -                  | -                  | 200                |
| Total Other Financing Sources (Uses)  | <u>-</u>           | <u>-</u>           | <u>-</u>           |
| <b>NET CHANGE IN FUND BALANCES</b>    | -                  | -                  | -                  |
| <b>FUND BALANCES - BEGINNING</b>      | <u>-</u>           | <u>-</u>           | <u>-</u>           |
| <b>FUND BALANCES - ENDING</b>         | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 DHS/ OFFICE OF REHABILITATION SERVICES TRANSITION  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                    | Budgeted Amounts |               | Actual<br>Amounts |
|------------------------------------|------------------|---------------|-------------------|
|                                    | Original         | Final         |                   |
| <b>REVENUES</b>                    |                  |               |                   |
| Local                              | \$ 22,038        | \$ 22,038     | \$ 10,800         |
| State                              | -                | -             | 10,800            |
| Federal                            | 72,449           | 73,536        | 70,408            |
| Total Revenues                     | <u>94,487</u>    | <u>95,574</u> | <u>92,008</u>     |
| <b>EXPENDITURES</b>                |                  |               |                   |
| Salaries and benefits              | 87,887           | 88,974        | 89,799            |
| Purchased services                 | 3,600            | 4,125         | 4,118             |
| Other objects                      | 3,000            | 2,475         | 189               |
| Total Expenditures                 | <u>94,487</u>    | <u>95,574</u> | <u>94,106</u>     |
| <b>NET CHANGE IN FUND BALANCES</b> | -                | -             | (2,098)           |
| <b>FUND BALANCES - BEGINNING</b>   | -                | -             | 29,932            |
| <b>FUND BALANCES - ENDING</b>      | <u>\$ -</u>      | <u>\$ -</u>   | <u>\$ 27,834</u>  |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 FAMILY LITERACY  
 FOR THE YEAR ENDED JUNE 30, 2007

|   | Budgeted Amounts |               | Actual<br>Amounts |
|---|------------------|---------------|-------------------|
|   | Original         | Final         |                   |
| <b>REVENUES</b>                             |                  |               |                   |
| State                                       | \$ 35,000        | \$ 35,000     | \$ 35,000         |
| <b>Total Revenues</b>                       | <u>35,000</u>    | <u>35,000</u> | <u>35,000</u>     |
| <b>EXPENDITURES</b>                         |                  |               |                   |
| Personnel                                   | 23,061           | 23,061        | 23,063            |
| Fringe benefits                             | 4,847            | 4,847         | 4,650             |
| Travel                                      | 2,050            | 2,050         | 2,052             |
| Supplies                                    | 1,000            | 1,000         | 1,010             |
| Contractual services                        | 1,968            | 1,968         | 2,144             |
| Instructional materials                     | 1,757            | 1,757         | 1,756             |
| Other                                       | 317              | 317           | 345               |
| <b>Total Expenditures</b>                   | <u>35,000</u>    | <u>35,000</u> | <u>35,020</u>     |
| <b>OTHER FINANCING SOURCES (USES)</b>       |                  |               |                   |
| Transfers out                               | -                | -             | (57)              |
| Interest                                    | -                | -             | 77                |
| <b>Total Other Financing Sources (Uses)</b> | <u>-</u>         | <u>-</u>      | <u>20</u>         |
| <b>NET CHANGE IN FUND BALANCES</b>          | -                | -             | -                 |
| <b>FUND BALANCES - BEGINNING</b>            | <u>-</u>         | <u>-</u>      | <u>-</u>          |
| <b>FUND BALANCES - ENDING</b>               | <u>\$ -</u>      | <u>\$ -</u>   | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 LITERACY AND SUPERINTENDENTS ENGAGED IN READING  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                       | Budgeted Amounts |               | Actual<br>Amounts |
|---------------------------------------|------------------|---------------|-------------------|
|                                       | Original         | Final         |                   |
| <b>REVENUES</b>                       |                  |               |                   |
| State                                 | \$ 60,000        | \$ 60,000     | \$ 60,000         |
| Total Revenues                        | <u>60,000</u>    | <u>60,000</u> | <u>60,000</u>     |
| <b>EXPENDITURES</b>                   |                  |               |                   |
| Personnel                             | 42,299           | 42,299        | 41,235            |
| Fringe benefits                       | 8,432            | 8,432         | 7,538             |
| Travel                                | 1,503            | 1,503         | 1,774             |
| Supplies                              | 950              | 950           | 929               |
| Instructional materials               | 2,050            | 2,050         | 2,863             |
| Volunteer training & support          | 100              | 100           | 100               |
| Other                                 | 4,666            | 4,666         | 5,629             |
| Total Expenditures                    | <u>60,000</u>    | <u>60,000</u> | <u>60,068</u>     |
| <b>OTHER FINANCING SOURCES (USES)</b> |                  |               |                   |
| Transfers out                         | -                | -             | (144)             |
| Interest                              | -                | -             | 212               |
| Total Other Financing Sources (Uses)  | <u>-</u>         | <u>-</u>      | <u>68</u>         |
| <b>NET CHANGE IN FUND BALANCES</b>    | -                | -             | -                 |
| <b>FUND BALANCES - BEGINNING</b>      | <u>-</u>         | <u>-</u>      | <u>-</u>          |
| <b>FUND BALANCES - ENDING</b>         | <u>\$ -</u>      | <u>\$ -</u>   | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 EARLY CHILDHOOD BLOCK GRANT (61)  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                       | Budgeted Amounts |                | Actual<br>Amounts |
|---------------------------------------|------------------|----------------|-------------------|
|                                       | Original         | Final          |                   |
| <b>REVENUES</b>                       |                  |                |                   |
| State                                 | \$ 100,000       | \$ 103,000     | \$ 103,000        |
| Total Revenues                        | <u>100,000</u>   | <u>103,000</u> | <u>103,000</u>    |
| <b>EXPENDITURES</b>                   |                  |                |                   |
| Salaries and benefits                 | 88,179           | 79,428         | 79,506            |
| Purchased services                    | 10,421           | 21,872         | 21,234            |
| Supplies and materials                | 1,400            | 1,700          | 2,277             |
| Total Expenditures                    | <u>100,000</u>   | <u>103,000</u> | <u>103,017</u>    |
| <b>OTHER FINANCING SOURCES (USES)</b> |                  |                |                   |
| Transfers out                         | -                | -              | (16)              |
| Interest                              | -                | -              | 33                |
| Total Other Financing Sources (Uses)  | <u>-</u>         | <u>-</u>       | <u>17</u>         |
| <b>NET CHANGE IN FUND BALANCES</b>    | -                | -              | -                 |
| <b>FUND BALANCES - BEGINNING</b>      | <u>-</u>         | <u>-</u>       | <u>-</u>          |
| <b>FUND BALANCES - ENDING</b>         | <u>\$ -</u>      | <u>\$ -</u>    | <u>\$ -</u>       |



ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 REGIONAL SAFE SCHOOLS  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                      | Budgeted Amounts |                | Actual<br>Amounts |
|--------------------------------------|------------------|----------------|-------------------|
|                                      | Original         | Final          |                   |
| REVENUES                             |                  |                |                   |
| State                                | \$ 397,210       | \$ 397,210     | \$ 567,205        |
| Total Revenues                       | <u>397,210</u>   | <u>397,210</u> | <u>567,205</u>    |
| EXPENDITURES                         |                  |                |                   |
| Salaries and benefits                | 313,682          | 314,282        | 389,220           |
| Purchased services                   | 65,028           | 63,828         | 79,340            |
| Supplies and materials               | 13,500           | 14,100         | 25,516            |
| Capital outlay                       | 5,000            | 5,000          | 25,518            |
| Total Expenditures                   | <u>397,210</u>   | <u>397,210</u> | <u>519,594</u>    |
| OTHER FINANCING SOURCES (USES)       |                  |                |                   |
| Transfers out                        | -                | -              | (73)              |
| Interest                             | -                | -              | 7,649             |
| Total Other Financing Sources (Uses) | <u>-</u>         | <u>-</u>       | <u>7,576</u>      |
| NET CHANGE IN FUND BALANCES          | -                | -              | 55,187            |
| FUND BALANCES - BEGINNING            | <u>-</u>         | <u>-</u>       | <u>780,137</u>    |
| FUND BALANCES - ENDING               | <u>\$ -</u>      | <u>\$ -</u>    | <u>\$ 835,324</u> |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 JOBS FOR ILLINOIS GRADUATES  
 FOR THE YEAR ENDED JUNE 30, 2007

|                             | Budgeted Amounts |                | Actual<br>Amounts |
|-----------------------------|------------------|----------------|-------------------|
|                             | Original         | Final          |                   |
| REVENUES                    |                  |                |                   |
| Local                       | \$ 3,151         | \$ 3,151       | \$ 2,371          |
| State                       | 117,281          | 117,281        | 117,275           |
| Total Revenues              | <u>120,432</u>   | <u>120,432</u> | <u>119,646</u>    |
| EXPENDITURES                |                  |                |                   |
| Salaries and benefits       | 117,281          | 117,281        | 117,275           |
| Purchased services          | 3,151            | 3,151          | 2,371             |
| Total Expenditures          | <u>120,432</u>   | <u>120,432</u> | <u>119,646</u>    |
| NET CHANGE IN FUND BALANCES | -                | -              | -                 |
| FUND BALANCES - BEGINNING   | <u>-</u>         | <u>-</u>       | <u>-</u>          |
| FUND BALANCES - ENDING      | <u>\$ -</u>      | <u>\$ -</u>    | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 BUDGETARY COMPARISON SCHEDULE  
 (For the Period of July 1, 2006 to June 30, 2007)  
 EDUCATION FUND ACCOUNTS  
 FEDERAL SPECIAL EDUCATION PRESCHOOL DISCRETIONARY  
 FOR THE YEAR ENDED JUNE 30, 2007

|                             | Budgeted Amounts |                | Actual<br>Amounts |
|-----------------------------|------------------|----------------|-------------------|
|                             | Original         | Final          |                   |
| REVENUES                    |                  |                |                   |
| Federal                     | \$ 501,681       | \$ 501,681     | \$ 494,014        |
| Total Revenues              | <u>501,681</u>   | <u>501,681</u> | <u>494,014</u>    |
| EXPENDITURES                |                  |                |                   |
| Salaries and benefits       | 318,809          | 318,809        | 316,180           |
| Purchased services          | 132,443          | 132,443        | 136,543           |
| Supplies and materials      | 33,085           | 33,085         | 30,835            |
| Capital outlay              | 6,640            | 6,640          | -                 |
| Other objects               | 10,704           | 10,704         | 10,456            |
| Total Expenditures          | <u>501,681</u>   | <u>501,681</u> | <u>494,014</u>    |
| NET CHANGE IN FUND BALANCES | -                | -              | -                 |
| FUND BALANCES - BEGINNING   | <u>-</u>         | <u>-</u>       | <u>-</u>          |
| FUND BALANCES - ENDING      | <u>\$ -</u>      | <u>\$ -</u>    | <u>\$ -</u>       |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 JUNE 30, 2007

|  | Institute<br>Fund | General<br>Education<br>Development | Bus<br>Driver<br>Training | Supervisory<br>Expense<br>Fund | TOTALS            |
|--|-------------------|-------------------------------------|---------------------------|--------------------------------|-------------------|
| <b>ASSETS</b>                                  |                   |                                     |                           |                                |                   |
| Cash   | \$ 102,168        | \$ 24,741                           | \$ 4,696                  | \$ 1                           | \$ 131,606        |
| Accounts Receivable                            | 525               | -                                   | -                         | -                              | 525               |
| Due from other governments                     |                   |                                     |                           |                                |                   |
| State  | -                 | -                                   | 10                        | -                              | 10                |
| <b>TOTAL ASSETS</b>                            | <b>\$ 102,693</b> | <b>\$ 24,741</b>                    | <b>\$ 4,706</b>           | <b>\$ 1</b>                    | <b>\$ 132,141</b> |
| <b>LIABILITIES</b>                             |                   |                                     |                           |                                |                   |
| Accounts payable                               | \$ 2,388          | \$ 425                              | \$ 516                    | \$ 1                           | \$ 3,330          |
| <b>Total Liabilities</b>                       | <b>2,388</b>      | <b>425</b>                          | <b>516</b>                | <b>1</b>                       | <b>3,330</b>      |
| <b>FUND BALANCES</b>                           |                   |                                     |                           |                                |                   |
| Unrestricted                                   | 100,305           | 24,316                              | 4,190                     | -                              | 128,811           |
| <b>Total Fund Balances</b>                     | <b>100,305</b>    | <b>24,316</b>                       | <b>4,190</b>              | <b>-</b>                       | <b>128,811</b>    |
| <b>TOTAL LIABILITIES AND FUND<br/>BALANCES</b> | <b>\$ 102,693</b> | <b>\$ 24,741</b>                    | <b>\$ 4,706</b>           | <b>\$ 1</b>                    | <b>\$ 132,141</b> |

ST CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                       | Institute<br>Fund | General<br>Education<br>Development | Bus<br>Driver<br>Training | Supervisory<br>Expense<br>Fund | TOTALS            |
|---------------------------------------|-------------------|-------------------------------------|---------------------------|--------------------------------|-------------------|
| <b>REVENUES</b>                       |                   |                                     |                           |                                |                   |
| Local sources                         | \$ 94,573         | \$ 28,453                           | \$ 3,396                  | \$ -                           | \$ 126,422        |
| State sources                         |                   |                                     | 1,450                     | 1,000                          | 2,450             |
| Total Revenues                        | <u>94,573</u>     | <u>28,453</u>                       | <u>4,846</u>              | <u>1,000</u>                   | <u>128,872</u>    |
| <b>EXPENDITURES</b>                   |                   |                                     |                           |                                |                   |
| Salaries and benefits                 | 35,381            | 9,135                               | 2,538                     | -                              | 47,054            |
| Purchased services                    | 46,016            | 5,864                               | 2,531                     | 1,000                          | 55,411            |
| Supplies and materials                | 3,867             | 9,411                               | 326                       | 1                              | 13,605            |
| Capital Outlay                        | 1,519             | 506                                 | 506                       | -                              | 2,531             |
| Other objects                         | 28,732            | -                                   | -                         | -                              | 28,732            |
| Total Expenditures                    | <u>115,515</u>    | <u>24,916</u>                       | <u>5,901</u>              | <u>1,001</u>                   | <u>147,333</u>    |
| <b>OTHER FINANCING SOURCES (USES)</b> |                   |                                     |                           |                                |                   |
| Transfers out                         | -                 | -                                   | -                         | (2)                            | (2)               |
| Interest                              | 1,674             | 152                                 | 37                        | 3                              | 1,866             |
| Total Other Financing Sources (Uses)  | <u>1,674</u>      | <u>152</u>                          | <u>37</u>                 | <u>1</u>                       | <u>1,864</u>      |
| NET CHANGE IN FUND BALANCES           | (19,268)          | 3,689                               | (1,018)                   | -                              | (16,597)          |
| FUND BALANCES, BEGINNING OF YEAR      | <u>119,573</u>    | <u>20,627</u>                       | <u>5,208</u>              | <u>-</u>                       | <u>145,408</u>    |
| FUND BALANCES, END OF YEAR            | <u>\$ 100,305</u> | <u>\$ 24,316</u>                    | <u>\$ 4,190</u>           | <u>\$ -</u>                    | <u>\$ 128,811</u> |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
 AGENCY FUNDS  
 JUNE 30, 2007

|                          | <u>Distributive<br/>Fund</u> | <u>Employee<br/>Activity<br/>Fund</u> | <u>Payroll<br/>Clearing<br/>Fund</u> | <u>Workers'<br/>Compensation<br/>Escrow<br/>Fund</u> | <u>Totals</u>    |
|--------------------------|------------------------------|---------------------------------------|--------------------------------------|--|------------------|
| <b>ASSETS</b>            |                              |                                       |                                      |  |                  |
| Cash                     | \$ -                         | \$ 283                                | \$ 12,866                            | \$ 21,938  | \$ 35,087        |
| Total Assets             | <u>\$ -</u>                  | <u>\$ 283</u>                         | <u>\$ 12,866</u>                     | <u>\$ 21,938</u>                                     | <u>\$ 35,087</u> |
| <b>LIABILITIES</b>       |                              |                                       |                                      |  |                  |
| Accounts payable         | \$ -                         | \$ 283                                | \$ 693                               | \$ 21,938  | \$ 22,914        |
| Due to other governments | <u>-</u>                     | <u>-</u>                              | <u>12,173</u>                        | <u>-</u>   | <u>12,173</u>    |
| Total Liabilities        | <u>\$ -</u>                  | <u>\$ 283</u>                         | <u>\$ 12,866</u>                     | <u>\$ 21,938</u>                                     | <u>\$ 35,087</u> |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                      | <u>July 1, 2006</u> | <u>Additions</u>    | <u>Deductions</u>   | <u>June 30, 2007</u> |
|--------------------------------------|---------------------|---------------------|---------------------|----------------------|
| <b><u>DISTRIBUTIVE FUND</u></b>      |                     |                     |                     |                      |
| <b>ASSETS</b>                        |                     |                     |                     |                      |
| Cash                                 | \$ -                | \$ 5,853,709        | \$ 5,853,709        | \$ -                 |
| Total Assets                         | <u>\$ -</u>         | <u>\$ 5,853,709</u> | <u>\$ 5,853,709</u> | <u>\$ -</u>          |
| <b>LIABILITIES</b>                   |                     |                     |                     |                      |
| Due to other governments             | \$ -                | \$ 5,853,709        | \$ 5,853,709        | \$ -                 |
| Total Liabilities                    | <u>\$ -</u>         | <u>\$ 5,853,709</u> | <u>\$ 5,853,709</u> | <u>\$ -</u>          |
| <b><u>EMPLOYEE ACTIVITY FUND</u></b> |                     |                     |                     |                      |
| <b>ASSETS</b>                        |                     |                     |                     |                      |
| Cash                                 | \$ 123              | \$ 641              | \$ 481              | \$ 283               |
| Total Assets                         | <u>\$ 123</u>       | <u>\$ 641</u>       | <u>\$ 481</u>       | <u>\$ 283</u>        |
| <b>LIABILITIES</b>                   |                     |                     |                     |                      |
| Accounts payable                     | \$ 123              | \$ 283              | \$ 123              | \$ 283               |
| Total Liabilities                    | <u>\$ 123</u>       | <u>\$ 283</u>       | <u>\$ 123</u>       | <u>\$ 283</u>        |
| <b><u>PAYROLL CLEARING FUND</u></b>  |                     |                     |                     |                      |
| <b>ASSETS</b>                        |                     |                     |                     |                      |
| Cash                                 | \$ 13,322           | \$ 3,410,824        | \$ 3,411,280        | \$ 12,866            |
| Accounts receivable                  | 49                  | -                   | 49                  | -                    |
| Total Assets                         | <u>\$ 13,371</u>    | <u>\$ 3,410,824</u> | <u>\$ 3,411,329</u> | <u>\$ 12,866</u>     |
| <b>LIABILITIES</b>                   |                     |                     |                     |                      |
| Accounts payable                     | \$ 819              | \$ 693              | \$ 819              | \$ 693               |
| Due to other governments             | 12,552              | 12,173              | 12,552              | 12,173               |
| Total Liabilities                    | <u>\$ 13,371</u>    | <u>\$ 12,866</u>    | <u>\$ 13,371</u>    | <u>\$ 12,866</u>     |

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2007

|                                      | <u>July 1, 2006</u> | <u>Additions</u>    | <u>Deductions</u>   | <u>June 30, 2007</u> |
|--------------------------------------|---------------------|---------------------|---------------------|----------------------|
| <u>WORKERS' COMPENSATION</u>         |                     |                     |                     |                      |
| <u>ESCROW FUND</u>                   |                     |                     |                     |                      |
| <b>ASSETS</b>                        |                     |                     |                     |                      |
| Cash                                 | \$ 12,000           | \$ 41,563           | \$ 31,625           | \$ 21,938            |
| Total Assets                         | <u>\$ 12,000</u>    | <u>\$ 41,563</u>    | <u>\$ 31,625</u>    | <u>\$ 21,938</u>     |
| <b>LIABILITIES</b>                   |                     |                     |                     |                      |
| Accounts payable                     | \$ 12,000           | \$ 21,938           | \$ 12,000           | \$ 21,938            |
| Total Liabilities                    | <u>\$ 12,000</u>    | <u>\$ 21,938</u>    | <u>\$ 12,000</u>    | <u>\$ 21,938</u>     |
| <br><u>TOTALS - ALL AGENCY FUNDS</u> |                     |                     |                     |                      |
| <b>ASSETS</b>                        |                     |                     |                     |                      |
| Cash                                 | \$ 25,445           | \$ 9,306,737        | \$ 9,297,095        | \$ 35,087            |
| Accounts receivable                  | 49                  | -                   | 49                  | -                    |
| Total Assets                         | <u>\$ 25,494</u>    | <u>\$ 9,306,737</u> | <u>\$ 9,297,144</u> | <u>\$ 35,087</u>     |
| <b>LIABILITIES</b>                   |                     |                     |                     |                      |
| Accounts payable                     | \$ 12,942           | \$ 22,914           | \$ 12,942           | \$ 22,914            |
| Due to other governments             | 12,552              | 5,865,882           | 5,866,261           | 12,173               |
| Total Liabilities                    | <u>\$ 25,494</u>    | <u>\$ 5,888,796</u> | <u>\$ 5,879,203</u> | <u>\$ 35,087</u>     |



ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS  
 AND OTHER ENTITIES  
 DISTRIBUTIVE FUND  
 FOR THE YEAR ENDED JUNE 30, 2007

|  | REGIONAL<br>OFFICE OF<br>EDUCATION<br>#50 |
|--|---|
| General State Aid                                | \$ 169,995                                |
| Transportation                                   | 1,440                                     |
| Special Education State Grants                   | 13,500                                    |
| Special Education Federal Grants                 | 523,388                                   |
| Title I Even Start                               | 18,125                                    |
| MECCA  | 212,471                                   |
| Title I School Improvement                       | 1,795,514                                 |
| Bilingual Education Adult Education State Grants | 15,959                                    |
| Beginning Teacher Induction                      | 149,431                                   |
| Adult Education State Grants                     | 237,868                                   |
| Adult Education Federal Grants                   | 155,384                                   |
| Alternative Education for Truants                | 565,006                                   |
| Early Childhood                                  | 115,910                                   |
| Title II Leadership                              | 89,571                                    |
| Math & Science                                   | 260,095                                   |
| ROE School Services                              | 126,176                                   |
| ROE School Services - Computer Proficiency       | 250,000                                   |
| Penny Severns                                    | 4,800                                     |
| Social Emotional Learning Standards              | 25,000                                    |
| Literacy and Superintendents Engaged in Reading  | 95,000                                    |
| Standards, Assess/State                          | 356,763                                   |
| In Touch Program                                 | 173,135                                   |
| Supervisory Expense                              | 1,000                                     |
| Regional Safe Schools                            | 397,210                                   |
| Dept. Of Rehabilitation Services Transition      | 90,938                                    |
| State Breakfast & Lunch                          | 489                                       |
| Federal Breakfast and Lunch                      | 9,439                                     |
| Interest   | 102                                       |
|  | 102                                       |
| <b>Total</b>                                     | <b>\$ 5,853,709</b>                       |

**FEDERAL COMPLIANCE SECTION**

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED JUNE 30, 2007

| <u>Federal Grantor/<br/>Pass-Through Grantor/<br/>Program or Cluster Title</u>     | <u>CFDA<br/>Number</u> | <u>Project #<br/>(1st eight<br/>digits) or<br/>Contract #</u> | <u>Federal<br/>Expenditures<br/>7/1/06 - 6/30/07</u> |
|--|------------------------|---|--|
| <b>U.S. Dept. of Education</b>   |                        |   |  |
| <b>passed through Illinois State Board of Education:</b>                           |                        |   |  |
| Even Start   | 84.213C                | 06-4335-00  | \$ <u>3,429</u>                                      |
| Mathematics and Science Partnership  | 84.366B                | 06-4936-00  | 133,523  |
| Mathematics and Science Partnership  | 84.366B                | 07-4936-00  | <u>79,462</u>  |
| Total Mathematics and Science Partnership  |                        |   | <u>212,985</u>                                       |
| Title I School Improvement and Accountability                                      | 84.010A                | 06-4331-SS  | 269,957  |
| Title I School Improvement and Accountability                                      | 84.010A                | 07-4331-SS  | <u>963,427</u>                                       |
| Total Title I School Improvement and Accountability                                |                        |   | <u>1,233,384 (M)</u>                                 |
| Title II Teacher Quality - Leadership Grant  | 84.367A                | 06-4935-SS  | 20,907   |
| Title II Teacher Quality - Leadership Grant  | 84.367A                | 07-4935-SS  | <u>38,900</u>  |
| Total Title II Teacher Quality-Leadership Grant                                    |                        |   | <u>59,807</u>  |
| Federal Special Education Preschool Discretionary                                  | 84.713A                | 07-4605-00  | <u>494,014</u>                                       |
| <b>U.S. Dept. of Agriculture</b>   |                        |   |  |
| <b>passed through Illinois State Board of Education:</b>                           |                        |   |  |
| National School Lunch  | 10.555                 | 06-4210-00  | 882  |
| National School Lunch  | 10.555                 | 07-4210-00  | <u>5,294</u>   |
| Total National School Lunch  |                        |   | <u>6,176</u>   |
| School Breakfast Program   | 10.553                 | 06-4220-00  | 468  |
| School Breakfast Program   | 10.553                 | 07-4220-00  | <u>2,795</u>   |
| Total School Breakfast Program   |                        |   | <u>3,263</u>   |
| <b>Total passed through Illinois State Board of Education</b>                      |                        |   | <u>2,013,058</u>                                     |
| <b>U.S. Dept. of Education passed through<br/>Illinois Community College Board</b> |                        |   |  |
| Adult Education Federal Basic  | 84.002A                | 522AB   | <u>155,384 (M)</u>                                   |
| <b>Total passed through Illinois Community College Board</b>                       |                        |   | <u>155,384</u>                                       |

The accompanying notes are an integral part of this schedule.

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED JUNE 30, 2007

| <u>Federal Grantor/<br/>Pass-Through Grantor/<br/>Program or Cluster Title</u>                                | <u>CFDA<br/>Number</u> | <u>Project #<br/>(1st eight<br/>digits) or<br/>Contract #</u> | <u>Federal<br/>Expenditures<br/>7/1/06 - 6/30/07</u> |
|---|------------------------|---|--|
| <b>U.S. Department of Education passed through<br/>Perandoe Special Education</b>                             |                        |   |  |
| IDEA Part B Positive Behavior Intervention Services   | 84.027                 | 07-4630-00  | <u>35,266</u>  |
| <b>Total passed through Perandoe Special Education District</b>   |                        |   | <u>35,266</u>  |
| <b>U.S. Department of Education passed through<br/>Illinois Department of Human Services</b>                  |                        |   |  |
| DHS/Office of Rehabilitation Services Transition  | 84.126                 | 10C7001214  | <u>70,408</u>  |
| <b>Total passed through Illinois Department of Human Services</b>   |                        |   | <u>70,408</u>  |
| <b>U.S. Department of Education passed through<br/>Bond/Fayette/Effingham Regional Office of Education #3</b> |                        |   |  |
| Standards Aligned Classroom   | 84.010A                | 07-4331-00  | 12,000   |
| McKinney Education for Homeless Children  | 84.196A                | 07-4920-00  | <u>56,000</u>  |
| <b>Total passed through Bond/Fayette/Effingham<br/>Regional Office of Education #3</b>                        |                        |   | <u>68,000</u>  |
| <b>U.S. Department of Health and Human Services<br/>passed through Illinois Department of Human Services</b>  |                        |   |  |
| Addiction Prevention In Touch   | 93.959                 | 10C7001214  | <u>27,299</u>  |
| <b>Total passed through Illinois Department of Human Services</b>   |                        |   | <u>27,299</u>  |
| <b>Total Expenditures of Federal Awards</b>   |                        |   | <u>\$ 2,369,415</u>                                  |

(M) Program was audited as a major program.

The accompanying notes are an integral part of this schedule.

ST. CLAIR COUNTY  
 REGIONAL OFFICE OF EDUCATION #50  
 NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - REPORTING ENTITY BASIS OF PRESENTATION AND ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of ROE #50 and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented on this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2 - SUBRECIPIENTS

Of the federal expenditures presented in the schedule, Regional Office of Education #50 provided federal awards to subrecipients as follows:

| <u>Program Title</u>                          | <u>Federal<br/>CFDA #</u> | <u>Amount provided<br/>to subrecipients</u> |
|---|---------------------------|---|
| Title I School Improvement and Accountability | 84.010A                   | \$ 95,788                                   |
| Mathematics and Science Partnership           | 84.366B                   | 32,941                                      |

NOTE 3 - DESCRIPTION OF MAJOR FEDERAL PROGRAM

Title I School Improvement and Accountability is designed to provide assistance to those schools/school districts that do not meet Adequate Yearly Progress (AYP) as defined by the No Child Left Behind Act.

Adult Education Federal Basic is designed to provide assistance in helping adults become literate and obtain knowledge and skills necessary for employment; obtain the educational skills necessary to become full partners in the educational development of their children; and complete a secondary school education.

NOTE 4 - NON-CASH ASSISTANCE

None

NOTE 5 - AMOUNT OF INSURANCE

None

NOTE 6 - LOANS OR LOAN GUARANTEES OUTSTANDING

None