

**STATE OF ILLINOIS
LASALLE COUNTY
REGIONAL OFFICE OF EDUCATION NO. 35**

**FINANCIAL AUDIT
FOR THE YEAR ENDED JUNE 30, 2011**

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

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35

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**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
OFFICIALS**

Regional Superintendent
(effective June 1, 2011 through current)

Mr. James E. Carlson

Regional Superintendent
(through May 31, 2011)

Mr. Richard A. Myers

Assistant Regional Superintendent
(effective July 1, 2011 through current)

Mr. Christopher B. Dvorak

Assistant Regional Superintendent
(June 1, 2011 through June 30, 2011)

Vacant

Assistant Regional Superintendent
(through May 31, 2011)

Mr. James E. Carlson

Office is located at:

119 West Madison Street, Room 102
Ottawa, Illinois 61350

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
FINANCIAL REPORT SUMMARY**

The financial 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 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	–	–
Repeated audit findings	–	–
Prior recommendations implemented or not repeated	–	–

An additional matter which is less than a significant deficiency or material weakness but more than inconsequential has been reported in a Management Letter of Comments to the Regional Superintendent. In prior years, these issues may have been included as immaterial findings in the auditors' reports.

SUMMARY OF FINDINGS AND RESPONSES

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
FINDINGS (<i>GOVERNMENT AUDITING STANDARDS</i>)			
9		None	N/A
FINDINGS AND RESPONSES (FEDERAL COMPLIANCE)			
9		None	N/A
PRIOR FINDINGS NOT REPEATED (<i>GOVERNMENT AUDITING STANDARDS</i>)			
10		None	N/A

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
FINANCIAL REPORT SUMMARY - CONTINUED**

EXIT CONFERENCE

The results of the audit were discussed at an informal exit conference on February 7, 2012. Those participating in the teleconference were Mr. James E. Carlson, Regional Superintendent of LaSalle County Regional Office of Education No. 35; Mr. Paul A. Pelletier, Partner of Borschnack, Pelletier & Co.; and Ms. Jeanne Michaud, Audit Manager of the Illinois Office of the Auditor General.

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
FINANCIAL STATEMENT REPORT SUMMARY**

The audit of the accompanying basic financial statements of the LaSalle County Regional Office of Education No. 35 was performed by Borschnack, Pelletier & Co.

Based on their audit, the auditors expressed unqualified opinions on the LaSalle County Regional Office of Education No. 35's basic financial statements.

INDEPENDENT AUDITORS' REPORT

Honorable William G. Holland
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the LaSalle County Regional Office of Education No. 35, as of and for the year ended June 30, 2011, which collectively comprise the LaSalle County Regional Office of Education No. 35's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the LaSalle County Regional Office of Education No. 35'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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the LaSalle County Regional Office of Education No. 35, as of June 30, 2011, 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.

As discussed in notes 1 and 12 in the notes to financial statements, the LaSalle County Regional Office of Education No. 35 adopted GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* effective July 1, 2010. The statement changed the classifications of governmental fund balances and clarified the definitions of existing fund types. The adoption of this statement had no effect on any of the LaSalle County Regional Office of Education No. 35's governmental funds' total assets, liabilities, or fund balances.

In accordance with *Government Auditing Standards*, we have also issued a report dated February 7, 2012 on our consideration of the LaSalle County Regional Office of Education No. 35'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, the Illinois Municipal Retirement Fund Schedule of Funding Progress and the Other Postemployment Benefits Schedule of Funding Progress on pages 11 through 16 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 LaSalle County Regional Office of Education No. 35's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and Schedule of Disbursements to School District Treasurers and Others are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and the Schedule of Disbursements to School District Treasurers and Others 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.

Borschmann, Pelletier & Co.

February 7, 2012

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable William G. Holland
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the LaSalle County Regional Office of Education No. 35, as of and for the year ended June 30, 2011, which collectively comprise the LaSalle County Regional Office of Education No. 35's basic financial statements and have issued our report thereon dated February 7, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of the LaSalle County Regional Office of Education No. 35 is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the LaSalle County Regional Office of Education No. 35'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 and not for the purpose of expressing an opinion on the effectiveness of the LaSalle County Regional Office of Education No. 35's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the LaSalle County Regional Office of Education No. 35's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis.

A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, 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 LaSalle County Regional Office of Education No. 35's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We have noted a certain matter that we have reported to management of the LaSalle County Regional Office of Education No. 35 in a separate letter dated February 7, 2012.

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, and the Illinois State Board of Education and is not intended to be and should not be used by anyone other than these specified parties.

Borschmann, Pelletier & Co.

February 7, 2012

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2011**

Part I: Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported
- Noncompliance material to financial statements noted? Yes No

Part II: Findings Related to the Basic Financial Statements

There are no audit findings in the current year.

Part III: Federal Award Findings

Instance of Noncompliance:

None

Significant Deficiency:

None

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2011**

There were no audit findings in the prior year.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2011

The LaSalle County Regional Office of Education No. 35 (ROE) provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the year ended June 30, 2011 with comparative information for the year ended June 30, 2010. In order to provide a comparative analysis, the ROE restated its 2010 governmental funds statements for the implementation of Governmental Accounting Standards Board Statement No. 54. Governmental Funds analysis are based on that restatement. Readers are encouraged to consider the information in conjunction with the Regional Office's financial statements that follow.

2011 Financial Highlights

- Within the Governmental Funds, the General Fund revenues increased by \$32,750 (10%) from \$331,082 in FY 2010 to \$363,832 in FY 2011. The General Fund's expenditures decreased by \$9,468 (3%) from \$362,792 in FY 2010 to \$353,324 in FY 2011.
- Within the Governmental Funds, the Special Revenue Funds' revenues increased by \$256,605 (20%) from \$1,315,205 in FY 2010 to \$1,571,810 in FY 2011. The Special Revenue Funds' expenditures increased by \$36,316 (2%) from \$1,478,678 in FY 2010 to \$1,514,994 in FY 2011.
- The Enterprise Funds' revenues increased by \$21,603 (13%) from \$170,430 in FY 2010 to \$192,033 in FY 2011. The Enterprise Funds' expenditures increased by \$29,596 (19%) from \$159,142 in FY 2010 to \$188,738 in FY 2011.

Using This Report

This report consists of a series of financial statements and other information, as follows:

- *Management's Discussion and Analysis* introduces financial statements and provides an analytical overview of the ROE's financial activities.
- The *Government-wide financial statements* consist of a Statement of Net Assets and a Statement of Activities. These provide information about the activities of the ROE as a whole and present an overall view of the ROE's finances.
- *Fund financial statements* report the ROE's operations in more detail than the government-wide statements by providing information about the most significant funds.
- *Notes to the financial statements* provide additional information that is needed for a full understanding of the data provided in the basic financial statements.
- *Required supplementary information and supplementary information* further explains and supports the financial statements and supplementary information provides detailed information about the non-major funds.

Reporting the ROE as a Whole

It is important to note, that many grants are a cooperative effort of the ROE and the Marshall/Putnam/Woodford Counties Regional Office of Education No. 43. Therefore, these

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2011

figures may reflect grants that are intended to serve LaSalle County only, as well as grants that serve LaSalle, Marshall, Putnam and Woodford Counties.

The Statement of Net Assets and the Statement of Activities

Government-wide Financial Statements

The Government-wide financial statements report information about the ROE as a whole. The Statement of Net Assets includes all of the assets and liabilities, with the difference reported as *net assets*. All of the current year revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid using Generally Accepted Accounting Principles.

The Government-wide financial statements report the ROE's net assets and how they have changed. Net assets - the difference between assets and liabilities - are one way to measure the ROE's financial condition.

- Over time, increases or decreases in the net assets can be an indicator of whether financial position is improving or deteriorating, respectively.
- To assess the ROE's overall financial condition, additional non-financial factors, such as new laws, rules, regulations, and actions by officials at the State level need to be considered.

Fund Financial Statements

The fund financial statements provide detailed information about the ROE's funds. Funds are accounting devices that allow the tracking of specific sources of funding and spending on particular programs. Some funds are required by State law. The ROE established other funds to control and manage money for particular purposes.

The ROE has three kinds of funds:

- (1) Governmental funds account for those funds through which most governmental functions of the ROE are financed. These focus on how cash and other financial assets that can be readily converted to cash flow in and out and the balances left at the year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer resources that can be spent in the near future to finance the ROE's programs. The ROE's Governmental Funds include: the General Fund and the Special Revenue Funds. The governmental funds required financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances.
- (2) Proprietary funds account for resources from fees charged directly to those entities or individuals that use its services. Proprietary fund statements provide both long-term and short-term financial information consistent with the focus provided by government-wide

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2011**

financial statements but with more detail for major and non-major enterprise funds. The proprietary funds required financial statements include a Statement of Net Assets, Statement of Revenues, Expenses and Changes in Fund Net Assets and a Statement of Cash Flows.

- (3) Fiduciary funds are used to account for assets held by the ROE in a trust capacity or as an agent for individuals and private or governmental organizations. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The fiduciary funds required financial statements include a Statement of Fiduciary Net Assets.

Government-Wide Financial Analysis

As noted earlier, net assets, when examined over time, may serve as an indicator of the financial health of the ROE. The net assets at the end of FY 2011 and 2010 totaled \$1,129,271 and \$1,129,166, respectively. The analysis that follows provides a summary of the ROE's net assets as of June 30.

CONDENSED STATEMENT OF NET ASSETS

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
ASSETS						
Current assets	\$ 867,956	\$ 835,480	\$ 343,353	\$ 384,830	\$ 1,211,309	\$ 1,220,310
Capital assets, net of depreciation	—	—	—	—	—	—
TOTAL ASSETS	867,956	835,480	343,353	384,830	1,211,309	1,220,310
Current liabilities	62,164	59,948	19,874	31,196	82,038	91,144
TOTAL LIABILITIES	62,164	59,948	19,874	31,196	82,038	91,144
NET ASSETS						
Invested in capital assets, net of related debt	—	—	—	—	—	—
Restricted for educational purposes	136,220	65,746	—	—	136,220	65,746
Unrestricted	669,572	709,786	323,479	353,634	993,051	1,063,420
TOTAL NET ASSETS	\$ 805,792	\$ 775,532	\$ 323,479	\$ 353,634	\$ 1,129,271	\$ 1,129,166

The ROE's net assets increased by \$105 (0%) during FY 2011. An increase of \$30,260 (4%) occurred in the Governmental Activities and a \$30,155 (9%) decrease occurred in the Business-Type Activities as a result of a transfer of Workshop funds to the ROE/ISC Operations Fund to offset the overspending due to the State's budget cuts.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2011

CHANGES IN NET ASSETS

The following analysis shows the changes in net assets for the years ended June 30, 2011 and 2010.

	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenues:						
Program revenues:						
Charges for services	\$ 138,482	\$ 118,231	\$ 192,033	\$ 170,430	\$ 330,515	\$ 288,661
Operating grants and contributions	1,116,466	1,090,827	–	–	1,116,466	1,090,827
General revenues:						
Fees for services	9,371	8,340	–	–	9,371	8,340
Interest income	11,448	15,344	788	1,405	12,236	16,749
On-behalf payments	588,573	585,909	–	–	588,573	585,909
Total revenues	1,864,340	1,818,651	192,821	171,835	2,057,161	1,990,486
Expenses:						
Salaries	610,156	625,526	40,085	29,842	650,241	655,368
Benefits	129,919	136,587	7,523	4,968	137,442	141,555
Purchased services	393,165	332,108	108,980	107,999	502,145	440,107
Supplies and materials	62,585	59,223	25,259	11,486	87,844	70,709
Capital outlay	10,595	699	979	–	11,574	699
Depreciation	–	–	–	–	–	–
Payments to other governmental units	65,340	94,950	479	1,510	65,819	96,460
Miscellaneous	7,985	6,468	5,433	3,337	13,418	9,805
On-behalf payments	588,573	585,909	–	–	588,573	585,909
Total expenses	1,868,318	1,841,470	188,738	159,142	2,057,056	2,000,612
Income (loss) before operating transfers	(3,978)	(22,819)	4,083	12,693	105	(10,126)
Operating transfers	34,238	(651)	(34,238)	651	–	–
Change in net assets	30,260	(23,470)	(30,155)	13,344	105	(10,126)
Net assets, beginning	775,532	799,002	353,634	340,290	1,129,166	1,139,292
Net assets, ending	\$ 805,792	\$ 775,532	\$ 323,479	\$ 353,634	\$ 1,129,271	\$ 1,129,166

Governmental Activities

Revenues for governmental activities were \$1,864,340 and expenses were \$1,868,318. Most grants decreased in FY 2011. New programs totaling \$171,433 were funded in FY 2011. These new programs include ARRA Title 1 School Improvement, WIA – Youth Activities and AARA Education Jobs Funds. Expenses were proportionally increased or decreased to meet the funding level.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2011

Business-Type Activities

Revenues for business-type activities were \$192,821 and expenditures were \$188,738. The increase in revenue is attributed to more revenue in most of the non-major propriety funds. The expense increases are attributed to the increased supplies and materials in the Workshop fund, increased purchased services in the Discovery United Streaming Coop, and the salaries and benefits and miscellaneous increases in the non-major propriety funds in FY 2011.

Financial Analysis of the ROE Funds

As previously noted, the ROE uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The ROE's Governmental Funds reported combined fund balances of \$704,730.

Governmental Fund Highlights

- The School Services grant (ROE/ISC Operations) budget was slashed \$11,017 (9%) compared to FY 2010. This funding provided by the State did not pay for all school service activities, etc. Workshop funds were transferred to help offset the deficit.
- The dollar return on investments (certificate of deposit, short-term investments and interest earned on a float), were reduced because of the low interest rates. In order to provide services budgeted for the Direct Service Budget, certain investments again had to be used which also reduced the amount of interest revenue received.
- County support for the Regional Office of Education No. 35 remained at level funding.
- The State Aid foundation level was the same as FY 2010 at \$6,119.

Proprietary Fund Highlights

Total proprietary fund net assets decreased by \$30,155 (9%). The net decrease in the proprietary funds is attributed to the transfer of Proprietary Funds to School Services in order to complete all State required mandates.

Fiduciary Fund Highlights

There was a decrease of \$51,766,363 (75%) in total fiduciary funds additions for FY 2011. This decrease is attributed to management's decision to have the Distributive Fund transferred directly to the schools instead of through the ROE in order to increase fiscal efficiency and reduce ROE costs. Transactions during FY 2011 represent mainly transfers in and out of funds for the Distributive Fund.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2011

Budgetary Highlights

The ROE annually prepares budgets for several funds which serve as a guideline for activities and expenditures. The Regional Superintendent annually prepares an Office Operations Budget and submits it to the County Board for their approval. The Office Operations Budget covers a fiscal year which runs from December 1 to November 30. All grant budgets are prepared by the ROE and submitted to the granting agency for approval. Amendments must be submitted under guidelines established by the granting agency. Additionally, all ROE funds are reported to the Advisory Board.

Capital Assets

The ROE's capital assets include office equipment, computers, audio-visual equipment, and office furniture. The ROE maintains an inventory of capital assets which have been accumulated over time. For FY 2011 there were no acquisitions meeting the capitalization threshold. Depreciation expense for the FY 2011 was \$0. All of the ROE's capital assets were fully depreciated as of June 30, 2011.

Economic Factors and Next Year's Budget

At the time these financial statements were prepared and audited, the Regional Office was aware of several existing circumstances that could affect its financial health in the future:

- The interest rate on investments remains low and will impact interest earned.
- Most grants have been reduced significantly. The ROE Service Line has been cut in half. Covering expenditures from this source of revenue is impossible. As a result, ROE Service obligations will have to be met with other sources of revenue such as Teacher Institute, Workshops, Administrators Academy, etc. Failure to sufficiently fund ROEs will challenge the entire organization as the effects of the reductions ripple throughout the unit.
- General State Aid is being prorated at 95% of the FY 2011 foundation level of \$6,119.
- Federal ARRA offset that aided in previous years is not expected.
- County Board support for Regional Office of Education No. 35 will remain level.

Contacting the ROE's Financial Management

This financial report is designed to provide the ROE's citizens, taxpayers, clients, and other constituents with a general overview of its finances and to demonstrate the accountability for the money it receives. If the reader has questions concerning this report or needs additional financial information, please contact the Regional Superintendent of the Regional Office of Education No. 35 at 119 W. Madison St., Room No. 102, Ottawa, IL 61350.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
STATEMENT OF NET ASSETS
JUNE 30, 2011

EXHIBIT A

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 209,601	\$ 285,301	\$ 494,902
Investments	297,702	52,778	350,480
Accounts receivable	9,369	404	9,773
Prepaid expenses	3,291	943	4,234
Due from other governmental units	347,993	3,927	351,920
Total current assets	<u>867,956</u>	<u>343,353</u>	<u>1,211,309</u>
Noncurrent assets			
Capital assets, net	-	-	-
TOTAL ASSETS	<u>867,956</u>	<u>343,353</u>	<u>1,211,309</u>
LIABILITIES			
Current liabilities			
Accounts payable and accrued expenses	28,082	888	28,970
Due to other governmental units	34,082	-	34,082
Deferred revenues	-	18,986	18,986
TOTAL LIABILITIES	<u>62,164</u>	<u>19,874</u>	<u>82,038</u>
NET ASSETS			
Invested in capital assets, net of related debt	-	-	-
Unrestricted	669,572	323,479	993,051
Restricted for educational purposes	136,220	-	136,220
TOTAL NET ASSETS	<u>\$ 805,792</u>	<u>\$ 323,479</u>	<u>\$ 1,129,271</u>

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

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2011

EXHIBIT B

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contribution	Governmental Activities	Business-Type Activities	Total
Primary government						
Governmental activities:						
Instructional services						
Salaries	\$ 610,156	\$ 67,282	\$ 543,883	\$ 1,009	\$ -	\$ 1,009
Benefits	129,919	14,335	116,304	720	-	720
Purchased services	393,165	42,201	337,338	(13,626)	-	(13,626)
Supplies and materials	62,585	6,305	51,087	(5,193)	-	(5,193)
Capital expenditures	10,595	1,174	9,530	109	-	109
Depreciation	-	-	-	-	-	-
Miscellaneous	7,985	387	3,146	(4,452)	-	(4,452)
Payments to other governmental units	65,340	6,798	55,178	(3,364)	-	(3,364)
Administrative						
On-behalf payments	588,573	-	-	(588,573)	-	(588,573)
Total governmental activities	<u>1,868,318</u>	<u>138,482</u>	<u>1,116,466</u>	<u>(613,370)</u>	<u>-</u>	<u>(613,370)</u>
Business-type activities:						
Professional development	188,738	192,033	-	-	3,295	3,295
Total business-type activities	<u>188,738</u>	<u>192,033</u>	<u>-</u>	<u>-</u>	<u>3,295</u>	<u>3,295</u>
Total primary government	<u>\$ 2,057,056</u>	<u>\$ 330,515</u>	<u>\$ 1,116,466</u>	<u>(613,370)</u>	<u>3,295</u>	<u>(610,075)</u>
General revenues:						
Fees for services				9,371	-	9,371
Interest income				11,448	788	12,236
On-behalf payments				588,573	-	588,573
Transfers				34,238	(34,238)	-
Total general revenues and transfers				<u>643,630</u>	<u>(33,450)</u>	<u>610,180</u>
Change in net assets				30,260	(30,155)	105
Net assets - beginning				<u>775,532</u>	<u>353,634</u>	<u>1,129,166</u>
Net assets - ending				<u>\$ 805,792</u>	<u>\$ 323,479</u>	<u>\$ 1,129,271</u>

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2011**

EXHIBIT C

	<u>General Fund</u>	<u>Education Fund</u>	<u>Institute Fund</u>	<u>Nonmajor Special Revenue Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 156,379	\$ 550	\$ 42,969	\$ 9,703	\$ 209,601
Investments	221,284	-	40,548	35,870	297,702
Accounts receivable	1,761	7,021	305	282	9,369
Prepaid expenses	951	2,340	-	-	3,291
Due from other funds	302,697	-	-	-	302,697
Due from other governmental units	644	346,961	-	388	347,993
TOTAL ASSETS	\$ 683,716	\$ 356,872	\$ 83,822	\$ 46,243	\$ 1,170,653
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable and accrued expenses	\$ 14,144	\$ 13,792	\$ -	\$ 146	\$ 28,082
Due to other funds	-	302,697	-	-	302,697
Due to other governmental units	-	33,862	-	220	34,082
Deferred revenues	1,500	99,422	-	140	101,062
Total liabilities	15,644	449,773	-	506	465,923
FUND BALANCES					
Nonspendable	951	2,340	-	-	3,291
Restricted	-	759	83,822	45,737	130,318
Assigned	35,084	-	-	-	35,084
Unassigned	632,037	(96,000)	-	-	536,037
Total fund balances	668,072	(92,901)	83,822	45,737	704,730
TOTAL LIABILITIES AND FUND BALANCES	\$ 683,716	\$ 356,872	\$ 83,822	\$ 46,243	\$ 1,170,653

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GOVERNMENTAL FUNDS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011**

EXHIBIT D

Total fund balances - governmental funds \$ 704,730

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

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

ROE/ISC Operations	18,602	
Regional Safe Schools	16,018	
Truants Alternative Programs	13,501	
Learning Technology Center	7,795	
Beginning Teachers Induction Pilot Program	27,977	
System of Support	15,529	
Principal Mentoring	1,500	
General Educational Development	140	
	101,062	101,062

Net assets of governmental activities \$ 805,792

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2011**

EXHIBIT E

	<u>General Fund</u>	<u>Education Fund</u>	<u>Institute Fund</u>	<u>Nonmajor Special Revenue Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Federal sources	\$ -	\$ 376,674	\$ -	\$ -	\$ 376,674
State sources	266,345	544,358	-	1,191	811,894
Local sources					
Fees for services	86,788	16,466	26,117	17,682	147,053
Interest	10,699	14	461	274	11,448
On-behalf payments	-	588,573	-	-	588,573
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	363,832	1,526,085	26,578	19,147	1,935,642
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
EXPENDITURES					
Instructional services:					
Salaries	209,074	397,991	2,520	571	610,156
Benefits	50,590	79,150	68	111	129,919
Purchased services	65,773	315,446	5,811	6,135	393,165
Supplies and materials	11,118	48,573	103	2,791	62,585
Miscellaneous	4,994	2,816	-	175	7,985
Payments to other governmental units	11,260	54,080	-	-	65,340
On-behalf payments	-	588,573	-	-	588,573
Capital expenditures	515	10,080	-	-	10,595
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	353,324	1,496,709	8,502	9,783	1,868,318
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
EXCESS OF REVENUES OVER EXPENDITURES	10,508	29,376	18,076	9,364	67,324
OTHER FINANCING SOURCES (USES):					
Transfers in (out)	(9,325)	43,563	-	-	34,238
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
EXCESS OF REVENUES AND OTHER FINANCING (USES) SOURCES OVER EXPENDITURES	1,183	72,939	18,076	9,364	101,562
FUND BALANCES, BEGINNING OF YEAR AS PREVIOUSLY REPORTED	275,545	225,504	65,746	36,373	603,168
PRIOR PERIOD ADJUSTMENT	391,344	(391,344)	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
FUND BALANCES (DEFICIT), BEGINNING OF YEAR AS RESTATED	666,889	(165,840)	65,746	36,373	603,168
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ 668,072</u>	<u>\$ (92,901)</u>	<u>\$ 83,822</u>	<u>\$ 45,737</u>	<u>\$ 704,730</u>

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GOVERNMENTAL FUNDS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011**

EXHIBIT F

Net change in fund balances \$ 101,562

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

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

ROE/ISC Operations	18,602
Regional Safe Schools	16,018
Truants Alternative Programs	13,501
Learning Technology Center	7,795
Beginning Teachers Induction Pilot Program	27,977
System of Support	15,529
Principal Mentoring	1,500
General Educational Development	140

101,062

Because some prior year revenues were not collected for several months after the Regional Office prior fiscal year ended, they were not considered "available" revenues and were previously deferred in the governmental funds.

ROE/ISC Operations	(40,886)
Regional Safe Schools	(52,609)
Truants Alternative Programs	(33,615)
Learning Technology Center	(24,835)
Beginning Teachers Induction Pilot Program	(19,450)
Free Lunch & Breakfast	(115)
Breakfast Incentive	(14)
Principal Mentoring	(750)
General Educational Development	(90)

(172,364)

Change in net assets of governmental activities \$ 30,260

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 PROPRIETARY FUNDS
 STATEMENT OF NET ASSETS
 JUNE 30, 2011**

EXHIBIT G

	Business Type Activities - Enterprise Funds				Total
	Workshop	LaSalle County Area Purchasing Coop.	Discovery United Streaming Coop.	Nonmajor Proprietary Funds	
ASSETS					
Current assets					
Cash and cash equivalents	\$ 180,755	\$ 7,918	\$ 13,854	\$ 82,774	\$ 285,301
Investments	-	28,663	-	24,115	52,778
Accounts receivable	-	9	-	395	404
Prepaid expenses	195	-	748	-	943
Due from other governmental units	3,672	-	-	255	3,927
TOTAL ASSETS	184,622	36,590	14,602	107,539	343,353
LIABILITIES					
Current liabilities					
Accounts payable and accrued expenses	530	-	-	358	888
Deferred revenues	600	6,821	10,665	900	18,986
TOTAL LIABILITIES	1,130	6,821	10,665	1,258	19,874
NET ASSETS					
Unrestricted	\$ 183,492	\$ 29,769	\$ 3,937	\$ 106,281	\$ 323,479

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2011**

EXHIBIT H

	Business Type Activities - Enterprise Funds				Total
	LaSalle County Area Purchasing Coop.	Discovery United Streaming Coop.	Nonmajor Proprietary Funds		
OPERATING REVENUES					
Local sources	\$ 54,746	\$ 30,575	\$ 44,270	\$ 62,442	\$ 192,033
OPERATING EXPENSES					
Salaries	-	22,630	180	17,275	40,085
Benefits	-	4,396	35	3,092	7,523
Purchased services	32,306	1,272	47,027	28,375	108,980
Supplies and materials	15,806	200	-	9,253	25,259
Capital outlay	-	-	-	979	979
Miscellaneous	339	3,169	-	1,925	5,433
Payments to other governmental units	479	-	-	-	479
Total operating expenses	48,930	31,667	47,242	60,899	188,738
OPERATING INCOME (LOSS)	5,816	(1,092)	(2,972)	1,543	3,295
NONOPERATING REVENUES					
Interest	187	266	5	330	788
INCOME (LOSS) BEFORE OPERATING TRANSFERS	6,003	(826)	(2,967)	1,873	4,083
OPERATING TRANSFERS					
Transfers out	(34,238)	-	-	-	(34,238)
CHANGE IN NET ASSETS	(28,235)	(826)	(2,967)	1,873	(30,155)
TOTAL NET ASSETS, BEGINNING OF YEAR	211,727	30,595	6,904	104,408	353,634
TOTAL NET ASSETS, END OF YEAR	\$ 183,492	\$ 29,769	\$ 3,937	\$ 106,281	\$ 323,479

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

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2011

EXHIBIT I

	Business Type Activities - Enterprise Funds				Total
	LaSalle County Area Purchasing Workshop Coop.	Discovery United Streaming Coop.	Nonmajor Proprietary Funds		
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts for workshops and services	\$ 50,665	\$ 26,077	\$ 38,030	\$ 65,058	\$ 179,830
Payments to employees	-	(22,630)	(180)	(17,275)	(40,085)
Payments to suppliers	(46,397)	(9,037)	(47,810)	(43,540)	(146,784)
Net cash provided by (used in) operating activities	4,268	(5,590)	(9,960)	4,243	(7,039)
CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES:					
Repayments of loans from other funds	210,538	-	-	46,138	256,676
Transfers out	(34,238)	-	-	-	(34,238)
Net cash provided by non capital financing activities	176,300	-	-	46,138	222,438
CASH FLOWS FROM INVESTING ACTIVITIES:					
Proceeds from (Purchases of) Investments, net	-	(254)	-	4,745	4,491
Interest	187	266	5	330	788
Net cash provided by investment activities	187	12	5	5,075	5,279
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	180,755	(5,578)	(9,955)	55,456	220,678
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	-	13,496	23,809	27,318	64,623
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 180,755	\$ 7,918	\$ 13,854	\$ 82,774	\$ 285,301
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 5,816	\$ (1,092)	\$ (2,972)	\$ 1,543	\$ 3,295
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Effects of changes in assets and liabilities:					
Accounts receivable	75	12	-	151	238
Prepaid Expenses	2,405	-	(748)	-	1,657
Due from other governmental units	(2,472)	-	-	1,565	(907)
Accounts payable and accrued expenses	128	-	-	84	212
Deferred revenues	(1,684)	(4,510)	(6,240)	900	(11,534)
Net cash provided by (used in) operating activities	\$ 4,268	\$ (5,590)	\$ (9,960)	\$ 4,243	\$ (7,039)

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011**

EXHIBIT J

ASSETS

Cash and cash equivalents	<u><u>\$ 19,538</u></u>
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LIABILITIES

Due to other governmental units	<u><u>\$ 19,538</u></u>
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The notes to the financial statements are an integral part of this statement.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The LaSalle County Regional Office of Education No. 35 (ROE) operates under the School Code (105 ILCS 5/3 and 5/3A). The ROE encompasses LaSalle County, Illinois. A Regional Superintendent of Schools serves as Chief Administrative Officer of the region and is elected to the position for a four year term pursuant to 105 ILCS 5/3 and 5/3A of the School Code. The Regional Superintendent is responsible for the supervision and control of the school districts. The principal financial duty of the Regional Superintendent is to receive and distribute monies due to school districts from general State aid, State categorical grants, and various other sources.

The Regional Superintendent's responsibilities for administering the school educational service region programs include, but are not limited to, providing directions to teachers and school officials on science, art and teaching methods; implementing the State Board of Education's Policy Programs; encouraging camaraderie among teachers through the teachers' institute; making public notice of unfilled teaching positions within the region; and ensuring the safety, health and welfare of the students in the region by periodically inspecting the school buildings and ensuring that the bus drivers have valid driving licenses and are properly trained to operate the school buses.

The ROE's accounting policies conform to generally accepted accounting principles which are appropriate for local governmental agencies of this type.

A. Reporting Entity

The ROE's reporting entity includes all related organizations for which the ROE exercises oversight responsibility. The ROE has developed criteria to determine whether outside agencies with activities which benefit the citizens of the ROE, including joint agreements which serve pupils from numerous school districts, should be included within its financial reporting entity. The criteria include but are not limited to, whether the ROE 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.

Blended Component Units

A component unit is an entity which is legally separate from the ROE, but is so intertwined with the ROE that it is, in substance, the same as the ROE. It is reported as part of the ROE and blended into the appropriate funds.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

On July 1, 1998, the ROE entered into an Intergovernmental Agreement executed pursuant to the provisions of the Intergovernmental Cooperation Clause of the Illinois Constitution as well as the provisions of the Intergovernmental Cooperation Act of 1973 and the Illinois Admin. Code 525.110 to form an educational service delivery system. The name of the educational service delivery system formed is known as the LaSalle County - Putnam, Marshall, Woodford Counties Service Delivery System. The Service Delivery System is responsible for the administration and performance of accounting procedures that conform to all applicable rules and regulations of the Illinois State Board of Education. ROE was designated as Administrative Agent and Director.

The following grants to ROE and Marshall-Putnam-Woodford Counties Regional Office of Education No. 43 were assigned to the LaSalle, Marshall, Putnam, and Woodford Counties Service Delivery System: ROE/ISC Operations, Truants Alternative Program, Learning Technology Center, Beginning Teachers Induction Pilot Program, Gifted and Reading First. These grants are reported as Special Revenue Funds.

The ROE is not aware of any entity which would exercise such oversight as to result in the Regional Office being considered a component unit of the entity.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. The statements distinguish between those activities of the ROE that are governmental in nature and those that are considered business-type activities. *Governmental activities* normally are supported by operating grants and contributions, charges for services and intergovernmental revenues. *Business-type activities* normally are supported by operating revenues which include amounts assessed or received from local sources for the ROE programs.

The Statement of Net Assets presents the ROE's nonfiduciary assets and liabilities with the differences reported as net assets. Net assets of the ROE are classified as follows:

Invested in Capital Assets - represent the ROE's total investment in capital assets less related depreciation. There is no outstanding debt related to these assets at this time.

Restricted Net Assets - represent net resources in which the ROE is legally obligated to spend in accordance with restrictions imposed by (1) external groups such as grantors or contributors; or (2) laws through constitutional provisions or enabling legislation.

Unrestricted Net Assets - represent remaining net resources not classified as *Restricted Net Assets* or *Invested in Capital Assets* and are used for transactions relating to the general operations of the ROE at the discretion of management.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as *general revenues*. Major individual funds are reported as separate columns in the fund financial statements.

C. New Accounting Pronouncement

Effective July 1, 2010, the ROE adopted the following accounting pronouncements:

- Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*
- GASB Statement No. 59, *Financial Instruments Omnibus*
- GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*

GASB Statements No. 59 and 62 had no impact on the ROE's financial statements. The adoption of GASB Statement No. 54 required the ROE to re-evaluate and reclassify the accounts comprising the funds based on the provisions of the statement. The statement changed fund balance reporting for governmental funds by adding and modifying fund balance classifications, and providing additional disclosures on how fund balance constraints are imposed and may be modified or eliminated. A prior period adjustment has been reported for the net assets that were reclassified. See Note 12 for the details.

On July 1, 2011, the ROE will adopt GASB Statement No. 64. This pronouncement will have no impact on the ROE.

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The financial statements of the ROE are prepared in accordance with generally accepted accounting principles (GAAP). The ROE applies all applicable GASB pronouncements.

The government-wide, the proprietary fund, and the fiduciary fund 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 provider have been met.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they are both measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The ROE considers revenues as available if they are collected within 60 days after year-end. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. 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 essentially two types of these revenues. In one, monies must be expended before any amounts will be reimbursed; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are usually revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time that all eligibility requirements imposed by the provider have been met unless the resources are not measurable or available as described above.

When restricted, committed, assigned and unassigned resources are available for use, it is the ROE’s policy to use restricted resources first, then committed, assigned and finally unassigned resources as they are needed.

The ROE records on-behalf payments made by the State and LaSalle County for salary, benefits and contributions to the Teachers’ Retirement System or the Illinois Municipal Retirement Fund as revenues and expenditures.

E. Fund Accounting

The accounts of the ROE are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenue, and expenditures. The ROE maintains individual funds as required by the State of Illinois. The resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are summarized by type in the basic financial statements. The following summarizes the fund types used:

Governmental Fund Types

Governmental Funds are those through which most governmental functions of the ROE are financed. The acquisition, use and balances of the ROE’s expendable financial resources and the related liabilities are accounted for through governmental funds.

General Fund - The General Funds are used to account for all financial resources except those required to be accounted for in another fund. The general fund is reported as a major governmental fund in the financial statements. The following are the general funds:

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

General - to account for the general operating fund. It has been used to record expenditures in connection with general administration activities.

RSSP Student - to account for monies received for assistance in funding shortfalls for student activities.

Principal Mentoring - to account for monies from the Illinois Principals Association for expenditures incurred to ensure that every new principal in the region receives high-quality mentoring experience from trained mentors.

Title II - Teacher Quality (from schools) - to account for the administration of monies from various local schools to be used for the Title II – Teacher Quality programs.

Hazard Safety Reimbursement - to account for monies from the State of Illinois for expenditures incurred in the Hazard Safety program.

General State Aid - to account for grant monies received for, and payment of expenditures for regional learning academy supplements.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes. The ROE reported the following special revenue funds as major governmental funds.

Education - to account for State and Federal grant monies received for, and payment of, administering numerous grant awards which include:

McKinney Education for Homeless Children - to account for grant monies received for and payment of, expenditures associated with a Federal program designed to provide counseling and educational support to homeless children and their families. The programs are funded by a Federal Stewart B. McKinney Education for Homeless Children and Youth Grant administered through the Illinois State Board of Education.

Regional Safe Schools - this fund is an alternative schooling program for disruptive youth, creating alternative placement for those students who are suspended and/or are deemed ineligible.

Truants Alternative Programs - to account for grant monies received for, and payment of, providing truancy prevention programming and monitoring truants.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

ROE/ISC Operations - to account for grant monies received for, and payment of, assisting schools in all areas of school improvement.

WIA Youth Activities - to account for grant monies received for, and payment of, a dropout recovery program to help low income youth, between the ages of 14 and 21, acquire the educational and occupational skills, training, and support needed to achieve academic and employment success and successfully transition to careers and productive adulthood.

Learning Technology Center - to account for monies from the State of Illinois for expenditures incurred to establish a statewide support system for learning technology.

Beginning Teachers Induction Pilot Program - to account for monies provided by the State for support services efforts to mentor, professionally develop and assess teaching practice for beginning teachers.

Reading First - to account for monies provided from the Federal Government through a national initiative to improve reading in Kindergarten through grade three. Reading First establishes a nation-wide commitment to support states and local school districts in their efforts to improve the quality and effectiveness of reading instructions for all students.

Gifted ROE #35 and Gifted ROE #43 - to account for monies provided by the State of Illinois to serve the children and youth who give evidence of high performance capability in areas such as intellectual, creative, artistic, or leadership capability, or in specific academic fields, and who require services or activities not ordinarily provided by the school in order to fully develop such capabilities.

ARRA – Title I School Improvement – to account for monies provided by the Federal Government for technical assistance in school improvement planning and implementation for districts and schools, primarily schools year 2 and 1 academic status.

ARRA - Education Jobs Fund - to account for monies provided by the Federal Government for the intended purpose of all the ARRA funds to save and create jobs, as well as to improve education through four key education reform areas:

Making progress toward rigorous college- and career-ready standards and high quality assessments that are valid and reliable for all students, including English Language learners and students with disabilities;

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Establishing Pre-K to college and career data systems that track progress and foster continuous improvement;

Making improvements in teacher effectiveness and the equitable distribution of qualified teachers for all students, particularly students who are most in need; and

Providing intense support and effective interventions for the lowest-performing schools.

System of Support - (Title I - School Improvement and Accountability) - to account for grant monies received for, and payment of, expenditures to help schools meet the No Child Left Behind initiative.

National School Breakfast Program - to account for funds received for, and payment of, expenditures of the program for the school breakfast fund.

National School Lunch Program - to account for the grant monies received for, and payment of, expenditures for the National School Lunch fund.

State Free Lunch & Breakfast Program - to account for the proceeds received and expended in the operations of the free lunch and breakfast program.

Breakfast Incentive - to account for monies provided by the State for the goal of increasing participation in school breakfast programs.

Institute - to account for the stewardship of the assets held in trust for the benefit of teachers. Fees are collected from registration of teachers' certificates of qualification. Monies are expended to conduct teachers' institutes, conferences, and workshops. All funds generated remain restricted until expended only on the aforementioned activities.

Nonmajor Special Revenue Funds - The ROE reported the following special revenue funds as nonmajor governmental funds:

General Educational Development (GED) - to account for the administration of the GED Testing Program. Revenues are received from testing and diploma fees.

School Bus Driver Training - to account for the stewardship of the assets held in trust in connection with the Bus Driver Training Program.

Annexation and Sales Petition - to account for fees collected for expenditures incurred in publishing and filing petition requests.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Proprietary Fund Types

Proprietary funds are used to account for a government's ongoing organizations and activities that are similar to those often found in the private sector. All assets, liabilities, net assets, revenues, expenses, and transfers relating to the government's business activities in which changes in net assets or cost recovery are measured, are accounted for through proprietary funds (enterprise and internal service funds). Generally accepted accounting principles for proprietary funds are similar to those applicable to businesses in the private sector; the measurement focus is on determining operating income, financial position, and cash flows.

Enterprise Funds - to account for resources from fees charged directly to those entities or individuals that use its services. The ROE reported the following enterprise funds as major proprietary funds.

Workshop - to account for local revenues and disbursements related to various workshops conducted by the ROE which are not accounted for in a separate fund.

LaSalle County Area Purchasing Coop - to account for maintenance of cooperative purchasing program for the benefit of the ROE's various school districts and other surrounding counties' school districts.

Discovery United Streaming Coop. - to account for local revenues received for the digital video-on-demand service by Discovery Education and Learn 360.

Nonmajor Proprietary Funds - The ROE reported the following enterprise funds as nonmajor proprietary funds:

Regional Safe School Meals - to account for local revenues and disbursements for the children whose parents can afford to pay either a full or reduced cost of meals.

American College Testing (ACT) Student Fees - to account for the fees and local revenues received and related disbursements for the ACT program which is designed to assess high school students' general educational development and their ability to complete college-level work.

Excellence in Education - to account for the fees and local revenues received and related disbursements while performing activities related to the Excellence in Education program.

Technology Local Fees - to account for revenues and expenses of Technology funds.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Administrator's Academy - to account for the fees and local revenues and related expenses while performing activities for the Administrator's Academy.

ParaPro – to account for the fees and local revenues received and related disbursements for testing the proficiency of prospective teacher aids.

Criminal Background Investigation - to account for the assessments received from the school districts to pay for the processing of background checks of substitute teachers and expenditures incurred providing this service to the school districts.

Fiduciary Fund Types

Fiduciary Funds are used to account for assets held by the ROE in a trustee capacity or as an agent for individuals, private organizations, and/or other governments.

Agency Funds are custodial in nature and do not involve measurement of results of operations. The amounts due to school districts and due to other governments are equal to the assets. Agency Funds include Distributive, Payroll and Marshall/Putnam/Woodford ROE No. 43's Teacher Quality Grant.

Distributive - to account for funds received and disbursed as a result of the Regional Superintendent's responsibility to receive and distribute to treasurers of school districts and other agencies, monies due to them from general State aid, State categorical grants, and various other sources.

Payroll - to account for all payroll that is incurred. Any fund that has payroll remits the money to the Payroll Fund, the Fund then pays the employee. This is an administrating agent for the ROE's payroll.

MPW's - Teacher Quality Grant - to account for funds received and disbursed on behalf of ROE No. 43 for this particular grant program.

F. Governmental Fund Balances

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

Nonspendable Fund Balance - the portion of a Governmental Fund's net assets that are not available to be spent, either short term or long term, in either form or through legal restrictions. The nonspendable fund balance reported is for prepaid expenses from General State Aid (in the General Fund) and ROE/ISC Operations (in the Education Fund).

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Restricted Fund Balance - the portion of the Governmental Fund's net assets that are subject to external enforceable legal restrictions. The following accounts fund balances are restricted by grant agreements, or contracts: National School Breakfast Program, National School Lunch Program, and State Free Lunch & Breakfast Program. The following accounts fund balances are restricted by Illinois statute: Institute, General Education Development, School Bus Driver Training, and Annexation and Sales Petition.

Committed Fund Balance - the portion of a Governmental Fund's net assets with self-imposed constraints or limitations that have been placed at the highest level of decision making. The ROE has no committed fund balances.

Assigned Fund Balance - the portion of a Governmental Fund's net assets denoted for an intended use of the resources. The accounts with assigned fund balances are specified for a particular purpose by the Regional Superintendent. The following accounts fund balances were assigned: RSSP Student, Principal Mentoring, and Title II – Teacher Quality (from Schools).

Unassigned Fund Balance - available expendable financial resources in a governmental fund that are not designated for a specific purpose. The accounts with unassigned fund balances are: General, Hazard Safety Reimbursement, General State Aid, Regional Safe Schools, Truants Alternative Programs, ROE/ISC Operations, Learning Technology Center, Beginning Teachers Induction Pilot Program, and System of Support.

G. Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available.

Non-exchange transactions, in which the ROE receives value without directly giving value in return, include grants and donations. On an accrual basis, revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the ROE must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the ROE on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must be available before it can be recognized.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Cash and Cash Equivalents

For presentation in the financial statements, investments with an original maturity of three months or less at the time they are purchased by the ROE are considered to be cash equivalents. Investments with original maturities of more than three months are reported as investments.

I. Investments

The ROE's established investment policy follows the State of Illinois Public Funds Investment Act which authorizes the ROE to purchase certain obligations of the U.S. Treasury, Federal agencies and instrumentalities; certificates of deposit and time deposits covered by Federal depository insurance; commercial paper of U.S. corporations with assets exceeding \$500,000,000, if such paper is rated at the highest classification established by at least two standard rating services; money market funds and the Illinois Funds.

J. Capital Assets

General capital assets result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Assets but are not reported in the fund financial statements.

Capital assets are recorded at cost at time of acquisition or fair value at the date of donation. The ROE capitalizes items costing \$5,000 or more and intangible assets costing \$25,000 or more. Depreciation is calculated on a straight-line basis over the estimated useful lives (five to twenty years) of the respective assets.

K. 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 in the financial statements. Actual results could differ from those estimates.

L. Budgets and Budgetary Accounting

The ROE did not formally adopt a budget for the year ended June 30, 2011 and is not legally required to do so. The Illinois State Board of Education requires budgets for certain State and Federal programs. These budgets were used to prepare Budgetary Comparison Schedules for the following accounts within the Education Fund: McKinney Education for Homeless Children, Regional Safe Schools, Truants Alternative Programs, ROE/ISC Operations, Learning Technology Center, Beginning Teachers Induction Pilot Program, Reading First, Gifted #35 and Gifted #43, and ARRA – Title I School Improvement.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 2 - DEPOSITS AND INVESTMENTS

In the accompanying financial statements, certificates of deposit are reported as investments because the original maturities of the certificates exceed 90 days. For risk disclosure purposes, those certificates are deposits. The money market accounts described below are reported as cash equivalents in the accompanying financial statements. For risk disclosure purposes, the money market accounts are investments.

Deposits

The ROE utilizes several different bank accounts for its various activities. The book balance of such accounts is \$843,154 at June 30, 2011, while the bank balance was \$928,454. The difference between the above amounts primarily represents checks that have been issued but have not yet cleared the bank as of June 30, 2011. Of the total bank balance as of June 30, 2011, \$524,617 was insured by Federal depository insurance, \$384,142 was collateralized by securities pledged by the ROE's financial institution that were held by the financial institution's agent but not in the name of the ROE, and \$19,695 was uncollateralized.

Investments

As of June 30, 2011, the ROE had investments with carrying and fair values as follows:

Investment Type	Carrying Amount	Fair Value
Illinois Funds Money Market	\$ 21,761	\$ 21,761
Illinois Funds Money Market	5	5
	\$ 21,766	\$ 21,766

Credit Risk

At June 30, 2011, the Illinois Funds Money Market Fund had a Standard and Poor's AAAM rating. The pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. Although not subject to direct regulatory oversight, the fund is administered by the Illinois State Treasurer in accordance with the provisions of the Illinois Public Funds Investments Act, 30 ILCS 235.

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 investments and while maintaining immediate access to the funds. The investment policy of the Illinois Funds Money Market Funds states that a minimum of 75% of its investments shall have less than one-year maturity and no investment shall exceed two years maturity.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 3 - CAPITAL ASSETS

A summary of changes in capital assets for the year ended June 30, 2011 is as follows:

	Balance July 1, 2010	Additions	Retirements	Balance June 30, 2011
Equipment	\$ 20,966	\$ -	\$ -	\$ 20,966
Less: accumulated depreciation	20,966	-	-	20,966
Capital assets, net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE 4 - DUE FROM (TO) OTHER GOVERNMENTAL UNITS

The ROE's Governmental, Proprietary, and Fiduciary Funds have funds due from/to the following government agencies:

DUE FROM OTHER GOVERNMENTAL UNITS

Boone/Winnebago Counties Regional Office of Education No. 4	\$ 56,927
Bureau/Henry/Stark Regional Office of Education No. 28	5
Woodford County	2,466
Illinois State Board of Education	287,568
Local school districts	4,614
State of Illinois	340
Total	<u>\$ 351,920</u>

DUE TO OTHER GOVERNMENTAL UNITS

Local school districts	\$ 34,082
Local school districts (Fiduciary funds)	19,538
Total	<u>\$ 53,620</u>

NOTE 5 - INTERFUND TRANSACTIONS

(a) Transfers From/To Other Funds

The composition of interfund transfers for the year ended June 30, 2011 is as follows:

Fund	Transfers-in	Transfers-out
Education Fund – ROE/ISC Operations	\$ 43,563	\$ -
General Fund - Title II Teacher Quality (from Schools)	-	9,325
Proprietary Funds – Workshop	9,325	43,563
Total	<u>\$ 52,888</u>	<u>\$ 52,888</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 5 - INTERFUND TRANSACTIONS

(b) Due From/To Other Funds

The following is a summary of amounts due from/to other funds as of June 30, 2011:

Fund	Due From	Due To
ROE/ISC Operations	\$ -	\$ 56,730
Regional Safe Schools	-	48,054
Truants Alternative Programs	-	42,947
WIA Youth Activities	-	6,882
Learning Technology Center	-	23,371
Beginning Teachers Induction Pilot Program	-	36,742
ARRA - Title 1 School Improvement	-	74,915
System of Support	-	13,056
General State Aid	302,697	-
Total	<u>\$ 302,697</u>	<u>\$ 302,697</u>

These interfund loans were necessitated by the State not timely paying its obligations to the ROE (or other entities which in turn paid the ROE). Each of these interfund loans were repaid by the end of September 2011.

NOTE 6 - RETIREMENT PLANS

The ROE's employees are covered under the Illinois Municipal Retirement Fund. Contributions to the Fund are made by the ROE through grant monies on behalf of the ROE staff employees and grant coordinators. Employees paid by LaSalle County also participate in the Illinois Municipal Retirement Fund and those contributions are paid by LaSalle County. Participation is required for all ROE employees who:

- a. Occupy a job normally requiring 1,000 hours or more per year or 600 hours or more per year for employees who worked for any IMRF employer prior to January 1, 1982;
- b. Are paid on a regular payroll from County or ROE funds;
- c. Were under age sixty when first entering employment; and
- d. Are not covered by another State created retirement system for the same service.

Employees not qualifying above are considered as "nonparticipating employees" and are covered under Social Security.

The Regional Superintendent and Assistant Regional Superintendent of the ROE are paid by the State of Illinois and participate in the Teachers Retirement System.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 6 - RETIREMENT PLANS (continued)

Illinois Municipal Retirement Fund

Plan Description

The ROE's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The ROE's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained on-line at www.imrf.org.

Funding Policy

As set by statute, the ROE's Regular plan members are required to contribute 4.50% of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2010 was 11.75%. The ROE also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost

The required contribution for calendar year 2010 was \$40,831

THREE - YEAR TREND INFORMATION

Calendar Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/10	\$ 40,831	100%	\$ -
12/31/09	27,896	100%	-
12/31/08	27,054	100%	-

The required contribution for 2010 was determined as part of the December 31, 2008 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2008 included (a) 7.50% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the ROE's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The ROE's Regular plan's unfunded actuarial accrued liability at December 31, 2008 is being amortized as a level percentage of projected payroll on an open 10 year basis.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 6 - RETIREMENT PLANS (continued)

Funded Status and Funding Progress

As of December 31, 2010, the most recent actuarial valuation date, the regular plan was 89.93 percent funded. The actuarial accrued liability for benefits was \$756,519 and the actuarial value of assets was \$680,371, resulting in an underfunded actuarial accrued liability (UAAL) of \$76,148. The covered payroll for the calendar year 2010 (annual payroll of active employees covered by the plan) was \$347,496 and the ratio of the UAAL to the covered payroll was 22 percent.

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

Teachers' Retirement System of the State of Illinois

The ROE participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by 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 the primary responsibility for funding the plan, but contributions from participating employers and members are also required. The TRS Board of Trustees is responsible for the system's administration.

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2011, was 9.4 percent of creditable earnings. The same contribution rate applies to members whose first contributing service is on or after Jan. 1, 2011, the effective date of the benefit changes contained in Public Act 96-0889. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer. The active member contribution rate was also 9.4 percent for the years ended June 30, 2010 and 2009.

The state of Illinois makes contributions directly to TRS on behalf of the ROE's TRS-covered employees.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 6 - RETIREMENT PLANS (continued)

- **On-behalf Contributions to TRS.** The State of Illinois makes employer pension contributions on behalf of the ROE. For the year ended June 30, 2011, the State of Illinois contributions were based on 23.10 percent of creditable earnings not paid from federal funds, and the ROE recognized revenue and expenditures of \$53,666 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2010 and June 30, 2009, the State of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 23.38 percent (\$59,524) and 17.08 percent (\$38,154) respectively.
- The ROE makes other types of employer contributions directly to TRS.
- **2.2 Formula Contributions.** Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2011 were \$1,439. Contributions for the years ended June 30, 2010, and June 30, 2009, were \$1,500 and \$1,296, respectively.
- **Federal and Special Trust Fund Contributions.** When TRS members are paid from federal and special trust funds administered by the ROE, there is a statutory requirement for the ROE 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 special trust funds will be the same as the state contribution rate to TRS.

For the year ended June 30, 2011, the employer pension contribution was 23.10 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2010 and 2009, the employer contribution was 23.38 and 17.08 percent of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2011, salaries totaling \$15,757 were paid from federal and special trust funds that required employer contributions of \$3,640. For the years ended June 30, 2010 and June 30, 2009, required ROE contributions were \$952 and \$1,549, respectively.

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

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

For the year ended June 30, 2011, the ROE paid \$0 to TRS for employer contributions under the ERO programs. For the years ended June 30, 2010 and 2009, the ROE paid \$0 in employer ERO contributions.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 6 - RETIREMENT PLANS (continued)

- **Salary Increases Over 6 Percent and Excess Sick Leave.**

- If an employer grants salary increases over 6 percent and those salaries are used to calculate a retiree's final average salary, the employer makes a contribution to TRS. The contribution will cover the difference in actuarial cost of the benefit based on actual salary increases and the benefit based on salary increases of up to 6 percent.

For the year ended June 30, 2011, the ROE paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent. For the years ended June 30, 2010 and June 30, 2009, the ROE did not have any payments to TRS for employer contributions due on salary increases in excess of 6 percent.

- If an employer grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, the employer 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 (18.03 percent of salary during the year ended June 30, 2011 as recertified pursuant to Public Act 96-1511).

For the year ended June 30, 2011, the ROE paid \$0 to TRS for sick leave days granted in excess of the normal annual allotment. For the years ended June 30, 2010 and June 30, 2009, the ROE did not have any payments to TRS for sick leave days granted in excess of the normal annual allotment.

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, 2010. The report for the year ended June 30, 2011 is expected to be available in late 2011.

The reports may be obtained by writing to the Teachers' Retirement System of the State of Illinois, 2815 West Washington Street, Springfield, IL 62794-9253. The most current report is also available on the TRS web site at trs.illinois.gov.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS

- **Plan Description**

In addition to providing the pension benefits described, the Roe provides postemployment health care benefits (OPEB) for retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the ROE and can be amended by the ROE through its personnel manual, except for the implicit subsidy which is governed by the State Legislature and Illinois Compiled Statutes. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the ROE governmental funds.

- **Benefits Provided**

The ROE provides continued health insurance coverage at the blended employer rate to all eligible retirees in accordance with the Illinois Compiled Statutes, which creates an implicit subsidy of retiree health insurance. To be eligible for benefits, an employee must qualify for retirement under the ROE retirement plan. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the retiree is no longer eligible to participate in the plan, but can purchase a Medicare supplement plan from the ROE's insurance provider.

- **Membership**

At July 1, 2010 membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits	-
Terminated Employees Entitled to Benefits but not yet Receiving Them	-
Active Employees	2
TOTAL	2
Participating Employers	1

- **Funding Policy**

The ROE is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement. Retirees are responsible for paying their own premiums.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (continued)

- **Annual OPEB Costs and Net OPEB Obligation**

The ROE first had an actuarial valuation performed for the plan as of July 1, 2009 to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended June 30, 2010. The ROE's annual OPEB cost (expense) \$1,077 is \$1 more than the ARC for the fiscal year. The ROE's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for fiscal year 2011 were as follows (information for the year ending June 30, 2009 is not available as an actuarial valuation was performed for the first time as of July 1, 2009):

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2011	\$ 1,077	\$ 71	7%	\$ 1,990
June 30, 2010	\$ 1,008	\$ 24	2%	\$ 984

The net OPEB obligation as of July 1, 2010, was calculated as follows:

Annual Required Contribution	\$ 1,076
Interest on Net OPEB Obligation	39
Adjustment to Annual Required Contribution	<u>(38)</u>
Annual OPEB Cost	1,077
Contributions Made	<u>71</u>
Increase in Net OPEB Obligation	1,006
Net OPEB Obligation Beginning of Year	<u>984</u>
Net OPEB Obligation at End of Year	<u><u>\$ 1,990</u></u>

- **Funded Status and Funding Progress.**

The funded status of the plan as of July 1, 2010 was as follows:

Actuarial Accrued Liability (AAL)	\$ 8,976
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	8,976
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.0%
Covered Payroll (Active Plan Members)	\$ 97,676
UAAL as a Percentage of Covered Payroll	9.2%

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (continued)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2009, actuarial valuation, the unit credit cost method was used. The actuarial assumptions included a discount rate of 4.00% and an initial healthcare cost trend rate of 11.00% with a ultimate healthcare inflation rate of 5.00% increase for 2019 and later years. Both rates include a 3.00% inflation assumption. The actuarial value of assets was not determined as the ROE has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized using a closed, level dollar method. The remaining amortization period at July 1, 2009 was 30 years.

Teacher Health Insurance Security Fund

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

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The Illinois Department of Healthcare and Family Services (HFS) and the Illinois Department of Central Management Services (CMS) administer the plan with the cooperation of TRS. The director of the HFS determines the rates and premiums for annuitants

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (continued)

and dependent beneficiaries and establishes the cost-sharing parameters. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to the TRS who are not employees of the State make a contribution to THIS.

The percentage of employer required contributions in the future will be determined by the director of Healthcare and Family Services and will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

- **On behalf contributions to THIS Fund**

The state of Illinois makes employer retiree health insurance contributions on behalf of the ROE. State contributions are intended to match contributions to THIS Fund from active members which were 0.88 percent of pay during the year ended June 30, 2011. State of Illinois contributions were \$2,183, and the ROE recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the year ended June 30, 2010 was .84 percent of pay. State contributions on behalf of the ROE employees were \$2,173. Had the ROE recognized revenue and expenditures for State contributions intended to match active member contributions during the year ended June 30, 2009 under the current standards, the contribution match would have been .84 percent of pay or \$1,876.

- **Employer contributions to THIS Fund**

The ROE also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.66 percent during the years ended June 30, 2011, and 0.63 percent for the years ended June 30, 2010 and June 30, 2009. For the year ended June 30, 2011, the ROE paid \$1,637 to the THIS Fund. For the years ended June 30, 2010 and June 30, 2009, the ROE paid \$1,630 and \$1,407 to the THIS Fund, respectively, which was 100 percent of the required contributions.

Further information on THIS Fund

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

NOTE 8 - COMMON BANK ACCOUNT

The ROE maintains several bank accounts. The various funds of the ROE are comingled in these accounts but accounted for in separate funds.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 9 - INTEREST ON DISTRIBUTIVE FUND

Interest earned on distributive fund receipts is transferred after the end of each fiscal year to the General Fund by the written consent of all affected school boards and other entities. The funds are utilized by the Regional Superintendent to purchase computer equipment, develop in-service activities and other innovative programs, as well as assist with the necessary operating expenses of the ROE office.

NOTE 10 – ON-BEHALF PAYMENTS FOR SALARIES AND BENEFITS

The salaries and benefits of the Superintendent and Assistant Superintendent of the ROE are paid for by the State of Illinois. Teachers Retirement System (TRS) contributions for the Superintendent, Assistant Superintendent, and qualifying employees of the ROE are paid by the State of Illinois, in accordance with applicable State of Illinois Law.

The breakdown of the State of Illinois on-behalf payments is as follows:

Regional Superintendent salary	\$ 100,762
Regional Superintendent benefits (includes State paid insurance)	20,944
Assistant Regional Superintendent salary	83,129
Assistant Regional Superintendent benefits (includes State paid insurance)	4,834
TRS & THIS contributions	98,328
Total on-behalf payments	\$ 307,997

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

One coordinator and seven teachers' salaries and benefits were paid by the ROE. The State made contributions of \$53,666 to TRS on-behalf of those employees. The State also made contributions of \$2,183 to THIS on-behalf of those employees. Those amounts have been included above as "TRS & THIS contributions".

Salaries and benefits of five ROE employees are paid for by LaSalle County. There are two Truant Officers and three clerical personnel.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 10 – ON-BEHALF PAYMENTS FOR SALARIES AND BENEFITS (continued)

The breakdown of the LaSalle County on-behalf payments is as follows:

Truant Officer salaries	\$	82,626
Truant Officer benefits		39,215
Clerical salaries		105,372
Clerical benefits		53,363
Total on-behalf payments	\$	280,576

Salary and benefit data for the Truant Officers and the clerical staff were calculated based on data provided by LaSalle County Board.

NOTE 11 – NEGATIVE FUND BALANCES

The negative fund balances in Truants Alternative Programs, Regional Safe Schools, Learning Technology Center, Beginning Teachers Induction Pilot Program, and the ROE/ISC Operation programs will be resolved when the State of Illinois pays their contracted amounts to the ROE. The negative fund balance in System of Support will be resolved when Boone/Winnebago Regional Office of Education No. 4 pays their contracted amount to the ROE. Each of these deficits were the result of revenue that was deferred due to failure to meet the availability criteria.

NOTE 12 – PRIOR PERIOD ADJUSTMENT

On July 1, 2010 the ROE adopted GASB Statement No. 54. This standard required the ROE to reclassify certain accounts within its governmental funds in order to comply with requirements of the standard. This standard also required the ROE to apply the provisions retroactively by restating the fund balance for all prior periods presented. The following accounts and their fund balances were reclassified from the funds indicated:

<u>Account</u>	<u>June 30, 2010</u> <u>Fund Balance</u>	<u>From Fund</u>	<u>To Fund</u>
	<u>Amount</u>		
ROE/ISC Operations	\$ (40,886)	General Fund	Education Fund
RSSP Student	1,200	Education Fund	General Fund
Principal Mentoring	4,475	Education Fund	General Fund
Title II – Teacher Quality (from Schools)	20,695	Education Fund	General Fund
Hazard Safety Reimbursement	1,460	Education Fund	General Fund
General State Aid	322,628	Education Fund	General Fund

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2011**

**ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF FUNDING PROGRESS**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/10	\$ 680,371	\$756,519	\$ 76,148	89.93%	\$347,496	21.91%
12/31/09	\$ 601,661	\$711,466	\$109,805	84.57%	\$353,119	31.10%
12/31/08	\$ 536,889	\$626,432	\$ 89,543	85.71%	\$348,191	25.72%

**OTHER POSTEMPLOYMENT BENEFITS
SCHEDULE OF FUNDING PROGRESS**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/10	\$ -	\$ 8,976	\$ 8,976	0.00%	97,676	9.20%
7/1/09	\$ -	\$ 6,985	\$ 6,985	0.00%	96,426	7.24%

SUPPLEMENTARY INFORMATION

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GENERAL FUND
COMBINING SCHEDULE OF ACCOUNTS
JUNE 30, 2011

SCHEDULE 1

	<u>General</u>	<u>RSSP Student</u>	<u>Principal Mentoring</u>	<u>Title II - Teacher Quality (from Schools)</u>	<u>Hazard Safety Reimbursement</u>	<u>General State Aid</u>	<u>Total</u>
ASSETS							
Cash and cash equivalents	\$ 84,085	\$ -	\$ 3,202	\$ 31,365	\$ 1,462	\$ 36,265	\$ 156,379
Investments	221,284	-	-	-	-	-	221,284
Accounts receivable	261	-	1,500	-	-	-	1,761
Prepaid expenses	-	-	-	-	-	951	951
Due from other funds	-	-	-	-	-	302,697	302,697
Due from other governmental units	-	600	-	-	-	44	644
TOTAL ASSETS	<u>\$ 305,630</u>	<u>\$ 600</u>	<u>\$ 4,702</u>	<u>\$ 31,365</u>	<u>\$ 1,462</u>	<u>\$ 339,957</u>	<u>\$ 683,716</u>
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable and accrued expenses	\$ 588	\$ -	\$ -	\$ 83	\$ -	\$ 13,473	\$ 14,144
Deferred revenues	-	-	1,500	-	-	-	1,500
Total liabilities	<u>588</u>	<u>-</u>	<u>1,500</u>	<u>83</u>	<u>-</u>	<u>13,473</u>	<u>15,644</u>
FUND BALANCES							
Nonspendable	-	-	-	-	-	951	951
Assigned	-	600	3,202	31,282	-	-	35,084
Unassigned	305,042	-	-	-	1,462	325,533	632,037
Total Fund Balance	<u>305,042</u>	<u>600</u>	<u>3,202</u>	<u>31,282</u>	<u>1,462</u>	<u>326,484</u>	<u>668,072</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 305,630</u>	<u>\$ 600</u>	<u>\$ 4,702</u>	<u>\$ 31,365</u>	<u>\$ 1,462</u>	<u>\$ 339,957</u>	<u>\$ 683,716</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GENERAL FUND ACCOUNTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 2

	General	RSSP Student	Principal Mentoring	Title II - Teacher Quality (from Schools)	Hazard Safety Reimbursement	General State Aid	Total
REVENUES							
State sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 266,345	\$ 266,345
Local sources							
Fees for services	9,371	46,800	860	29,610	-	147	86,788
Interest	9,342	5	2	30	2	1,318	10,699
Total revenues	18,713	46,805	862	29,640	2	267,810	363,832
EXPENDITURES							
Salaries	3,019	38,101	-	1,408	-	166,546	209,074
Benefits	559	9,304	-	273	-	40,454	50,590
Purchased services	12,346	-	2,135	1,557	-	49,735	65,773
Supplies and materials	5,690	-	-	-	-	5,428	11,118
Capital expenditures	-	-	-	-	-	515	515
Miscellaneous	4,488	-	-	-	-	506	4,994
Payments to other governmental units	4,000	-	-	6,490	-	770	11,260
Total expenditures	30,102	47,405	2,135	9,728	-	263,954	353,324
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(11,389)	(600)	(1,273)	19,912	2	3,856	10,508
OTHER FINANCING USES							
Transfers out	-	-	-	(9,325)	-	-	(9,325)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING USES OVER (UNDER) EXPENDITURES	(11,389)	(600)	(1,273)	10,587	2	3,856	1,183
FUND BALANCES, BEGINNING OF YEAR	316,431	1,200	4,475	20,695	1,460	322,628	666,889
FUND BALANCES, END OF YEAR	\$ 305,042	\$ 600	\$ 3,202	\$ 31,282	\$ 1,462	\$ 326,484	\$ 668,072

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND
 COMBINING SCHEDULE OF ACCOUNTS
 JUNE 30, 2011

SCHEDULE 3

	McKinney Education for Homeless Children	Regional Safe Schools	Truants Alternative Programs	ROE/ISC Operations	WIA Youth Activities	Learning Technology Center	Beginning Teachers Induction Pilot Program
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable	-	-	-	139	6,882	-	-
Prepaid expenses	-	-	-	2,340	-	-	-
Due from other governmental units	-	48,054	42,947	55,806	-	23,371	36,977
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 48,054</u>	<u>\$ 42,947</u>	<u>\$ 58,285</u>	<u>\$ 6,882</u>	<u>\$ 23,371</u>	<u>\$ 36,977</u>
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	934	\$ -	\$ -	\$ 235
Due to other funds	-	48,054	42,947	56,730	6,882	23,371	36,742
Due to other governmental units	-	-	-	-	-	-	-
Deferred revenues	-	16,018	13,501	18,602	-	7,795	27,977
Total liabilities	<u>-</u>	<u>64,072</u>	<u>56,448</u>	<u>76,266</u>	<u>6,882</u>	<u>31,166</u>	<u>64,954</u>
FUND BALANCES (DEFICIT)							
Nonspendable	-	-	-	2,340	-	-	-
Restricted	-	-	-	-	-	-	-
Unassigned	-	(16,018)	(13,501)	(20,321)	-	(7,795)	(27,977)
Total Fund Balances (Deficit)	<u>-</u>	<u>(16,018)</u>	<u>(13,501)</u>	<u>(17,981)</u>	<u>-</u>	<u>(7,795)</u>	<u>(27,977)</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ -</u>	<u>\$ 48,054</u>	<u>\$ 42,947</u>	<u>\$ 58,285</u>	<u>\$ 6,882</u>	<u>\$ 23,371</u>	<u>\$ 36,977</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND
 COMBINING SCHEDULE OF ACCOUNTS
 JUNE 30, 2011

SCHEDULE 3
 (CONTINUED)

	Reading First	Gifted ROE #35	Gifted ROE #43	ARRA - Title 1 School Improvement	ARRA - Ed Jobs Fund Program	System of Support	National School Breakfast Program
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 95
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
Due from other governmental units	-	-	-	82,670	-	56,927	-
TOTAL ASSETS	\$ -	\$ -	\$ -	\$ 82,670	\$ -	\$ 56,927	\$ 95
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ 7,500	\$ -	\$ 5,123	\$ -
Due to other funds	-	-	-	74,915	-	13,056	-
Due to other governmental units	-	-	-	255	-	33,607	-
Deferred revenues	-	-	-	-	-	15,529	-
Total liabilities	-	-	-	82,670	-	67,315	-
FUND BALANCES (DEFICIT)							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	95
Unassigned	-	-	-	-	-	(10,388)	-
Total Fund Balances (Deficit)	-	-	-	-	-	(10,388)	95
TOTAL LIABILITIES AND FUND BALANCES	\$ -	\$ -	\$ -	\$ 82,670	\$ -	\$ 56,927	\$ 95

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND
 COMBINING SCHEDULE OF ACCOUNTS
 JUNE 30, 2011

SCHEDULE 3
 (CONTINUED)

	National School Lunch Program	State Free Lunch & Breakfast Program	Breakfast Incentive	Total
ASSETS				
Cash and cash equivalents	\$ 441	\$ -	\$ 14	\$ 550
Accounts receivable	-	-	-	7,021
Prepaid expenses	-	-	-	2,340
Due from other governmental units	-	209	-	346,961
TOTAL ASSETS	<u>\$ 441</u>	<u>\$ 209</u>	<u>\$ 14</u>	<u>\$ 356,872</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ 13,792
Due to other funds	-	-	-	302,697
Due to other governmental units	-	-	-	33,862
Deferred revenues	-	-	-	99,422
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>449,773</u>
FUND BALANCES (DEFICIT)				
Nonspendable	-	-	-	2,340
Restricted	441	209	14	759
Unassigned	-	-	-	(96,000)
Total Fund Balances (Deficit)	<u>441</u>	<u>209</u>	<u>14</u>	<u>(92,901)</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 441</u>	<u>\$ 209</u>	<u>\$ 14</u>	<u>\$ 356,872</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND ACCOUNTS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 4

	McKinney Education for Homeless Children	Regional Safe Schools	Truants Alternative Programs	ROE/ISC Operations	WIA - Youth Activities	Learning Technology Center	Beginning Teachers Induction Pilot Program
REVENUES							
Federal sources	\$ 27,221	\$ -	\$ -	\$ -	\$ 27,182	\$ -	\$ -
State sources	-	132,700	101,065	133,905	-	59,881	74,471
Local sources							
Fees for services	-	-	16,466	-	-	-	-
Interest	3	-	1	-	-	-	-
On-behalf payments	-	39,366	121,840	427,268	99	-	-
Total revenues	<u>27,224</u>	<u>172,066</u>	<u>239,372</u>	<u>561,173</u>	<u>27,281</u>	<u>59,881</u>	<u>74,471</u>
EXPENDITURES							
Salaries	4,537	75,015	74,324	91,097	23,236	12,329	13,837
Benefits	882	18,578	22,641	17,115	3,189	2,394	2,405
Purchased services	20,805	860	453	39,957	421	22,253	49,427
Supplies and materials	1,000	1,656	-	2,822	336	585	17,329
Capital expenditures	-	-	-	756	-	5,280	-
Miscellaneous	-	-	-	2,816	-	-	-
Payments to other governmental units	-	-	-	-	-	-	-
On-behalf payments	-	39,366	121,840	427,268	99	-	-
Total expenditures	<u>27,224</u>	<u>135,475</u>	<u>219,258</u>	<u>581,831</u>	<u>27,281</u>	<u>42,841</u>	<u>82,998</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	36,591	20,114	(20,658)	-	17,040	(8,527)
OTHER FINANCING SOURCES							
Transfers in	-	-	-	43,563	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	-	36,591	20,114	22,905	-	17,040	(8,527)
FUND BALANCES (DEFICIT) , BEGINNING OF YEAR	-	(52,609)	(33,615)	(40,886)	-	(24,835)	(19,450)
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ -</u>	<u>\$ (16,018)</u>	<u>\$ (13,501)</u>	<u>\$ (17,981)</u>	<u>\$ -</u>	<u>\$ (7,795)</u>	<u>\$ (27,977)</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND ACCOUNTS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 4
 (CONTINUED)

	Reading First	Gifted ROE #35	Gifted ROE #43	ARRA - Title 1 School Improvement	ARRA - Ed Jobs Fund Program	System of Support	National School Breakfast Program
REVENUES							
Federal sources	\$ 2,243	\$ -	\$ -	\$ 120,000	\$ 24,251	\$ 157,791	\$ 6,978
State sources	-	22,883	18,520	-	-	-	-
Local sources							
Fees for services	-	-	-	-	-	-	-
Interest	-	2	3	2	-	2	-
On-behalf payments	-	-	-	-	-	-	-
Total revenues	<u>2,243</u>	<u>22,885</u>	<u>18,523</u>	<u>120,002</u>	<u>24,251</u>	<u>157,793</u>	<u>6,978</u>
EXPENDITURES							
Salaries	-	7,709	-	43,473	19,751	32,683	-
Benefits	-	1,483	-	5,006	4,500	957	-
Purchased services	1,702	7,188	6,776	63,592	-	81,217	8,022
Supplies and materials	541	6,505	11,747	3,887	-	2,165	-
Capital expenditures	-	-	-	4,044	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Payments to other governmental units	-	-	-	-	-	54,080	-
On-behalf payments	-	-	-	-	-	-	-
Total expenditures	<u>2,243</u>	<u>22,885</u>	<u>18,523</u>	<u>120,002</u>	<u>24,251</u>	<u>171,102</u>	<u>8,022</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-	-	(13,309)	(1,044)
OTHER FINANCING SOURCES							
Transfers in	-	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	-	-	-	-	-	(13,309)	(1,044)
FUND BALANCES (DEFICIT) , BEGINNING OF YEAR	-	-	-	-	-	2,921	1,139
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,388)</u>	<u>\$ 95</u>

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
EDUCATION FUND ACCOUNTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2011**

**SCHEDULE 4
(CONTINUED)**

	National School Lunch Program	State Free Lunch & Breakfast Program	Breakfast Incentive	Total
REVENUES				
Federal sources	\$ 11,008	\$ -	\$ -	\$ 376,674
State sources	-	919	14	544,358
Local sources				
Fees for services	-	-	-	16,466
Interest	1	-	-	14
On-behalf payments	-	-	-	588,573
Total revenues	<u>11,009</u>	<u>919</u>	<u>14</u>	<u>1,526,085</u>
EXPENDITURES				
Salaries	-	-	-	397,991
Benefits	-	-	-	79,150
Purchased services	12,178	595	-	315,446
Supplies and materials	-	-	-	48,573
Capital expenditures	-	-	-	10,080
Miscellaneous	-	-	-	2,816
Payments to other governmental units	-	-	-	54,080
On-behalf payments	-	-	-	588,573
Total expenditures	<u>12,178</u>	<u>595</u>	<u>-</u>	<u>1,496,709</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,169)	324	14	29,376
OTHER FINANCING SOURCES				
Transfers in	-	-	-	43,563
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	(1,169)	324	14	72,939
FUND BALANCES (DEFICIT) , BEGINNING OF YEAR	<u>1,610</u>	<u>(115)</u>	<u>-</u>	<u>(165,840)</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ 441</u>	<u>\$ 209</u>	<u>\$ 14</u>	<u>\$ (92,901)</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND ACCOUNTS
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 5

	McKinney Education for Homeless Children			Regional Safe Schools - FY 11			Regional Safe Schools - FY 10 *		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
			Favorable (Unfavorable)			Favorable (Unfavorable)			Favorable (Unfavorable)
REVENUE									
Federal sources	\$ 27,221	\$ 27,221	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	96,109	80,091	(16,018)	157,825	52,609	(105,216)
Local sources									
Fees for services	-	-	-	-	-	-	-	-	-
Interest	-	3	3	-	-	-	-	-	-
On-behalf payments	-	-	-	-	39,366	39,366	-	-	-
Total revenue	<u>27,221</u>	<u>27,224</u>	<u>3</u>	<u>96,109</u>	<u>119,457</u>	<u>23,348</u>	<u>157,825</u>	<u>52,609</u>	<u>(105,216)</u>
EXPENDITURES									
Salaries	5,134	4,537	597	74,033	75,015	(982)	112,521	-	112,521
Benefits	1,027	882	145	18,663	18,578	85	23,799	-	23,799
Purchased services	20,060	20,805	(745)	1,757	860	897	19,740	-	19,740
Supplies and materials	1,000	1,000	-	1,656	1,656	-	1,765	-	1,765
Capital outlay	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
On-behalf payments	-	-	-	-	39,366	(39,366)	-	-	-
Total expenditures	<u>27,221</u>	<u>27,224</u>	<u>(3)</u>	<u>96,109</u>	<u>135,475</u>	<u>(39,366)</u>	<u>157,825</u>	<u>-</u>	<u>157,825</u>
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(16,018)</u>	<u>\$ (16,018)</u>	<u>\$ -</u>	<u>52,609</u>	<u>\$ 52,609</u>
OTHER FINANCING SOURCES									
Transfers in	-	-	-	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUE AND OTHER FINANCING USES OVER (UNDER) EXPENDITURES									
					(16,018)			52,609	
FUND DEFICIT, BEGINNING OF YEAR								(52,609)	
FUND DEFICIT, END OF YEAR	<u>\$ -</u>			<u>\$ (16,018)</u>			<u>\$ -</u>		

* See prior year financial statements for additional actual amounts that were reported in FY 10.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND ACCOUNTS
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 5
 (CONTINUED)

	Truants Alternative Programs - FY 11			Truants Alternative Program FY 10 *			ROE/ISC Operations FY 11		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
			Favorable (Unfavorable)			Favorable (Unfavorable)			Favorable (Unfavorable)
REVENUE									
Federal sources	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -
State sources	80,951	67,450	(13,501)	100,823	33,615	(67,208)	111,621	93,019	(18,602)
Local sources									
Fees for services	-	16,466	16,466	-	-	-	-	-	-
Interest	-	1	1	-	-	-	-	-	-
On-behalf payments	-	121,840	121,840	-	-	-	-	427,268	427,268
Total revenue	80,951	205,757	124,806	100,823	33,615	(67,208)	111,621	520,287	408,666
EXPENDITURES									
Salaries	63,133	74,324	(11,191)	72,545	-	72,545	71,023	91,097	(20,074)
Benefits	16,273	22,641	(6,368)	18,925	-	18,925	14,309	17,115	(2,806)
Purchased services	1,545	453	1,092	8,853	-	8,853	24,138	39,957	(15,819)
Supplies and materials	-	-	-	500	-	500	1,373	2,822	(1,449)
Capital outlay	-	-	-	-	-	-	500	756	(256)
Miscellaneous	-	-	-	-	-	-	278	2,816	(2,538)
On-behalf payments	-	121,840	(121,840)	-	-	-	-	427,268	(427,268)
Total expenditures	80,951	219,258	(138,307)	100,823	-	100,823	111,621	581,831	(470,210)
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	<u>\$ -</u>	<u>(13,501)</u>	<u>\$ (13,501)</u>	<u>\$ -</u>	<u>33,615</u>	<u>33,615</u>	<u>\$ -</u>	<u>(61,544)</u>	<u>\$ (61,544)</u>
OTHER FINANCING SOURCES									
Transfers in		-			-			43,563	
EXCESS (DEFICIENCY) OF REVENUE AND OTHER FINANCING USES OVER (UNDER) EXPENDITURES		(13,501)			33,615			(17,981)	
FUND DEFICIT, BEGINNING OF YEAR		-			(33,615)			-	
FUND DEFICIT, END OF YEAR	<u>\$ (13,501)</u>			<u>\$ -</u>			<u>\$ (17,981)</u>		

* See prior year financial statements for additional actual amounts that were reported in FY 10.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND ACCOUNTS
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 5
 (CONTINUED)

	ROE/ISC Operations FY 10 *			Learning Technology Center FY 11			Learning Technology Center FY 10 *		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
			Favorable (Unfavorable)			Favorable (Unfavorable)			Favorable (Unfavorable)
REVENUE									
Federal sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	122,638	40,886	(81,752)	42,841	35,046	(7,795)	54,641	24,835	(29,806)
Local sources									
Fees for services	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
On-behalf payments	-	-	-	-	-	-	-	-	-
Total revenue	122,638	40,886	(81,752)	42,841	35,046	(7,795)	54,641	24,835	(29,806)
EXPENDITURES									
Salaries	71,258	-	71,258	9,649	12,329	(2,680)	20,555	-	20,555
Benefits	23,978	-	23,978	1,846	2,394	(548)	3,594	-	3,594
Purchased services	22,365	-	22,365	26,040	22,253	3,787	30,300	-	30,300
Supplies and materials	3,800	-	3,800	276	585	(309)	192	-	192
Capital outlay	1,000	-	1,000	5,030	5,280	(250)	-	-	-
Miscellaneous	237	-	237	-	-	-	-	-	-
On-behalf payments	-	-	-	-	-	-	-	-	-
Total expenditures	122,638	-	122,638	42,841	42,841	-	54,641	-	54,641
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	<u>\$ -</u>	<u>40,886</u>	<u>\$ 40,886</u>	<u>\$ -</u>	<u>(7,795)</u>	<u>\$ (7,795)</u>	<u>\$ -</u>	<u>24,835</u>	<u>\$ 24,835</u>
OTHER FINANCING SOURCES									
Transfers in		-			-			-	
EXCESS (DEFICIENCY) OF REVENUE AND OTHER FINANCING USES OVER (UNDER) EXPENDITURES		40,886			(7,795)			24,835	
FUND DEFICIT, BEGINNING OF YEAR		(40,886)			-			(24,835)	
FUND DEFICIT, END OF YEAR		<u>\$ -</u>			<u>\$ (7,795)</u>			<u>\$ -</u>	

* See prior year financial statements for additional actual amounts that were reported in FY 10.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND ACCOUNTS
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 5
 (CONTINUED)

	Beginning Teachers Induction Program FY 11/12			Pilot	Beginning Teachers Induction Pilot Program FY 10/11 *			Reading First FY 10/11 *		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance	
			Favorable (Unfavorable)			Favorable (Unfavorable)			Favorable (Unfavorable)	
REVENUE										
Federal sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,735	\$ 2,243	\$ (12,492)	
State sources	46,786	15,750	(31,036)	58,721	58,721	-	-	-	-	
Local sources										
Fees for services	-	-	-	-	-	-	-	-	-	
Interest	-	-	-	-	-	-	-	-	-	
On-behalf payments	-	-	-	-	-	-	-	-	-	
Total revenue	46,786	15,750	(31,036)	58,721	58,721	-	14,735	2,243	(12,492)	
EXPENDITURES										
Salaries	8,089	6,041	2,048	13,969	7,796	6,173	2,073	-	2,073	
Benefits	961	1,056	(95)	2,881	1,349	1,532	662	-	662	
Purchased services	37,401	36,253	1,148	26,876	13,174	13,702	11,150	1,702	9,448	
Supplies and materials	335	377	(42)	14,995	16,952	(1,957)	850	541	309	
Capital outlay	-	-	-	-	-	-	-	-	-	
Miscellaneous	-	-	-	-	-	-	-	-	-	
On-behalf payments	-	-	-	-	-	-	-	-	-	
Total expenditures	46,786	43,727	3,059	58,721	39,271	19,450	14,735	2,243	12,492	
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	<u>\$ -</u>	<u>(27,977)</u>	<u>\$ (27,977)</u>	<u>\$ -</u>	<u>19,450</u>	<u>\$ 19,450</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	
OTHER FINANCING SOURCES										
Transfers in		-			-			-		
EXCESS (DEFICIENCY) OF REVENUE AND OTHER FINANCING USES OVER (UNDER) EXPENDITURES		<u>(27,977)</u>			<u>19,450</u>			<u>-</u>		
FUND DEFICIT, BEGINNING OF YEAR		<u>-</u>			<u>(19,450)</u>			<u>-</u>		
FUND DEFICIT, END OF YEAR		<u>\$ (27,977)</u>			<u>\$ -</u>			<u>\$ -</u>		

* See prior year financial statements for additional actual amounts that were reported in FY 10.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND ACCOUNTS
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 5
 (CONTINUED)

	Gifted ROE #35 FY 10/11 *			Gifted ROE #43 FY 10/11 *			ARRA - Title 1 School Improvement		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
			Favorable (Unfavorable)			Favorable (Unfavorable)			Favorable (Unfavorable)
REVENUE									
Federal sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 120,000	\$ 120,000	\$ -
State sources	78,161	22,883	(55,278)	60,059	18,520	(41,539)	-	-	-
Local sources									
Fees for services	-	-	-	-	-	-	-	-	-
Interest	-	2	2	-	3	3	-	2	2
On-behalf payments	-	-	-	-	-	-	-	-	-
Total revenue	<u>78,161</u>	<u>22,885</u>	<u>(55,276)</u>	<u>60,059</u>	<u>18,523</u>	<u>(41,536)</u>	<u>120,000</u>	<u>120,002</u>	<u>2</u>
EXPENDITURES									
Salaries	23,394	7,709	15,685	16,106	-	16,106	47,124	43,473	3,651
Benefits	1,514	1,483	31	894	-	894	5,913	5,006	907
Purchased services	42,201	7,188	35,013	34,111	6,776	27,335	59,963	63,592	(3,629)
Supplies and materials	11,052	6,505	4,547	8,948	11,747	(2,799)	3,200	3,887	(687)
Capital outlay	-	-	-	-	-	-	3,800	4,044	(244)
Miscellaneous	-	-	-	-	-	-	-	-	-
On-behalf payments	-	-	-	-	-	-	-	-	-
Total expenditures	<u>78,161</u>	<u>22,885</u>	<u>55,276</u>	<u>60,059</u>	<u>18,523</u>	<u>41,536</u>	<u>120,000</u>	<u>120,002</u>	<u>(2)</u>
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
OTHER FINANCING SOURCES									
Transfers in	-	-	-	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUE AND OTHER FINANCING USES OVER (UNDER) EXPENDITURES	-	-	-	-	-	-	-	-	-
FUND DEFICIT, BEGINNING OF YEAR	-	-	-	-	-	-	-	-	-
FUND DEFICIT, END OF YEAR	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>

* See prior year financial statements for additional actual amounts that were reported in FY 10.

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2011**

SCHEDULE 6

	General Educational Development	School Bus Driver Training	Annexation and Sales Petition	Total
ASSETS				
Cash and cash equivalents	\$ 5,702	\$ 1,961	\$ 2,040	\$ 9,703
Investments	22,740	13,130	-	35,870
Accounts receivable	-	282	-	282
Due from other governmental units	340	48	-	388
TOTAL ASSETS	\$ 28,782	\$ 15,421	\$ 2,040	\$ 46,243
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable and accrued expenses	\$ -	\$ 146	\$ -	\$ 146
Due to other governmental units	220	-	-	220
Deferred Revenue	140	-	-	140
Total liabilities	360	146	-	506
FUND BALANCES				
Restricted	28,422	15,275	2,040	45,737
TOTAL LIABILITIES AND FUND BALANCES	\$ 28,782	\$ 15,421	\$ 2,040	\$ 46,243

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2011**

SCHEDULE 7

	General Educational Development	School Bus Driver Training	Annexation and Sales Petition	Total
REVENUES				
State sources	\$ -	\$ 1,191	\$ -	\$ 1,191
Local sources				
Fees for services	14,412	3,270	-	17,682
Interest	167	105	2	274
Total revenues	<u>14,579</u>	<u>4,566</u>	<u>2</u>	<u>19,147</u>
EXPENDITURES				
Salaries	-	571	-	571
Benefits	-	111	-	111
Purchased services	3,797	2,209	129	6,135
Supplies and materials	2,535	256	-	2,791
Miscellaneous	175	-	-	175
Total expenditures	<u>6,507</u>	<u>3,147</u>	<u>129</u>	<u>9,783</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	8,072	1,419	(127)	9,364
FUND BALANCES, BEGINNING OF YEAR	<u>20,350</u>	<u>13,856</u>	<u>2,167</u>	<u>36,373</u>
FUND BALANCES, END OF YEAR	<u>\$ 28,422</u>	<u>\$ 15,275</u>	<u>\$ 2,040</u>	<u>\$ 45,737</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2011

SCHEDULE 8

	Regional Safe School Meals	American College Testing Student Fees	Excellence in Education	Technology Local Fees	Administrator's Academy	ParaPro	Criminal Background Investigation	Total
ASSETS								
Cash and cash equivalents	\$ 1,915	\$ 548	\$ 2,409	\$ 13,858	\$ 58,089	\$ 2,658	\$ 3,297	\$ 82,774
Investments	-	-	24,115	-	-	-	-	24,115
Accounts receivable	20	-	-	-	-	-	375	395
Due from other governmental units	-	-	-	-	250	-	5	255
TOTAL ASSETS	1,935	548	26,524	13,858	58,339	2,658	3,677	107,539
LIABILITIES								
Accounts payable and accrued expenses	-	-	-	-	-	225	133	358
Deferred revenues	-	-	-	-	900	-	-	900
TOTAL LIABILITIES	-	-	-	-	900	225	133	1,258
NET ASSETS								
Unrestricted	<u>\$ 1,935</u>	<u>\$ 548</u>	<u>\$ 26,524</u>	<u>\$ 13,858</u>	<u>\$ 57,439</u>	<u>\$ 2,433</u>	<u>\$ 3,544</u>	<u>\$ 106,281</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF REVENUE, EXPENSES,
AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 9

	Regional Safe School Meals	American College Testing Student Fees	Excellence in Education	Technology Local Fees	Administrator's Academy	ParaPro	Criminal Background Investigation	Total
OPERATING REVENUE								
Fees for services	\$ 1,874	\$ 9,020	\$ 12,865	\$ -	\$ 26,205	\$ 2,640	\$ 9,838	\$ 62,442
OPERATING EXPENSES								
Salaries	-	-	-	5,065	9,940	-	2,270	17,275
Benefits	-	-	-	985	1,933	-	174	3,092
Purchased services	-	5,060	9,985	-	5,498	-	7,832	28,375
Supplies and materials	-	3,473	4,059	-	146	1,575	-	9,253
Capital expenditures	-	-	-	979	-	-	-	979
Miscellaneous	-	-	1,925	-	-	-	-	1,925
Total operating expenses	-	8,533	15,969	7,029	17,517	1,575	10,276	60,899
OPERATING INCOME (LOSS)	1,874	487	(3,104)	(7,029)	8,688	1,065	(438)	1,543
NONOPERATING REVENUE								
Interest	1	3	257	16	48	2	3	330
CHANGE IN NET ASSETS	1,875	490	(2,847)	(7,013)	8,736	1,067	(435)	1,873
NET ASSETS, BEGINNING OF YEAR	60	58	29,371	20,871	48,703	1,366	3,979	104,408
NET ASSETS, END OF YEAR	\$ 1,935	\$ 548	\$ 26,524	\$ 13,858	\$ 57,439	\$ 2,433	\$ 3,544	\$ 106,281

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 10

	Regional Safe School Meals	American College Testing Student Fees	Excellence in Education	Technology Local Fees	Administrators' Academy	ParaPro	Criminal Background Investigation	Total
CASH FLOWS FROM OPERATING ACTIVITIES:								
Receipts for workshops and services	\$ 1,858	\$ 9,020	\$ 12,874	\$ -	\$ 28,235	\$ 2,640	\$ 10,431	\$ 65,058
Payments to employees	-	-	-	(5,065)	(9,940)	-	(2,270)	(17,275)
Payments to suppliers	-	(8,533)	(15,969)	(1,964)	(7,577)	(1,575)	(7,922)	(43,540)
Net cash provided by (used in) operating activities	1,858	487	(3,095)	(7,029)	10,718	1,065	239	4,243
CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES:								
Repayments of loans from other funds	-	-	-	-	46,138	-	-	46,138
Net cash provided by non capital financing activities	-	-	-	-	46,138	-	-	46,138
CASH FLOWS FROM INVESTING ACTIVITIES:								
Proceeds from Investments	-	-	4,745	-	-	-	-	4,745
Interest	1	3	257	16	48	2	3	330
Net cash provided by investing activities	1	3	5,002	16	48	2	3	5,075
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,859	490	1,907	(7,013)	56,904	1,067	242	55,456
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	56	58	502	20,871	1,185	1,591	3,055	27,318
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 1,915	\$ 548	\$ 2,409	\$ 13,858	\$ 58,089	\$ 2,658	\$ 3,297	\$ 82,774
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:								
Operating income (loss)	\$ 1,874	\$ 487	\$ (3,104)	\$ (7,029)	\$ 8,688	\$ 1,065	\$ (438)	\$ 1,543
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:								
Effects of changes in assets and liabilities:								
Accounts receivable	(16)	-	9	-	-	-	158	151
Due from other governmental units	-	-	-	-	1,130	-	435	1,565
Accounts payable and accrued expenses	-	-	-	-	-	-	84	84
Deferred revenues	-	-	-	-	900	-	-	900
Net cash provided by (used in) operating activities	\$ 1,858	\$ 487	\$ (3,095)	\$ (7,029)	\$ 10,718	\$ 1,065	\$ 239	\$ 4,243

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
AGENCY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

SCHEDULE 11

	<u>Distributive</u>	<u>Payroll</u>	<u>MPW'S Teacher Quality Grant</u>	<u>Total</u>
ASSETS				
Cash and cash equivalents	<u>\$ 187</u>	<u>\$ 6</u>	<u>\$ 19,345</u>	<u>\$ 19,538</u>
LIABILITIES				
Due to other governmental units	<u>\$ 187</u>	<u>\$ 6</u>	<u>19,345</u>	<u>\$ 19,538</u>

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 FIDUCIARY FUNDS
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2011**

SCHEDULE 12

	<u>Balance July 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2011</u>
DISTRIBUTIVE				
ASSETS				
Cash and cash equivalents	\$ 665,696	\$ 16,489,504	\$ 17,155,013	\$ 187
LIABILITIES				
Due to other governmental units	\$ 665,696	\$ 16,489,504	\$ 17,155,013	\$ 187
PAYROLL				
ASSETS				
Cash and cash equivalents	16	820,571	820,581	6
LIABILITIES				
Due to other governmental units	16	820,571	820,581	6
MPW'S TEACHER QUALITY GRANT				
ASSETS				
Cash and cash equivalents	-	90,713	71,368	19,345
LIABILITIES				
Due to other governmental units	-	90,713	71,368	19,345
TOTAL - ALL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	\$ 665,712	\$ 17,400,788	\$ 18,046,962	\$ 19,538
LIABILITIES				
Due to other governmental units	\$ 665,712	\$ 17,400,788	\$ 18,046,962	\$ 19,538

DISTRIBUTIVE FUND

SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2011

Program	Code	Allen Otter Creek CC #65	Deer Park CC #82	Dimmick CC #175	Earlville Community #9
General State Aid	3001	\$ -	\$ -	\$ -	\$ -
Special Ed. - Private Facility Tuition	3100	24,729	-	-	17,122
Special Ed. - Extraordinary	3105	11,407	7,259	11,723	49,472
Special Ed. - Personnel	3110	9,568	7,375	6,845	50,303
Special Ed. - Orphanage - Individual	3120	-	-	-	-
Special Ed. - Summer School	3145	-	-	-	-
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	-	-	-
State Free Lunch & Breakfast	3360	-	-	-	-
School Breakfast Incentive	3365	-	-	-	-
Driver Education	3370	-	-	-	983
Transportation - Regular and Vocational	3500	54,139	22,859	25,696	48,587
Transportation - Special Education	3510	27,589	-	-	53,452
ROE School Bus Driver Training	3520	-	-	-	-
National Board Certification Incentives	3651	-	-	-	-
Truants Alternative/Optional Ed.	3695	-	-	-	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	-	-	-	-
Reading Improvement Block Grant	3715	4,053	-	4,889	13,723
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	-	-	-	-
ADA Safety and Educational Block Grant	3775	460	-	510	3,845
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
National School Lunch Program	4210	-	-	-	-
School Breakfast Program	4220	-	-	-	-
Fresh Fruits and Vegetables	4240	-	-	-	-
Title I - Low Income	4300	3,035	-	-	-
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed - Sp. Ed -IDEA - Flow through	4620	-	-	-	-
ARRA - Title I School Improvement & Acct	4854	-	-	-	-
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA - Education Jobs Fund Program	4880	-	-	-	-
Title II - Teacher Quality	4932	8,878	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 143,858	\$ 37,493	\$ 49,663	\$ 237,487

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 13
(CONTINUED)

Program	Code	Grand Ridge CC #95	Holy Family School	LaSalle County ROE	LaSalle County Treasurer
General State Aid	3001	\$ -	\$ -	\$ 266,345	\$ -
Special Ed. - Private Facility Tuition	3100	-	-	-	-
Special Ed. - Extraordinary	3105	34,784	-	-	-
Special Ed. - Personnel	3110	30,841	-	-	-
Special Ed. - Orphanage - Individual	3120	10,582	-	-	-
Special Ed. - Summer School	3145	-	-	-	-
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	-	-	-
State Free Lunch & Breakfast	3360	-	-	710	-
School Breakfast Incentive	3365	-	-	14	-
Driver Education	3370	-	-	-	-
Transportation - Regular and Vocational	3500	129,856	-	-	-
Transportation - Special Education	3510	4,704	-	-	-
ROE School Bus Driver Training	3520	-	-	1,191	-
National Board Certification Incentives	3651	-	-	-	-
Truants Alternative/Optional Ed.	3695	-	-	141,293	-
Regional Safe Schools	3696	-	-	205,880	-
Early Childhood - Block Grant	3705	-	-	-	-
Reading Improvement Block Grant	3715	12,746	-	-	-
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	-	-	137,577	-
ADA Safety and Educational Block Grant	3775	1,484	585	-	-
Technology - Learning Technology Centers	3780	-	-	74,111	-
Orphanage Tuition 18-3	3950	-	-	-	23,422
Teacher & Administrators Mentoring Program	3982	-	-	65,471	-
National School Lunch Program	4210	-	-	11,008	-
School Breakfast Program	4220	-	-	6,978	-
Fresh Fruits and Vegetables	4240	-	-	-	-
Title 1 - Low Income	4300	-	-	-	-
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed - Sp. Ed -IDEA - Flow through	4620	-	-	-	-
ARRA - Title I School Improvement & Acct	4854	-	-	37,330	-
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA - Education Jobs Fund Program	4880	-	-	24,251	-
Title II - Teacher Quality	4932	-	-	200	-
Interest Income	8801	-	-	1,103	-
TOTAL		\$ 224,997	\$ 585	\$ 973,462	\$ 23,422

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 13
(CONTINUED)

Program	Code	LaSalle Elementary #122	LaSalle Peru Twp. H.S. #120	LEASE	Leland Comm. #1
General State Aid	3001	\$ -	\$ -	\$ -	\$ -
Special Ed. - Private Facility Tuition	3100	114,392	77,621	-	5,982
Special Ed. - Extraordinary	3105	112,406	129,023	-	34,053
Special Ed. - Personnel	3110	103,974	114,526	432,656	26,794
Special Ed. - Orphanage - Individual	3120	3,351	7,005	-	-
Special Ed. - Summer School	3145	-	-	-	-
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	3,681	1,446	-	-
State Free Lunch & Breakfast	3360	12,631	1,013	799	-
School Breakfast Incentive	3365	-	-	-	-
Driver Education	3370	-	12,035	-	853
Transportation - Regular and Vocational	3500	34,264	133,480	-	51,409
Transportation - Special Education	3510	65,721	37,401	-	39,727
ROE School Bus Driver Training	3520	-	-	-	-
National Board Certification Incentives	3651	-	-	-	-
Truants Alternative/Optional Ed.	3695	-	122,644	-	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	271,906	-	-	-
Reading Improvement Block Grant	3715	27,611	-	-	7,503
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	-	-	-	-
ADA Safety and Educational Block Grant	3775	7,728	10,189	-	1,446
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
National School Lunch Program	4210	-	-	12,196	-
School Breakfast Program	4220	-	-	8,115	-
Fresh Fruits and Vegetables	4240	-	-	2,921	-
Title 1 - Low Income	4300	-	-	-	-
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	94,803	-
Fed - Sp. Ed -IDEA - Flow through	4620	-	-	3,644,005	-
ARRA - Title I School Improvement & Acct	4854	-	-	-	-
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	59,303	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	829,576	-
ARRA - Education Jobs Fund Program	4880	-	-	-	-
Title II - Teacher Quality	4932	-	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 757,665	\$ 646,383	\$ 5,084,374	\$ 167,767

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 13
(CONTINUED)

Program	Code	Lostant CUSD #425	L-P Area Voc. Center	Marseilles Elementary #150	Mendota CC #289
General State Aid	3001	\$ -	\$ -	\$ -	\$ -
Special Ed. - Private Facility Tuition	3100	15,533	-	19,691	111,308
Special Ed. - Extraordinary	3105	13,977	-	63,551	140,754
Special Ed. - Personnel	3110	6,486	-	72,104	121,475
Special Ed. - Orphanage - Individual	3120	-	-	3,001	-
Special Ed. - Summer School	3145	-	-	-	1,948
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	-	-	73,220
State Free Lunch & Breakfast	3360	-	-	3,705	10,826
School Breakfast Incentive	3365	-	-	-	-
Driver Education	3370	-	-	-	-
Transportation - Regular and Vocational	3500	45,269	19,061	34,041	84,924
Transportation - Special Education	3510	19,116	-	19,217	85,897
ROE School Bus Driver Training	3520	-	-	-	-
National Board Certification Incentives	3651	-	-	-	5,280
Truants Alternative/Optional Ed.	3695	-	-	-	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	-	-	135,188	224,687
Reading Improvement Block Grant	3715	3,615	-	24,226	51,765
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	-	-	-	-
ADA Safety and Educational Block Grant	3775	574	-	4,784	10,628
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
National School Lunch Program	4210	-	-	-	-
School Breakfast Program	4220	-	-	-	-
Fresh Fruits and Vegetables	4240	-	-	-	-
Title 1 - Low Income	4300	-	-	-	-
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed - Sp. Ed -IDEA - Flow through	4620	-	-	-	-
ARRA - Title I School Improvement & Acct	4854	-	-	-	-
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA - Education Jobs Fund Program	4880	-	-	-	-
Title II - Teacher Quality	4932	-	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 104,570	\$ 19,061	\$ 379,508	\$ 922,712

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 13
(CONTINUED)

Program	Code	Mendota Twp. H.S. #280	Miller Twp. CC #210	Oglesby Elementary #125	Ottawa Elem. #141
General State Aid	3001	\$ -	\$ -	\$ -	\$ -
Special Ed. - Private Facility Tuition	3100	44,914	-	-	220,690
Special Ed. - Extraordinary	3105	65,778	25,325	50,100	228,673
Special Ed. - Personnel	3110	42,950	19,371	51,715	288,811
Special Ed. - Orphanage - Individual	3120	-	-	-	5,630
Special Ed. - Summer School	3145	-	-	-	3,945
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	9,260	-	-	-
State Free Lunch & Breakfast	3360	376	-	947	11,473
School Breakfast Incentive	3365	-	-	-	-
Driver Education	3370	5,971	-	-	-
Transportation - Regular and Vocational	3500	88,040	102,686	83,327	98,517
Transportation - Special Education	3510	40,291	7,859	41,519	80,904
ROE School Bus Driver Training	3520	-	-	-	-
National Board Certification Incentives	3651	1,760	1,760	-	1,760
Truants Alternative/Optional Ed.	3695	-	-	-	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	-	-	270,932	257,681
Reading Improvement Block Grant	3715	-	8,392	18,538	92,299
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	-	-	-	-
ADA Safety and Educational Block Grant	3775	5,369	1,098	3,986	17,267
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
National School Lunch Program	4210	-	-	-	-
School Breakfast Program	4220	-	-	-	-
Fresh Fruits and Vegetables	4240	-	-	-	-
Title 1 - Low Income	4300	-	-	-	-
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed - Sp. Ed -IDEA - Flow through	4620	-	-	-	-
ARRA - Title I School Improvement & Acct	4854	-	-	-	-
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA - Education Jobs Fund Program	4880	-	-	-	-
Title II - Teacher Quality	4932	-	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 304,709	\$ 166,491	\$ 521,064	\$ 1,307,650

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 13
(CONTINUED)

Program	Code	Ottawa Twp. H.S.		Peru Elementary		Rutland CC #230	Seneca CC #170
		#140	#124	#124	#124		
General State Aid	3001	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Ed. - Private Facility Tuition	3100	142,890	32,174	8,846	385		
Special Ed. - Extraordinary	3105	165,298	104,288	9,136	58,292		
Special Ed. - Personnel	3110	117,615	104,585	18,453	70,692		
Special Ed. - Orphanage - Individual	3120	-	3,503	-	-		
Special Ed. - Summer School	3145	2,499	-	-	-		
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	-	-	-		
State Free Lunch & Breakfast	3360	-	3,125	-	-		
School Breakfast Incentive	3365	-	-	-	-		
Driver Education	3370	9,171	-	-	-		
Transportation - Regular and Vocational	3500	14,688	28,776	44,310	1,800		
Transportation - Special Education	3510	116,456	54,964	14,494	31,985		
ROE School Bus Driver Training	3520	-	-	-	-		
National Board Certification Incentives	3651	-	3,521	1,760	-		
Truants Alternative/Optional Ed.	3695	-	-	-	-		
Regional Safe Schools	3696	-	-	-	-		
Early Childhood - Block Grant	3705	-	-	-	22,746		
Reading Improvement Block Grant	3715	-	42,752	3,851	20,019		
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-		
ROE/ISC Operations	3730	-	-	-	-		
ADA Safety and Educational Block Grant	3775	13,390	8,338	387	4,837		
Technology - Learning Technology Centers	3780	-	-	-	-		
Orphanage Tuition 18-3	3950	-	-	-	-		
Teacher & Administrators Mentoring Program	3982	-	-	-	-		
National School Lunch Program	4210	-	-	-	-		
School Breakfast Program	4220	-	-	-	-		
Fresh Fruits and Vegetables	4240	-	-	-	-		
Title 1 - Low Income	4300	-	-	-	-		
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-		
Fed - Sp. Ed -IDEA - Flow through	4620	-	-	-	-		
ARRA - Title I School Improvement & Acct	4854	-	-	-	-		
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-		
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-		
ARRA - Education Jobs Fund Program	4880	-	-	-	-		
Title II - Teacher Quality	4932	-	-	-	-		
Interest Income	8801	-	-	-	-		
TOTAL		\$ 582,007	\$ 386,026	\$ 101,237	\$ 210,756		

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 DISTRIBUTIVE FUND
 SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
 FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 13
 (CONTINUED)

Program	Code	Seneca Twp. H.S. #160	Serena Community #2	St. Michael's School	St. Anthony School
General State Aid	3001	\$ -	\$ -	\$ -	\$ -
Special Ed. - Private Facility Tuition	3100	565	144,897	-	-
Special Ed. - Extraordinary	3105	51,938	91,526	-	-
Special Ed. - Personnel	3110	30,938	73,214	-	-
Special Ed. - Orphanage - Individual	3120	-	4,711	-	-
Special Ed. - Summer School	3145	-	-	-	-
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	-	-	-
State Free Lunch & Breakfast	3360	-	-	33	-
School Breakfast Incentive	3365	-	-	-	-
Driver Education	3370	5,302	2,416	-	-
Transportation - Regular and Vocational	3500	41,311	133,079	-	-
Transportation - Special Education	3510	40,074	142,204	-	-
ROE School Bus Driver Training	3520	-	-	-	-
National Board Certification Incentives	3651	3,521	1,760	-	-
Truants Alternative/Optional Ed.	3695	-	-	-	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	-	-	-	-
Reading Improvement Block Grant	3715	-	25,669	-	-
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	-	-	-	-
ADA Safety and Educational Block Grant	3775	4,487	3,756	-	748
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
National School Lunch Program	4210	-	-	-	451
School Breakfast Program	4220	-	-	-	-
Fresh Fruits and Vegetables	4240	-	-	-	-
Title I - Low Income	4300	-	-	-	-
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed - Sp. Ed -IDEA - Flow through	4620	-	-	-	-
ARRA - Title I School Improvement & Acct	4854	-	-	-	-
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA - Education Jobs Fund Program	4880	-	-	-	-
Title II - Teacher Quality	4932	-	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 178,136	\$ 623,232	\$ 33	\$ 1,199

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 DISTRIBUTIVE FUND
 SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
 FOR THE YEAR ENDED JUNE 30, 2011

SCHEDULE 13
 (CONTINUED)

Program	Code	St. Patrick School	Streator Elementary #44	Streator Twp. H.S. #40	Tonica Comm. Cons. #79
General State Aid	3001	\$ -	\$ -	\$ -	\$ -
Special Ed. - Private Facility Tuition	3100	-	239,501	171,206	-
Special Ed. - Extraordinary	3105	-	223,695	113,489	19,139
Special Ed. - Personnel	3110	-	207,422	84,513	29,744
Special Ed. - Orphanage - Individual	3120	-	23,086	2,800	42,953
Special Ed. - Summer School	3145	-	19,155	2,408	-
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	34,147	3,022	-
State Free Lunch & Breakfast	3360	-	23,234	1,001	-
School Breakfast Incentive	3365	-	-	-	-
Driver Education	3370	-	-	10,115	-
Transportation - Regular and Vocational	3500	-	296,844	93,180	49,513
Transportation - Special Education	3510	-	225,477	109,062	10,861
ROE School Bus Driver Training	3520	-	-	-	-
National Board Certification Incentives	3651	-	-	-	-
Truants Alternative/Optional Ed.	3695	-	-	-	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	-	362,577	-	-
Reading Improvement Block Grant	3715	-	89,178	-	6,393
Reading & Improvement Block Grant- Prof. Develop	3720	-	60,000	-	-
ROE/ISC Operations	3730	-	-	-	-
ADA Safety and Educational Block Grant	3775	573	15,979	8,747	816
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
National School Lunch Program	4210	-	-	-	-
School Breakfast Program	4220	-	-	-	-
Fresh Fruits and Vegetables	4240	-	-	-	-
Title I - Low Income	4300	-	-	-	-
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed - Sp. Ed -IDEA - Flow through	4620	-	-	-	-
ARRA - Title I School Improvement & Acct	4854	-	-	-	-
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA - Education Jobs Fund Program	4880	-	-	-	-
Title II - Teacher Quality	4932	-	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 573	\$ 1,820,295	\$ 599,543	\$ 159,419

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2011**

**SCHEDULE 13
(CONTINUED)**

Program	Code	Wallace CC #195	Waltham CC #185	Grand Total
General State Aid	3001	\$ -	\$ -	\$ 266,345
Special Ed. - Private Facility Tuition	3100	37,483	22,555	1,452,484
Special Ed. - Extraordinary	3105	34,255	24,766	1,874,107
Special Ed. - Personnel	3110	27,056	14,623	2,164,649
Special Ed. - Orphanage - Individual	3120	-	-	106,622
Special Ed. - Summer School	3145	-	-	29,955
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	-	124,776
State Free Lunch & Breakfast	3360	-	-	69,873
School Breakfast Incentive	3365	-	-	14
Driver Education	3370	-	-	46,846
Transportation - Regular and Vocational	3500	147,137	56,577	1,963,370
Transportation - Special Education	3510	17,580	12,862	1,299,416
ROE School Bus Driver Training	3520	-	-	1,191
National Board Certification Incentives	3651	-	-	21,122
Truants Alternative/Optional Ed.	3695	-	-	263,937
Regional Safe Schools	3696	-	-	205,880
Early Childhood - Block Grant	3705	-	-	1,545,717
Reading Improvement Block Grant	3715	11,979	10,329	479,530
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	60,000
ROE/ISC Operations	3730	-	-	137,577
ADA Safety and Educational Block Grant	3775	1,443	991	134,445
Technology - Learning Technology Centers	3780	-	-	74,111
Orphanage Tuition 18-3	3950	-	-	23,422
Teacher & Administrators Mentoring Program	3982	-	-	65,471
National School Lunch Program	4210	-	-	23,655
School Breakfast Program	4220	-	-	15,093
Fresh Fruits and Vegetables	4240	-	-	2,921
Title I - Low Income	4300	-	-	3,035
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	94,803
Fed - Sp. Ed -IDEA - Flow through	4620	-	-	3,644,005
ARRA - Title I School Improvement & Acct	4854	-	-	37,330
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	59,303
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	829,576
ARRA - Education Jobs Fund Program	4880	-	-	24,251
Title II - Teacher Quality	4932	-	-	9,078
Interest Income	8801	-	-	1,103
TOTAL		\$ 276,933	\$ 142,703	\$ 17,155,013