

State of Illinois
REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
FINANCIAL AUDIT
(In Accordance with the Single Audit Act
& OMB Circular A-133)
For the Year Ended June 30, 2010

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

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**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

OFFICIALS

Regional Superintendent
(Current and during the Audit Period)

Mr. Marc L. Kiehna

Assistant Regional Superintendent
(Current and during the Audit Period)

Mr. Kelton J.V. Davis

Offices are located at:

107 East Mill Street
Waterloo, Illinois 62298

Randolph County Courthouse
#1 Taylor Street
Chester, Illinois 62233

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

COMPLIANCE REPORT SUMMARY

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

AUDITORS' REPORTS

The auditors' reports on compliance and internal controls do not contain scope limitations, disclaimers, or other significant non-standard language.

SUMMARY OF AUDIT FINDINGS

Number of	This Audit	Prior Audit
Audit findings	0	0
Repeated audit findings	0	0
Prior recommendations implemented or not repeated	0	0

A matter, which is less than a significant deficiency or material weakness but more than inconsequential, has been reported in a Management Letter of Comment to the Regional Superintendent.

SUMMARY OF FINDINGS AND QUESTIONED COSTS

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
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FINDINGS (GOVERNMENT AUDITING STANDARDS)

None

FINDINGS AND QUESTIONED COSTS (FEDERAL COMPLIANCE)

None

PRIOR FINDINGS NOT REPEATED (GOVERNMENT AUDITING STANDARDS)

None

PRIOR FINDINGS NOT REPEATED (FEDERAL COMPLIANCE)

None

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

EXIT CONFERENCE

An informal exit conference was held with Agency personnel on September 16, 2010 to review the auditor's report. Attending were Marc Kiehna, Regional Superintendent, Kelton Davis, Assistant Regional Superintendent, Linda Schmidt, Comptroller, Michelle Coleman, Fiscal Assistant, Patty Taake, Fiscal Assistant, Kimberly Walker, CPA, Partner, Kemper CPA Group LLP, and Kylie Smith, Senior, Kemper CPA Group LLP. There were no findings to discuss.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

FINANCIAL STATEMENT REPORT SUMMARY

The audit of the accompanying basic financial statements of the Regional Office of Education #45 was performed by Kemper CPA Group LLP, Certified Public Accountants and Consultants.

Based on their audit, the auditors expressed a qualified opinion on the Regional Office of Education #45's basic financial statements.

INDEPENDENT AUDITOR'S REPORT

Honorable William G. Holland
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Monroe and Randolph Counties Regional Office of Education #45, as of and for the year ended June 30, 2010, which collectively comprise the Monroe and Randolph Counties Regional Office of Education #45's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Monroe and Randolph Counties Regional Office of Education #45's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

The fiscal year ended June 30, 1996 audit report has not been finalized. In addition, the predecessor auditor's working papers for the year have not been available for review. Therefore, we are unable to satisfy ourselves regarding beginning balances reported in the prior year's financial statements and we are unsure of the status of finalizing the fiscal year ending June 30, 1996 audited financial statements including any unrecorded liabilities as described in Note 10.

In our opinion, except for the effects of such adjustments, if any, as might have been necessary had the working papers been reviewed and a final audit report issued for the fiscal year ended June 30, 1996, 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 Monroe and Randolph Counties Regional Office of Education #45, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated March 30, 2011 on our consideration of the Monroe and Randolph Counties Regional Office of Education #45'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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis and Illinois Municipal Retirement Fund Schedule of Funding Progress on pages 15a-15h and 48 are not a required part of the basic financial statements but is 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 Monroe and Randolph Counties Regional Office of Education #45's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and the Schedule of Disbursements to School District Treasurers and Other Entities are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, Schedule of Disbursements to School District Treasurers and Other Entities, and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Kemper CPA Group LLP

KEMPER CPA GROUP LLP
Certified Public Accountants and Consultants

Marion, Illinois
March 30, 2011

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

Honorable 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 Monroe and Randolph Counties Regional Office of Education #45, as of and for the year ended June 30, 2010, which collectively comprise the Monroe and Randolph Counties Regional Office of Education #45's basic financial statements and have issued our report thereon dated March 30, 2011. Our opinion was qualified because the fiscal year ended June 30, 1996 audit report has not been finalized. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Monroe and Randolph Counties Regional Office of Education #45's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Monroe and Randolph Counties Regional Office of Education #45's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Monroe and Randolph Counties Regional Office of Education #45'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 Monroe and Randolph Counties Regional Office of Education #45'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 noted a certain matter which we have reported to management of the Monroe and Randolph Counties Regional Office of Education #45 in a separate letter dated March 30, 2011.

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

Kemper CPA Group LLP

KEMPER CPA GROUP LLP
Certified Public Accountants and Consultants

Marion, Illinois
March 30, 2011

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133**

Honorable William G. Holland
Auditor General
State of Illinois

Compliance

We have audited the Monroe and Randolph Counties Regional Office of Education #45's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Monroe and Randolph Counties Regional Office of Education #45's major federal programs for the year ended June 30, 2010. The Monroe and Randolph Counties Regional Office of Education #45's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Monroe and Randolph Counties Regional Office of Education #45's management. Our responsibility is to express an opinion on the Monroe and Randolph Counties Regional Office of Education #45's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Monroe and Randolph Counties Regional Office of Education #45's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Monroe and Randolph Counties Regional Office of Education #45's compliance with those requirements.

In our opinion, the Monroe and Randolph Counties Regional Office of Education #45 complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

Management of the Monroe and Randolph Counties Regional Office of Education #45 is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Monroe and Randolph Counties Regional Office of Education #45's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and

report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Monroe and Randolph Counties Regional Office of Education #45's internal control over compliance.

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

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

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

Kemper CPA Group LLP

KEMPER CPA GROUP LLP
Certified Public Accountants and Consultants

Marion, Illinois
March 30, 2011

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2010**

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Qualified
Internal control over financial reporting:	
● Material weakness(es) identified?	No
● Significant Deficiency(ies) identified that are not considered to be material weakness(es)?	No
● Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
● Material weakness(es) identified?	No
● Significant Deficiency(ies) identified that are not considered to be material weakness(es)?	No
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, Section 510(a)?	No

Identification of **major** programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.366B	Mathematics and Science Partnerships

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

Auditee qualified as a low-risk auditee?	No
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**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2010**

SECTION II - FINANCIAL STATEMENT FINDINGS

None

SECTION III – FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For the Year Ended June 30, 2010**

CORRECTIVE ACTION PLAN

There are no current year findings; accordingly there is no corrective action plan.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2010**

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u>
There are no prior year findings.		

MANAGEMENT'S DISCUSSION AND ANALYSIS

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

Management's Discussion and Analysis

As management of Monroe Randolph Regional Office of Education #45 (ROE #45), we offer readers of our financial statements this narrative overview and analysis of the financial activities of the ROE #45 for the fiscal year ended June 30, 2010. We encourage readers to consider the information presented here in conjunction with ROE #45's financial statements, which follow this section.

2010 Financial Highlights

- The assets of Regional Office of Education #45 exceeded its liabilities by \$811,469 (net assets). Of this amount, \$39,958 is restricted for teacher professional development. \$67,918 accounts for the capital assets with no related debt.
- The Regional Office of Education #45's total net assets increased by \$29,887. This change was attributable to an increase in cash of \$97,046 and an increase in the amount due from governmental activities of \$78,678. Deferred revenue for grants ending after June 30, 2010 reflected a \$25,166 increase from the previous year.
- The capital assets (net) of Regional Office of Education #45 increased by \$34,535 mostly attributable to the implementation of the Math/Science grant. The net change in accumulated depreciation was \$12,919 which is similar to the prior year. See note #8 for further details.

Overview of the Financial Statements

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

- Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the Agency's financial activities.
- The government-wide financial statements consist of a Statement of Net Assets and a Statement of Activities. These financial statements provide information about the activities of ROE #45 as a whole and present an overall view of the Agency's finances in a manner similar to private sector businesses.
- The Fund Financial Statements illustrate how governmental services were financed in the short term, as well as what remains for future spending. Fund financial statements report ROE #45'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 essential to a full understanding of the data provided in the basic financial statements.
- Required Supplementary Information further explains and supports the financial statements.
- Other information includes combining financial statements and budgetary information for certain general fund accounts, education fund accounts, and other non-major accounts.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

Management's Discussion and Analysis (Continued)

Overview of the Financial Statements (Continued)

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of ROE #45's finances, in a manner similar to private-sector businesses.

The *Statement of Net Assets* presents information on all of ROE #45's assets and liabilities, with the difference between the two reported as net assets. Over time, increases and decreases in net assets may serve as a useful indicator of whether the financial position of ROE #45 is improving or deteriorating.

The *Statement of Activities* presents information showing how ROE #45's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of related cash flows. Thus, revenues and expenses are reported in this statement for certain items that will only result in cash flows in future fiscal periods.

In the *government-wide financial statements*, ROE #45's activities are divided into two categories:

- *Governmental activities*: Most of ROE #45's basic services are included here, such as regular and special education instruction, instructional staff support services and administration. Federal, state and local grants and contributions finance many of these activities.
- *Business-type activities*: ROE #45 charges fees to help cover the costs of certain services it provides, such as workshops, and conferences.

The government-wide financial statements can be found on pages 16-17 of this report.

Fund financial statements. The *fund financial statements* provide detailed information about ROE #45's funds, focusing on its most significant or "major" funds, not ROE #45 as a whole. Funds are accounting devices ROE #45 uses to keep track of specific sources of funding and spending on particular programs. Some funds are required by state law. ROE #45 establishes other funds to control and manage money for particular purposes, such as educational instruction in specific areas or in order to show that it is properly using certain revenues, such as federal grants. All of the funds of ROE #45 can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

Management's Discussion and Analysis (Continued)

Overview of the Financial Statements (Continued)

Governmental funds. *Governmental funds* account for most of ROE #45's basic services. However, unlike the government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on the balances of spendable resources available at the end of the fiscal year. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance programs. Because the governmental fund information does not encompass the additional long-term focus of the government-wide statements, it is useful to compare the statements. By so doing, the readers may better understand the long-term impact of the government's near term financing decisions. Both the governmental fund Balance Sheet and the Statement of Revenue, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

ROE #45 maintains 6 individual governmental funds; the general fund, education fund, bus driver permit fund, general education development fund, teachers' institute fund, and supervisory expense fund. Information is presented separately in the governmental fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance for the general fund and education fund, both considered to be major funds. Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 18 and 20 of this report.

Proprietary funds. ROE #45 maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide statements. ROE #45 uses enterprise funds to account for educational services for which it charges a fee. Proprietary fund statements provide the same type of information as the government-wide financial statements, but with more detail and additional information, such as cash flows. The proprietary fund financial statements provide separate information for the Registration fund, and it is considered a major fund.

The proprietary fund required financial statements include a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Fund Net Assets and a Statement of Cash Flows. The basic proprietary fund financial statements can be found on pages 22-24 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support ROE #45's own programs. The accounting for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund statement can be found on page 25 of this report.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

Management's Discussion and Analysis (Continued)

Overview of the Financial Statements (Concluded)

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 26-47 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information concerning ROE #45. Overall budgeting is not a legal requirement for ROE #45. Accordingly, formal budgets are not adopted; and therefore, budgetary comparison schedules are not included in the required supplementary information (RSI). However, ROE #45 is the recipient of monies from the Illinois State Board of Education (ISBE) for certain accounts within the general fund and for most accounts within the education fund on which ISBE requires budgetary comparison to actual results. Budgetary comparison schedules have been provided for the ISBE accounts to demonstrate compliance and can be found on pages 51, 60-69, and 76-88 of this report. In addition, budgetary comparison schedules have been provided for the grants received from the Illinois Community College Board (ICCB), which can be found on pages 60-63 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and combining statements for the general and education funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 49-50, 52-59, 70-75, and 89-92 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of financial position. In the case of ROE #45, assets exceeded liabilities by \$811,469 at the close of fiscal year 2010.

ROE #45's net assets are split approximately 81% to governmental activities and 19% to business-type activities. Of the governmental net assets, approximately 10% are invested in capital assets, 6% restricted as to use, and the remaining 84% unrestricted as to use.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

Management's Discussion and Analysis (Continued)

Government-wide Financial Analysis (Continued)

	ROE 45's Net Assets					
	Governmental		Business-type		Total	
	Activities		Activities			
	2010	2009	2010	2009	2010	2009
Current and other assets	\$ 635,811	\$ 649,690	\$309,148	\$116,059	\$ 944,959	\$ 765,749
Capital assets	66,693	33,383	1,225	-	67,918	33,383
Total assets	<u>702,504</u>	<u>683,073</u>	<u>310,373</u>	<u>116,059</u>	<u>1,012,877</u>	<u>799,132</u>
Other liabilities	43,493	17,040	157,915	510	201,408	17,550
Long-term debt	-	-	-	-	-	-
Total liabilities	<u>43,493</u>	<u>17,040</u>	<u>157,915</u>	<u>510</u>	<u>201,408</u>	<u>17,550</u>
Net assets:						
Invested in capital assets, net of related debt	66,693	33,383	1,225	-	67,918	33,383
Restricted	39,958	35,383	-	-	39,958	35,383
Unrestricted	<u>552,360</u>	<u>597,267</u>	<u>151,233</u>	<u>115,549</u>	<u>703,593</u>	<u>712,816</u>
Total net assets	<u>\$ 659,011</u>	<u>\$ 666,033</u>	<u>\$152,458</u>	<u>\$115,549</u>	<u>\$ 811,469</u>	<u>\$ 781,582</u>

During 2010, current assets, comprised predominately of cash and receivables, increased \$203,421 due mainly to acquiring additional grants. There was an increase in the amount of current assets and a subsequent increase of \$34,535 for capital assets. The net assets of the business-type activities increased by \$36,909. A large portion of the increase in the net assets of the business type activities are attributed to the facilitation of the academic credit for teachers involved in the statewide Gifted Education Program.

As indicated above, ROE #45 reported positive net assets for both the governmental and business-type activities. The assets of ROE #45 exceeded its liabilities at the close of the year by \$811,469 (net assets). Approximately 87% of net assets are unrestricted and 5% is restricted for specific purposes of governmental activities. The investment in net capital assets was \$67,918 at June 30, 2010. ROE #45 uses these capital assets in providing services to its citizens; consequently, these assets are not available for future spending.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

Management's Discussion and Analysis (Continued)

Government-wide Financial Analysis (Concluded)

Net assets of ROE #45 increased by \$29,887 during 2010. Governmental activities contributed a decrease of \$7,022. Business-type activities increased by \$36,909. Key elements of the change are as follows:

	ROE 45's Changes in Net Assets					
	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues:						
Program revenues:						
Charges for services	\$ 23,312	\$ 15,950	\$ 82,009	\$ 55,010	\$ 105,321	\$ 70,960
Operating grants & contributions	907,454	714,822	2,735		910,189	714,822
General revenues:						
Local sources	304,483	299,527	-	-	304,483	299,527
State sources	55,849	71,205	-	-	55,849	71,205
Transfers	-	(25,112)	-	25,112	-	-
On-behalf payments	322,329	259,021	-	-	322,329	259,021
Interest	6,564	7,940	1,641	3,038	8,205	10,978
Total revenues	<u>1,619,991</u>	<u>1,343,353</u>	<u>86,385</u>	<u>83,160</u>	<u>1,706,376</u>	<u>1,426,513</u>
Expenses:						
Salaries and benefits	773,966	761,442	25,768	6,926	799,734	768,368
Purchased services	312,948	195,677	18,831	23,326	331,779	219,003
Supplies and materials	93,189	50,561	4,661	14,111	97,850	64,672
Payments to Govts	97,988	99,556	-	-	97,988	99,556
Other	13,890	13,652	-	674	13,890	14,326
Depreciation	12,703	12,250	216	-	12,919	12,250
On-behalf payments	322,329	259,021	-	-	322,329	259,021
Total expenses	<u>1,627,013</u>	<u>1,392,159</u>	<u>49,476</u>	<u>45,037</u>	<u>1,676,489</u>	<u>1,437,196</u>
Increase (decrease) in net assets	(7,022)	(48,806)	36,909	38,123	29,887	(10,683)
Net assets-beginning	<u>666,033</u>	<u>714,839</u>	<u>115,549</u>	<u>77,426</u>	<u>781,582</u>	<u>792,265</u>
Net assets-ending	<u>\$ 659,011</u>	<u>\$ 666,033</u>	<u>\$ 152,458</u>	<u>\$ 115,549</u>	<u>\$ 811,469</u>	<u>\$ 781,582</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

Management's Discussion and Analysis (Continued)

Governmental Activities

Revenues for governmental activities were \$1,619,991 and expenses were \$1,627,013. Revenues increased \$276,638 due mostly to the receipt of additional grants for Mathematics and Science during the year ended June 30, 2010.

With the substantial increase in revenues, we could expect to see an increase in expenses as well. Overall governmental expenses increased approximately \$171,546 (exclusive of on-behalf payments) consisting primarily of a increase of approximately \$12,524 in salaries and benefits, \$117,271 in purchased services, \$42,628 in supplies and materials and \$453 in depreciation. Payments to other governments decreased by \$1,568 and other expenses increased by \$238. The increase in purchased services and supplies and materials was due to an increase of grant funding. The depreciation increase was minimal at \$453.

Business-Type Activities

The charges for services increased by \$26,999 when compared to 2009. A large portion of the increase is attributable to the facilitation of the academic credit for teachers involved in the statewide Gifted Education Program. Overall expenses increased by \$4,439 when compared to 2009. Salaries and benefits increased by \$18,842. A portion of this increase is attributable to clerical support for the statewide Gifted Education Program. Purchased services decreased by a minimal amount of \$4,495, and supplies and materials decreased \$9,450 due to reduced needs.

Financial Analysis of ROE #45's Funds

Governmental funds. As previously noted, ROE #45 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. ROE #45's governmental funds reported combined fund balances of \$568,107, a decrease of \$64,543 from last year's ending fund balance of \$632,650. The decrease is attributable to activities for several grants ending June 30, 2010, and payment not received from ISBE until December 2010.

The general fund is the chief operating fund of ROE #45. At the end of the current fiscal year, the unreserved and undesignated balance of the general fund decreased by \$8,868 to \$329,788. The education fund decreased by \$57,919 to \$180,350. The education fund balance is restricted for specific education program use.

Proprietary funds. ROE #45's proprietary funds consist of enterprise funds. The enterprise fund activity is the same type of information found in the government-wide financial statements, but in more detail. Aspects concerning the finances have already been addressed in the discussion of ROE #45's business-type activities.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2010**

Management's Discussion and Analysis (Continued)

Budgetary Highlights

Presenting an overall budget is not a legal requirement of ROE #45. Formal budgets are not adopted for all funds; therefore budgetary comparison schedules are not included in the required supplementary information.

ROE #45 acts as the administrative agent for certain grant programs that are accounted for within the special revenue funds. These programs have separate budgets and are required to be reported to the Illinois State Board of Education. In addition, budgetary comparison schedules have been provided for the grants received from the Illinois Community College Board (ICCB). Comparison of budgeted and actual results for various programs are presented as supplementary information.

Capital Assets

	ROE 45's Capital Assets					
	Net of Accumulated Depreciation					
	Governmental Activities		Business-type Activities		Total	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Equipment	\$ 66,693	\$ 33,383	\$ 1,225	\$ -	\$ 67,918	\$ 33,383

At June 30, 2010 and June 30, 2009, ROE #45 had invested \$222,747 and \$209,618, respectively, in a broad range of capital assets, including office equipment, computers and audio-visual equipment.

ROE #45 had depreciation expense of \$12,919 and \$12,250 in 2010 and 2009, respectively, with accumulated depreciation of \$154,829 and \$176,235 at June 30, 2010 and 2009, respectively. More detailed information about capital assets is available in Note 8 to the financial statements.

During fiscal year 2010, the ROE scrapped obsolete electronic equipment that had an original cost of \$34,325. All scrapped equipment was fully depreciated.

Economic Factors and Next Year's Budget

At the time these financial statements were prepared and audited, ROE #45 was uncertain about funding for next year. Several state and federal grants are being reviewed for continuation which include Title I School Improvement System of Support, Title II - Teacher Quality, Mathematics & Science Partnership, and Beginning Teacher Induction Pilot Program.

Contacting ROE #45's Financial Management

This financial report is designed to provide ROE #45's citizens, taxpayers and clients, with a general overview of ROE #45's finances and to demonstrate ROE #45's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Regional Superintendent's Office of Monroe/Randolph Counties, ROE #45, 107 East Mill Street, Waterloo, Illinois 62298.

BASIC FINANCIAL STATEMENTS

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF NET ASSETS
June 30, 2010**

	Governmental Activities	Business-Type Activities	Total
Assets			
Current Assets			
Cash and cash equivalents	\$ 458,378	\$ 306,018	\$ 764,396
Due from other governments	165,918	3,130	169,048
Prepaid expenses	11,515	-	11,515
Total Current Assets	635,811	309,148	944,959
Noncurrent Assets			
Capital assets, being depreciated, net	66,693	1,225	67,918
Total Noncurrent Assets	66,693	1,225	67,918
Total Assets	702,504	310,373	1,012,877
Liabilities			
Current Liabilities			
Accounts payable	2,145	-	2,145
Accrued wages and benefits	9,808	-	9,808
Deferred revenue	31,540	2,575	34,115
Due to other governments	-	155,340	155,340
Total Current Liabilities	43,493	157,915	201,408
NET ASSETS			
Invested in capital assets, net of related debt	66,693	1,225	67,918
Unrestricted	552,360	151,233	703,593
Restricted for Teacher Professional Development	39,958	-	39,958
TOTAL NET ASSETS	\$ 659,011	\$ 152,458	\$ 811,469

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2010**

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
FUNCTIONS/PROGRAMS							
Primary Government							
Governmental activities							
Instructional services							
Salaries	\$ 630,847	\$ 10,250	\$ 423,251	\$ -	\$ (197,346)	\$ -	\$ (197,346)
Employees benefits	143,119	2,288	68,725	-	(72,106)	-	(72,106)
Purchased services	312,948	7,098	194,695	-	(111,155)	-	(111,155)
Supplies and materials	93,189	1,438	75,399	-	(16,352)	-	(16,352)
Other	13,890	2,238	1,383	-	(10,269)	-	(10,269)
Payments to other governments	97,988	-	97,988	-	-	-	-
Depreciation	12,703	-	46,013	-	33,310	-	33,310
Administrative							
On-behalf payments - State	322,329	-	-	-	(322,329)	-	(322,329)
Total Governmental Activities	<u>1,627,013</u>	<u>23,312</u>	<u>907,454</u>	<u>-</u>	<u>(696,247)</u>	<u>-</u>	<u>(696,247)</u>
Business-type activities							
Registration services	49,476	82,009	2,735	-	-	35,268	35,268
Total Business-Type Activities	<u>49,476</u>	<u>82,009</u>	<u>2,735</u>	<u>-</u>	<u>-</u>	<u>35,268</u>	<u>35,268</u>
Total Primary Government	<u>\$ 1,676,489</u>	<u>\$ 105,321</u>	<u>\$ 910,189</u>	<u>\$ -</u>	<u>(696,247)</u>	<u>35,268</u>	<u>(660,979)</u>
General revenues							
Local sources					304,483	-	304,483
State sources					55,849	-	55,849
On-behalf payments - State					322,329	-	322,329
Interest					6,564	1,641	8,205
Total General Revenues					<u>689,225</u>	<u>1,641</u>	<u>690,866</u>
Change in Net Assets					(7,022)	36,909	29,887
Net Assets - Beginning					666,033	115,549	781,582
Net Assets - Ending					<u>\$ 659,011</u>	<u>\$ 152,458</u>	<u>\$ 811,469</u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2010**

	General Fund	Education Fund	Other Non-Major Funds	Eliminations	Total Governmental Funds
Assets					
Cash and cash equivalents	\$ 229,376	\$ 174,033	\$ 54,969	\$ -	\$ 458,378
Due from other funds	109,165	-	-	(109,165)	-
Due from other governments	19,139	146,779	-	-	165,918
Prepaid expenses	8,515	-	3,000	-	11,515
Total Assets	\$ 366,195	\$ 320,812	\$ 57,969	\$ (109,165)	\$ 635,811
Liabilities					
Accounts payable	\$ -	\$ 2,145	\$ -	\$ -	\$ 2,145
Accrued wages and benefits	9,808	-	-	-	9,808
Due to other funds	18,649	90,516	-	(109,165)	-
Deferred revenue	7,950	47,801	-	-	55,751
Total liabilities	36,407	140,462	-	(109,165)	67,704
Fund Balance					
Unreserved, reported in:					
General fund	329,788	-	-	-	329,788
Special revenue funds	-	180,350	57,969	-	238,319
Total Fund Balances	329,788	180,350	57,969	-	568,107
Total Liabilities and Fund Balances	\$ 366,195	\$ 320,812	\$ 57,969	\$ (109,165)	\$ 635,811

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO
THE STATEMENT OF NET ASSETS
June 30, 2010**

Total Fund Balances - Governmental Funds	\$ 568,107
<p>Amounts reported for governmental activities in the Statement of Net Assets are different because:</p>	
<p>Some revenues will not be collected for several months after the Regional Office's fiscal yearend, they are not considered "available" revenues and are deferred in the governmental funds</p>	24,211
<p>Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.</p>	<u>66,693</u>
Net Assets of Governmental Activities	<u><u>\$ 659,011</u></u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2010**

	General Fund	Education Fund	Other Non-Major Funds	Total Governmental Funds
Revenues				
Local sources	\$ 280,318	\$ 24,165	\$ 19,909	\$ 324,392
State sources	55,849	378,920	3,403	438,172
State sources - payments made on behalf of region	322,329	-	-	322,329
Federal sources	-	504,323	-	504,323
Total Revenues	<u>658,496</u>	<u>907,408</u>	<u>23,312</u>	<u>1,589,216</u>
Expenditures				
Instructional Services				
Salaries	163,778	457,619	9,450	630,847
Employee benefits	66,703	74,306	2,110	143,119
Purchased services	95,899	210,504	6,545	312,948
Supplies and materials	10,341	81,522	1,326	93,189
Other	10,331	1,495	2,064	13,890
Payments to other governments	-	97,988	-	97,988
Payments made on behalf of region	322,329	-	-	322,329
Capital outlay	-	46,013	-	46,013
Total Expenditures	<u>669,381</u>	<u>969,447</u>	<u>21,495</u>	<u>1,660,323</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(10,885)</u>	<u>(62,039)</u>	<u>1,817</u>	<u>(71,107)</u>
Other Financing Sources (Uses)				
Interest	2,017	4,120	427	6,564
Total Other Financing Sources (Uses)	<u>2,017</u>	<u>4,120</u>	<u>427</u>	<u>6,564</u>
Net Change in Fund Balance	<u>(8,868)</u>	<u>(57,919)</u>	<u>2,244</u>	<u>(64,543)</u>
Fund Balances - Beginning	<u>338,656</u>	<u>238,269</u>	<u>55,725</u>	<u>632,650</u>
Fund Balances - Ending	<u>\$ 329,788</u>	<u>\$ 180,350</u>	<u>\$ 57,969</u>	<u>\$ 568,107</u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2010**

Net Change in Fund Balance - Total Governmental Funds \$ (64,543)

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

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:

State sources 24,211

Governmental funds report capital outlays as expenditures and proceeds from disposals as revenue. However, in the Statement of Activities the cost of those assets, which meet capitalization requirements, is allocated over their estimated useful lives and reported as depreciation expense and gains and losses are reported on disposals.

Capital outlay	\$ 46,013	
Depreciation expense	<u>(12,703)</u>	<u>33,310</u>

Change in Net Assets of Governmental Activities \$ (7,022)

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF NET ASSETS
PROPRIETARY FUND
June 30, 2010**

	Business-Type Activities
	Enterprise Funds
	Registration
Assets	
Current Assets	
Cash and cash equivalents	\$ 306,018
Due from other governments	3,130
Total Current Assets	309,148
Noncurrent Assets	
Capital assets, net of accumulated depreciation	1,225
Total Noncurrent Assets	1,225
Total Assets	310,373
Liabilities	
Current Liabilities	
Due to other governments	155,340
Deferred revenue	2,575
Total Current Liabilities	157,915
Net Assets	
Invested in capital assets, net of related debt	1,225
Unrestricted	151,233
TOTAL NET ASSETS	\$ 152,458

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUND
For the Year Ended June 30, 2010**

	Business-Type Activities
	Enterprise Funds
	Registration
Operating Revenues	
Charge for Services	\$ 82,009
State Sources	485
Federal Sources	2,250
Total Operating Revenues	84,744
Operating Expenses	
Salaries	22,951
Employee benefits	2,817
Purchased services	18,831
Supplies and materials	4,661
Depreciation	216
Total Operating Expenses	49,476
Operating Income (Loss)	35,268
Nonoperating Revenues (Expenses)	
Interest	1,641
Total Nonoperating Revenues (Expenses)	1,641
Change in Net Assets	36,909
Net Assets - Beginning	115,549
Net Assets - Ending	\$ 152,458

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
For the Year Ended June 30, 2010**

	<u>Business-Type Activities</u> <u>Enterprise Funds</u>
	<u>Registration</u>
Cash flows from operating activities:	
Receipts from customers	\$ 240,230
Payments to suppliers and providers for goods and services	(23,492)
Payments to employees	(25,768)
Other operating cash receipts	2,735
Net cash provided by (used for) operating activities	<u>193,705</u>
Cash flows from capital and related financing activities:	
Acquisition of capital assets	<u>(1,441)</u>
Net cash provided by (used for) capital and related financing activities	<u>(1,441)</u>
Cash flows from investing activities:	
Interest received on investments	<u>1,641</u>
Net cash provided by (used for) investing activities	<u>1,641</u>
Net increase (decrease) in cash and cash equivalents	193,905
Cash and cash equivalents - beginning of year	<u>112,113</u>
Cash and cash equivalents - end of year	<u>\$ 306,018</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:	
Operating income (loss)	\$ 35,268
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:	
Depreciation	216
Change in assets and liabilities:	
Decrease in due from other governments	816
Increase in due to other governments	155,340
Increase in deferred revenue	<u>2,065</u>
Net cash provided by (used for) operating activities	<u>\$ 193,705</u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
June 30, 2010**

	<u>Agency Funds</u>
Assets	
Cash and cash equivalents	\$ 1,368,256
Due from other governments	<u>1,534,215</u>
Total Assets	<u><u>\$ 2,902,471</u></u>
Liabilities	
Due to other governments	<u>\$ 2,902,471</u>
Total Liabilities	<u><u>\$ 2,902,471</u></u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Regional Office of Education #45 was formed under the provisions of the State of Illinois, Illinois State Board of Education.

This summary of significant accounting policies of the Regional Office of Education #45 is presented to assist in understanding the Regional Office of Education #45's financial statements. The financial statements and notes are representations of the Regional Office of Education #45's management who is responsible for the integrity and objectivity of the financial statements. The Illinois Administrative Code, Title 23 - Subtitle A, Chapter 1, Section 110.115a, requires each Regional Office of Education to prepare annual financial statements in conformity with accounting principles generally accepted in the United States of America. These principles have been consistently applied in the preparation of the financial statements.

A. Financial Reporting Entity

The Regional Superintendent is responsible for supervision and control of school districts within the Regional Office of Education #45. This includes all aspects of supervision, reports and financial accounting of districts which are considered by State law to be in the Service Region. In addition, the Regional Superintendent is charged with responsibility for registration of the names of applicants for scholarships to State controlled universities; examinations and related duties; visitation of public schools; direction of teachers and school officers; to serve as the official advisor and assistant of school officers and teachers; to conduct teachers institutes as well as to aid and encourage the formation of other teachers' meetings and assist in their management; evaluate the schools in the region; examine evidence of indebtedness; file and keep the returns of elections required to be returned to the Regional Superintendent's office; and file and keep the reports and statements returned by school treasurers and trustees.

The Regional Superintendent is also charged with the responsibilities of conducting a special census, when required; providing notice of money distributed to treasurers, board presidents, clerks, and secretaries of the school districts on or before each September 30; maintenance of a map and numbering of the Regional Office of Education #45's districts; providing township treasurers with a list of district treasurers; to inspect and approve building plans which comply with State law; to perform and report on annual building inspections; investigate bus drivers for valid bus driver permits and take related action as may be required; to maintain a list of unfilled teaching positions and to carry out other related duties required or permitted by law.

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

The Regional Superintendent is also responsible for apportionment and payment of funds received from the State for the districts in the Regional Office of Education #45, or see that no payments are made unless the treasurer has filed or renewed appropriate bonds and that the district has certified publication of the annual financial report. The Regional Superintendent is required to provide opinions and advice related to controversies under school law.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Financial Reporting Entity (Concluded)

For the period ended June 30, 2010, the Regional Office of Education #45 applied for, received, and administered numerous State and federal programs and grants in assistance and support of the educational activities of the school districts in Regional Office of Education #45. Such activities are reported as a single major fund (Education Fund).

B. Scope of Reporting Entity

The Regional Office of Education #45's reporting entity includes all related organizations for which they exercise oversight responsibility.

The Regional Office of Education #45 has developed criteria to determine whether outside agencies with activities which benefit the citizens of the Regional Office of Education #45, including districts or joint agreements which serve pupils from numerous regions, should be included in its financial reporting entity. The criteria include, but are not limited to, whether the Regional Office of Education #45 exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

The districts and joint agreements have been determined not to be a part of the reporting entity after applying the manifesting of oversight, scope of public service, and special financing relationships criteria and are therefore excluded from the accompanying financial statements because the Regional Office of Education #45 does not control the assets, operations, or management of the districts or joint agreements. In addition, the Regional Office of Education #45 is not aware of any entity, which would exercise such oversight as to result in the Regional Office of Education #45 being considered a component unit of the entity.

C. Government-Wide and Fund Financial Statements

The Statement of Net Assets and the Statement of Activities are government-wide financial statements. They report information on all of the Regional Office of Education #45's activities with most of the interfund activities removed. Governmental activities include programs supported primarily by State and federal grants and other intergovernmental revenues.

The Regional Office of Education #45's government-wide financial statements include a Statement of Net Assets and a Statement of Activities. These statements present summaries of governmental and business-type activities for the Regional Office of Education #45. These statements are presented on an "economic resources" measurement as prescribed by GASB Statement No. 34. All of the Regional Office of Education #45's assets and liabilities, including capital assets, are included in the accompanying Statement of Net Assets. The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include grants and contributions that are restricted to meeting operational or capital requirements of a particular function.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-Wide and Fund Financial Statements (Concluded)

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and proprietary funds are reported as separate columns in the fund financial statements.

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

D. Proprietary Fund Financial Statements

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

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

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

E. Governmental Fund Financial Statements

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Governmental Fund Financial Statements (Concluded)

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

F. Measurement Focus and Basis of Accounting

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

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

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

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

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Measurement Focus and Basis of Accounting (Concluded)

Under the terms of grant agreements, Regional Office of Education #45 funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted resources available to finance the program. It is Regional Office of Education #45's policy to first apply cost-reimbursement grant resources to such programs, and then general revenues.

G. Fund Accounting

The Regional Office of Education #45 uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Regional Office of Education #45 uses governmental, proprietary, and fiduciary funds.

Governmental Funds

Governmental funds are those through which most governmental functions of the Regional Office of Education #45 are typically reported. Governmental funds reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as a fund balance.

As prescribed by GASB Statement No. 34, governmental fund reporting focuses on the major funds, rather than on the fund type. There is a two-step process for determining if a fund should be reported as a major fund: 1) total assets, liabilities, revenues, or expenditures/expenses (excluding extraordinary items) of an individual fund are at least 10% of the corresponding total for the fund type, and 2) total assets, liabilities, revenues, or expenditures/expenses (excluding extraordinary items) of an individual fund are at least 5% of the corresponding total for the total of all governmental and proprietary funds combined. Funds that do not meet the major fund determination requirements are reported in aggregate as nonmajor funds. The Regional Office of Education #45 has presented all major funds that met the above qualifications.

The Regional Office of Education #45 reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the Regional Office of Education #45. It is used to account for all financial resources, which benefit all school districts in the region except those required to be accounted for in another fund. General funds include the following:

Chester Office - This fund is used for general operation of the Chester office of the Regional Office of Education. It is used to account for all financial resources, except those required to be accounted for in another fund.

Waterloo Office - This fund is used for general operation of the Waterloo office of the Regional Office of Education. It is used to account for all financial resources, except those required to be accounted for in another fund.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Fund Accounting (Continued)

Governmental Funds (Continued)

ROE/ISC Operations - This account is used for general operation of the Regional Office of Education office.

County - The Regional Office of Education #45 receives a tax appropriation from Monroe and Randolph counties for operation purposes. These appropriations are requested on a yearly basis.

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

Education - This fund is used to account for various grant and educational enhancement programs including the following:

Adult Education - This fund accounts for monies received from the Illinois Community College Board (ICCB) for academic and vocational adult education programs including the following:

Federal Basic - This fund accounts for federal monies received from the ICCB which provide for adult basic education (GED) services for adult education clients.

State Performance - This fund accounts for State monies received from the ICCB that can be used for any purpose that supports the adult education program.

Public Assistance - This fund accounts for State funds received from the ICCB for vocational training for adult education clients including computer and certified nurse assistant classes.

State Basic - This fund accounts for State funds received from the ICCB for vocational training and can be used the same as Public Assistance funds.

Title III English Language Learner - The purpose of the grant is to provide schools with knowledge and support for the required services for limited English proficient students. These services include student screening and professional development for educational staff.

Substance Abuse Prevention Program - Regional Office of Education #45 worked with Regional Office of Education #50 to deliver services detailed in the Department of Human Services Grant. Activities included assessing the community for readiness for programs to reduce alcohol, tobacco and other related drugs in Randolph County.

Regional Safe Schools - This program provides funding for an alternative school program for students removed from the regular school setting due to disruptive behavior.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Fund Accounting (Continued)

Governmental Funds (Continued)

Secretary of State Family Literacy Program - The program provides continuing adult education, ESL, childhood education, parenting resources, and activities for at risk families in the community of the Regional Office of Education #45.

Secretary of State Community Literacy Program - LASER - This grant provides instruction in literacy to persons 16 years or older who read or compute below the 9th grade level.

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

State Standards and Assessment System of Support - The purpose of the grant is to support the development of school and district improvement planning with particular emphasis on data analysis. Additionally, school community relations are addressed.

Title I School Improvement System of Support - The purpose of this grant is to target assistance with planning, professional development, and data analysis with struggling schools that are eligible to receive services.

Film Co-op - This account was established for the elementary, secondary, and private schools in the counties of the Regional Office of Education #45 to provide film and other audio-visual materials to its member school districts.

Rural Education Achievement Program - This grant is intended to assist the district in raising student academic achievement and meeting the State's definition of adequate yearly progress.

McKinney-Vento Education for Homeless Children - The fund provides educational services and strives to heighten community awareness of the need to serve the homeless population.

Gifted Education - The purpose of this grant is to provide services, including professional development to teachers, to gifted students.

Beginning Teacher Induction Pilot Program - The purpose of the program is to provide new teachers with local mentors that assist in the mentoring and induction of these new staff members.

National Board for Professional Teaching Standards (NBPTS) Scholarship - This account is used to support teachers within the counties who are interested in becoming a National Board for Professional Teaching Standards teacher.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Fund Accounting (Continued)

Governmental Funds (Continued)

Substance Abuse Prevention Program - This program provides education to increase awareness in the areas of alcohol and other drug prevention, intervention, treatment, and recovery.

Title I Reading First - This program provides comprehensive reading program training to teachers in order to facilitate student achievement in reading.

Title II Teacher Quality - This grant is handled through the Beck Career Center and is used to provide tuition reimbursements for continuing education and professional development for provisionally certified teachers.

We the People Citizen Project - This program promotes competent and responsible participation in State and local government by actively engaging students in learning how to monitor and influence public policy and encourages civic participation among students, their parents, and members of the community.

Red Bud Community Project - This account was established to provide access to a reliable high-speed network for the Red Bud Community.

Title II School Improvement System of Support - This grant provides professional development to assist teachers in becoming better instructional leaders.

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

Teacher's Institute - The Teacher's Institute Fund is authorized by Section 3-12 of the School Code. All examination, registration and renewal fees are paid into the Teacher's Institute Fund. The monies are used to defray administrative expenses incidental to teacher's institutes, workshops, or meetings of a professional nature. All funds generated remain restricted until expended only on the aforementioned activities.

Bus Driver Permit - This fund is used to account for the issuance of school bus driver permits and to sponsor instructional training courses for school bus drivers.

General Education Development - This fund was established to administer the high school level test of General Educational Development.

Supervisory Expense - The Regional Superintendent receives an annual award of \$2,000 from the State Board of Education to pay for travel and meeting expenses.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Fund Accounting (Concluded)

Proprietary Funds

Enterprise Funds - The Enterprise Funds account for the operation of the Registration program. This operation is financed and operated in a manner similar to private business operations.

Registration - The purpose of the Registration fund is to support professional development workshops for educators and enrichment programs for students. Educators/students pay registration fees for programs presented by the office. Presenter fees, supplies, room rental, and food costs are examples of expenses paid out of the registration fund.

Fiduciary Funds

Agency Funds are used to account for assets held by the Regional Office of Education #45 in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Agency funds include the following:

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

Human Services Educational/Vocational Project - This fund distributes monies received by the State for an Illinois Department of Human Services project with State mental health facilities for educating participants.

H. Net Assets

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

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

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

Unrestricted net assets - All other net assets that do not meet the definition of "restricted" or "invested in capital assets."

I. Cash and Cash Equivalents

Cash and cash equivalents consists of cash on deposit. The Regional Office of Education #45 considers all liquid investments, including certificates of deposit, to be cash equivalents.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Capital Assets

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

Equipment Furniture	5-10 years
Office Equipment	3-7 years

K. Interfund Receivables and Payables

The recordings of due from and due to other funds are a result of various borrowings between funds during the year.

L. Estimates

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

M. Budget Information

The Regional Office of Education #45 acts as the administrative agent for certain grant programs that are accounted for within the General Fund and the Education Fund. These programs have separate budgets and are required to report to the Illinois State Board of Education and Illinois Community College Board; however, none of the annual budgets have been legally adopted, nor are they required to do so. Certain programs within the General Fund and the Special Revenue Fund do not have separate budgets. Comparisons of budgeted and actual results for the following programs are presented as supplementary information: ROE/ISC Operations, Adult Education - Federal Basic, Adult Education - Public Assistance, Adult Education - State Basic, Adult Education - State Performance, Title III English Language Learner, Substance Abuse Prevention Program, Regional Safe Schools, Secretary of State Family Literacy Program, Secretary of State Community Literacy Program LASER, Mathematics and Science Partnership, Title I School Improvement System of Support, Rural Education Achievement Program, McKinney Vento Education for Homeless Children, Gifted Education, Beginning Teacher Induction Pilot Program, Title I - Reading First, Title II - Teacher Quality, We the People Citizen Project, Title II School Improvement System of Support.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

N. Compensated Absences

Vacation pay is considered an expenditure in the year it is paid. All vacation has to be used before fiscal year end, so no accrual is required.

Accumulated sick pay benefits are available to all full-time employees to use in future years. However, upon termination, the employees are not compensated for any unused sick days; therefore, no accruals or reserves have been established.

O. Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses.

NOTE 2: CASH AND CASH EQUIVALENTS

At June 30, 2010, the carrying amount of the Regional Office of Education #45's government-wide and fiduciary fund deposits were \$764,396 and \$1,368,256 respectively, and the bank balances were \$799,447 and \$1,398,444 respectively.

At June 30, 2010, \$935,408 of the Regional Office of Education #45's cash deposits was insured by the Federal Deposit Insurance Corporation. Another \$1,262,483 was collateralized by securities pledged by the Regional Office of Education #45's financial institution in the name of the Regional Office.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the Regional Office of Education's deposits may not be returned to it. The Regional Office of Education #45 does not have a deposit policy for custodial credit risk but follows the Public Funds Investment Act (30 ILCS 235/2 and 6), and Section 8-7 of the School Code.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. The Regional Office of Education #45 does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk

The Regional Office of Education #45 is allowed to invest in securities as authorized by Sections 2 and 6 of the Public Funds Investment Act (30 ILCS 235/2 and 6), and Section 8-7 of the School Code. The Regional Office of Education #45 has no investment policy that would further limit its investment choices. As of June 30, 2010 the Regional Office of Education #45 was in compliance with these guidelines.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 3: DEFINED BENEFIT PENSION PLAN

Plan Description. The Regional Office of Education #45's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Regional Office of Education #45's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on line at www.imrf.org.

Funding Policy. As set by statute, the Regional Office of Education #45's Regular plan members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2009 was 11.03% of annual covered payroll. The Regional Office of Education #45 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. For fiscal year ending December 31, 2009, the Regional Office of Education #45's annual pension cost of \$44,636 for the Regular plan was equal to the Regional Office of Education #45's required and actual contributions.

THREE YEAR TREND INFORMATION

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/09	\$ 44,636	100%	\$ 0
12/31/08	40,182	100%	0
12/31/07	31,733	100%	0

The required contribution for 2009 was determined as part of the December 31, 2007, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2007, included a) 7.5% 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 employer 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 15% corridor between the actuarial and market value of assets. The Regional Office of Education #45's Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2007, was 5 years.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 3: DEFINED BENEFIT PENSION PLAN (CONCLUDED)

Funded Status and Funding Progress. As of December 31, 2009, the most recent actuarial valuation date, the Regular plan was 67.45% funded. The actuarial accrued liability for benefits was \$1,341,096 and the actuarial value of assets was \$904,589, resulting in an underfunded actuarial accrued liability (UAAL) of \$436,507. The covered payroll (annual payroll of active employees covered by the plan) was \$404,678 and the ratio of the UAAL to the covered payroll was 108%. In conjunction with the December 2009 actuarial valuation the market value of investments was determined using techniques that spread the effect 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. In 2010, the unfunded actuarial accrued liability is being amortized on a level percentage of projected payroll on an open 10 year basis.

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.

NOTE 4: TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

The Regional Office of Education #45 participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago.

The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The State of Illinois maintains 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, 2010, was 9.4% of creditable earnings. 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% for the years ended June 30, 2009 and 2008.

The State of Illinois makes contributions directly to TRS on behalf of the Regional Office of Education #45's TRS-covered employees.

- **On behalf contributions.** The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education #45. For the year ended June 30, 2010, the State of Illinois contributions were based on 23.38% of creditable earnings not paid from federal funds, and the Regional Office of Education #45 recognized revenue and expenditures of \$95,049 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2008 and June 30, 2007, the State of Illinois contribution rates as percentages of creditable earnings were 17.08% (\$35,510) and 13.11% (\$61,422), respectively.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 4: TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (CONTINUED)

The Regional Office of Education #45 makes other types of employer contributions directly to TRS.

- **2.2 formula contributions.** Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ending June 30, 2010 were \$1,295. Contributions for the years ending June 30, 2009, and June 30, 2008, were \$1,206 and \$1,602, respectively.
- **Federal and trust fund contributions.** When TRS members are paid from federal and special trust funds administered by the Regional Office of Education #45, there is a statutory requirement for the Regional Office of Education #45 to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that was first effective for the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS. For the year ended June 30, 2010, the employer pension contribution was 23.38% of salaries paid from federal and special trust funds. For the years ended June 30, 2009 and 2008, the employer contribution was 17.08 and 13.11 percent of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2010, salaries totaling \$83,697 were paid from federal and special trust funds that required employer contributions of \$19,568. For the years ended June 30, 2009 and June 30, 2008, required Regional Office of Education #45 contributions were \$10,756 and \$10,716 respectively.
- **Early retirement option.** The Regional Office of Education #45 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.

Public Act 94-0004 made changes in the ERO program that were in effect for all ERO retirements in fiscal years 2008 through 2010. The act increased member and employer contributions and eliminated the waiver of member and employer ERO contributions that had been in effect for members with 34 years of service.

Under the current ERO, the maximum employer contribution is 117.5% and applies when the member is age 55 at retirement.

For the year ended June 30, 2010, the district paid \$0 to TRS for employer contributions under the ERO program. For the years ended June 30, 2009 and June 30, 2008, the district paid \$2,341 and \$0 in employer ERO contributions, respectively.

- **Salary increases over 6 percent and excess sick leave.** Public Act 94-0004 added two additional employer contributions to TRS. If an employer grants salary increases over 6% 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%.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 4: TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (CONCLUDED)

For the year ended June 30, 2010, the Regional Office of Education #45 paid \$299 in contributions to TRS for employer contributions due on salary increases in excess of 6%. For the years ended June 30, 2009 and June 30, 2008, the Regional Office of Education #45 paid \$0 and \$2,125, respectively for TRS for employer contributions due on salary increases in excess of 6%, respectively.

- If the Regional Office of Education #45 grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, Regional Office of Education #45 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 (18.55% of salary during the year ended June 30, 2010). For the year ended June 30, 2010, the Regional Office of Education #45 paid no TRS contributions for sick leave days granted in the excess of the normal annual allotment. For the year ended June 30, 2009, the Regional Office of Education #45 paid no employer contributions granted for sick leave days.

TRS financial information, an explanation of TRS benefits, and descriptions of member, employer and State funding requirements can be found in the TRS *Comprehensive Annual Financial Report* for the year ended June 30, 2009. The report for the year ended June 30, 2010, is expected to be available in late 2010. The reports may be obtained by writing to the Teacher's Retirement System of the State of Illinois, P.O. Box 19253, 2815 West Washington Street, Springfield, Illinois 62794-9253. The most current report is also available on the TRS Web site at trs.illinois.gov.

NOTE 5: OTHER POSTEMPLOYEMENT COMMITMENTS

A. Teacher Health Insurance Security Fund

The Regional Office of Education #45 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 HFS determines the rates and premiums for annuitants 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% of the percentage of salary actually required to be paid in the previous fiscal year.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 5: OTHER POSTEMPLOYEMENT COMMITMENTS (CONTINUED)

A. Teacher Health Insurance Security Fund (Concluded)

On-behalf contributions to THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the Regional Office of Education #45. State contributions are intended to match contributions to the THIS Fund from active members which were 0.84% of pay during the year ended June 30, 2010. State of Illinois contributions were \$1,876 and the Regional Office of Education #45 recognized revenue and expenditures of this amount during the year.

Had the Regional Office of Education #45 recognized revenue and expenditures for State contributions intended to match active member contributions during the years ended June 30, 2009 and June 30, 2008, under the current standards, the contribution match would have been 0.84% of pay or \$1,746 and \$2,320, respectively.

Employer contributions to THIS Fund. The Regional Office of Education #45 also makes contributions to THIS Fund. The Regional Office of Education #45 contribution was 0.63% during the years ended June 30, 2010, June 30, 2009, and June 30, 2008. For the year ended June 30, 2010, the Regional Office of Education #45 paid \$1,407 to the THIS Fund. For the years ended June 30, 2009 and 2008, the Regional Office of Education #45 paid \$1,310 and \$1,740 to the THIS Fund, respectively.

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.

B. Egyptian Area Schools Employee Benefit Trust

Plan Description. The Regional Office of Education #45 contributes to the Egyptian Area Schools Employee Benefit Trust (the "Trust"), a cost-sharing multiple-employer defined benefit health care plan administered by the Board of Managers of the Trust. The Trust provides medical benefits to active and retired employees of approximately 160 participating employers. The Trust issues a publicly available financial report that includes financial statements and required supplementary information for the Trust. A copy of the report may be obtained by writing to the Egyptian Area Schools Employee Benefit Trust, c/o Meritain Health, 13 Executive Drive, Suite 19, Fairview Heights, IL 62208, or by calling Meritain Health at (866) 588-2431, Option 3 x 6105. The report is also posted on the Trust's website at www.egtrust.org.

Funding Policy. The Trust Agreement establishing the Trust provides that contribution rates are established and may be modified by the Board of Managers of the Trust. Contribution rates are normally adjusted as of September 1 each year. As of June 30, 2010, participating employers were contractually required to contribute at the following rates for active and retired employees and dependents.

	Platinum Plan	Gold Plan	Silver Plan	Bronze Plan
Employee (Retiree)	\$456	\$411	\$355	\$302
Employee + spouse	\$941	\$848	\$736	\$623
Employee + child(ren)	\$909	\$819	\$711	\$612
Family	\$1,014	\$912	\$792	\$672

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 5: OTHER POSTEMPLOYEMENT COMMITMENTS (CONCLUDED)

B. Egyptian Area Schools Employee Benefit Trust (Concluded)

Participating employers may require employees and/or retirees to pay some or all of the required contributions to the employers, but the employer has the legal obligation to pay contributions to the Trust. The Regional Office of Education #45 requires retirees to pay 100% of the contribution for the coverage for retirees and their dependents.

The Board of Mangers of the Trust sets the employer contribution rates each year based on an actuarial valuation. The Trust's actuary has determined that as of June 30, 2009 the Trust had no Unfunded Actuarial Accrued Liability for Other Post Employment Benefits (OPEB) and is not expected to have an Unfunded Actuarial Accrued Liability as of June 30, 2010. The actuary has further determined that current contribution rates exceed the Annual Required Contribution (ARC) determined in accordance with the parameters of GASB Statement 45. The District's contributions to the Trust for the years ending June 30, 2010, June 30, 2009 and June 30, 2008, were \$55,517, \$56,630 and \$43,621, respectively, which equaled the contractually required contributions each year.

NOTE 6: INTERFUND RECEIVABLES AND PAYABLES

Interfund due to / from other fund balances at June 30, 2010 consist of the following individual due to / from other funds in the governmental fund Balance Sheet. These balances were eliminated in the government-wide Statement of Net Assets.

Fund	Due From	Due to
General Fund		
Office Account - Chester Office	\$ 54,389	\$ -
Office Account - Waterloo Office	54,776	-
ROE Operations	-	18,649
Education Fund		
Chester Office		
Adult Education – Public Assistance	-	415
Adult Education - State Basic	-	19,405
Adult Education - State Performance	-	2,587
LASER Program	-	18,000
Mathematics & Science Partnership	-	5,503
Substance Abuse Prevention Program	-	8,479
Waterloo Office		
Title I School Improvement System of Support	-	4,417
Title II School Improvement System of Support	-	83
Beginning Teacher Induction Pilot Program	-	17,567
Mathematics & Science Partnership	-	14,060
	<u>\$ 109,165</u>	<u>\$ 109,165</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 7: DUE TO/DUE FROM OTHER GOVERNMENTAL UNITS

The Regional Office of Education #45's General Fund, Education Fund, Proprietary Fund and Agency Fund, have funds due to and due from various other governmental units which consist of the following:

Due from Other Governments:

General Fund – Waterloo Office Account		
Local Governments	\$	490
General Fund – ROE Operations		
Illinois State Board of Education		18,649
Special Revenue Fund – Education Fund		
Illinois State Board of Education		91,387
Illinois Community College Board		24,413
St. Clair Regional Office of Education		30,979
Proprietary Fund – Registration Fund		
Local Governments		3,130
Fiduciary Fund – Distributive Fund		
Illinois State Board of Education		1,534,215
Total	\$	<u>1,703,263</u>

Due to Other Governments:

Proprietary Fund – Registration Fund		
Lindenwood University	\$	155,340
Fiduciary Fund – Distributive Fund		
Local School Districts and Other Entities		1,314,361
Fiduciary Fund – Human Services Educational/Vocational		
Project Funds – Local School Districts and Other Entities		1,588,110
Total	\$	<u>3,057,811</u>

NOTE 8: CAPITAL ASSETS

Governmental Activities

Capital asset activity for fiscal year 2010 was as follows:

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Governmental Funds				
Total Capital Assets	\$ 209,618	\$ 46,013	\$ 34,325	\$ 221,306
Less: Accumulated Depreciation	<u>176,235</u>	<u>12,703</u>	<u>34,325</u>	<u>154,613</u>
Governmental Funds				
Investment in Capital Assets, Net	<u>\$ 33,383</u>	<u>\$ 33,310</u>	<u>\$ -</u>	<u>\$ 66,693</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 8: CAPITAL ASSETS (CONCLUDED)

Business-Type Activities

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Business-type Activities				
Total Capital Assets	\$ -	\$ 1,441	\$ -	\$ 1,441
Less: Accumulated Depreciation	-	216	-	216
Business-type Activities				
Investment in Capital Assets, Net	\$ -	\$ 1,225	\$ -	\$ 1,225

Capital assets are depreciated using the straight-line method over the estimated useful lives of the assets. Depreciation expense of \$12,703 and \$216 was charged to the governmental activities and business-type activities, respectively, on the government-wide Statement of Activities for the year ended June 30, 2010. Investment in capital assets is the component of net assets that reports capital assets net of accumulated depreciation.

NOTE 9: DISTRIBUTIVE FUND INTEREST

A written agreement between the Regional Office of Education #45's school boards, which receive funds through the Regional Office of Education #45, provides for the retention of interest earned on the State Distributive Fund checking account by the Regional Superintendent to be used for the benefit of all of the districts in the region. During the year the distributive fund earned interest of \$170. At June 30, 2010 all accumulated interest had been distributed.

NOTE 10: COMMITMENTS AND CONTINGENCIES

The fiscal year June 30, 1996 audit report on the financial statements of the Regional Office has not yet been finalized. It is reasonably possible that liabilities arising from fiscal year June 30, 1996 exist and are not recorded on the June 30, 2010 financial statements.

The Regional Office of Education #45 is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Regional Office of Education #45 has purchased commercial insurance to cover these risks. During the year ended June 30, 2010, there were no significant reductions in coverage. Also, there have been no settlement amounts which have exceeded insurance coverage in the past three years.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 11: ON-BEHALF PAYMENTS

The State of Illinois pays the following salaries and benefits on behalf of Regional Office of Education #45:

Regional Superintendent Salary	\$	96,435
Regional Superintendent Fringe Benefits (Includes State paid insurance)		21,372
Assistant Regional Superintendent Salary		86,791
Assistant Regional Superintendent Fringe Benefits (Includes State paid insurance)		20,806
TRS Pension Contributions		95,049
THIS Fund Contributions		<u>1,876</u>
 Total	 \$	 <u>322,329</u>

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

These amounts have been recorded in the accompanying governmental fund financial statements as state revenue and expenditures.

NOTE 12: TRANSFERS

There were no interfund transfers during fiscal year 2010.

NOTE 13: OPERATING LEASES

Lease 1: On December 1, 2007 the Regional Office of Education #45 entered into a one year lease agreement with Monroe County, IL for rental of 107 East Mill Street, Waterloo (Waterloo Regional Office building) beginning December 1, 2007 and terminating November 30, 2008. The Regional Office of Education #45 renewed the lease starting December 1, 2009 and terminating November 30, 2010. The lease is payable in monthly installments of \$1,800. Lease expense for the office building for fiscal year 2010 was \$21,600.

Lease 2: On August 8, 2006 the Regional Office of Education #45 entered into a lease agreement with Pitney Bowes for a postage meter held at the Chester office for 4 years beginning October 1, 2006 through September 30, 2010. The lease is payable in quarterly payments of \$155 of which approximately 14 percent is reimbursed by another governmental entity. Total lease expense for fiscal year 2010 was \$537.

Lease 3: On July 1, 2007 the Regional Office of Education #45 entered into a lease agreement with St. Patrick Catholic Church of Ruma, IL for rental of the building known as "brick school" for three years beginning July 1, 2007 and terminating June 30, 2010. The lease is payable in monthly installments of \$875 per month. Lease expense for the "brick school" for fiscal year 2010 was \$10,500.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 13: OPERATING LEASES (CONTINUED)

Lease 4: On February 18, 2005 the Regional Office of Education #45 entered into a lease agreement with Canon Financial Services for rental of a copier kept at the Chester office building for 5 years beginning March 1, 2005 and terminating February 28, 2010. The lease is payable in monthly installments of \$376. Lease expense for the copier for fiscal year 2010 was \$1,880. This copier was replaced with the copier described in Lease 11 below in November 2009 with the remaining payments being covered by the new lessor.

Lease 5: On February 8, 2005 the Regional Office of Education #45 entered into a lease agreement with Canon Financial Services for rental of a copier kept at the Waterloo office building for 5 years beginning March 1, 2005 and terminating February 28, 2010. The lease is payable in monthly installments of \$376. Lease expense for the copier for fiscal year 2010 was \$1,880. This copier was replaced with the copier described in Lease 9 below in November 2009 with the remaining payments being covered by the new lessor.

Lease 6: On August 7, 2007 the Regional Office of Education #45 entered into a lease agreement with CIT Technology Financing Services Inc. for rental of a copier kept at the Red Brick School for 5 years beginning September 1, 2007 and terminating August 31, 2012. The lease is payable in monthly installments of \$205. Lease expense for the copier for fiscal year 2010 was \$2,460. This copier was replaced with the copier described in Lease 10 below in November 2009 with the remaining payments being covered by the new lessor.

Lease 7: On August 1, 1999 the Regional Office of Education #45 entered into a month-to-month lease agreement with Hillside Storage Rentals for rental of a storage stall in Chester. The lease is payable on a monthly basis with a monthly rental fee of \$40. Rent expense for the storage unit for fiscal year 2010 was \$480.

Lease 8: On August 18, 2007 the Regional Office of Education #45 entered into a lease agreement with Pitney Bowes for 5 years and 3 months for a postage meter held at the Waterloo Office beginning September 1, 2007 through December 30, 2012. The lease is payable in quarterly payments of \$177. The lease expense for fiscal year 2010 was \$708.

Lease 9: On October 21, 2009, the Regional Office of Education #45 entered into a lease agreement with Toshiba Financial Services for rental of a copier kept at the Waterloo office building for 5 years and 3 months beginning with December 1, 2009 and terminating February 28, 2015. The lease is payable in monthly installments of \$257. Lease expense for the copier for fiscal year 2010 was \$1,799.

Lease 10: On October 21, 2009, the Regional Office of Education #45 entered into a lease agreement with Toshiba Financial Services for rental of a copier kept at the Red Brick School for 5 years and 3 months beginning with December 1, 2009 and terminating February 28, 2015. The lease is payable in monthly installments of \$248. Lease expense for the copier for fiscal year 2010 was \$1,734.

Lease 11: On October 21, 2009, the Regional Office of Education #45 entered into a lease agreement with Toshiba Financial Services for rental of a copier kept at the Chester office building for 5 years and 3 months beginning with December 1, 2009 and terminating February 28, 2015. The lease is payable in monthly installments of \$214. Lease expense for the copier for fiscal year 2010 was \$1,501.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2010**

NOTE 13: OPERATING LEASES (CONCLUDED)

The Regional Office of Education #45's future minimum lease payments based on the leases detailed above are as follows:

<u>Fiscal Year</u>		
2011	\$	18,469
2012		9,336
2013		8,982
2014		8,628
2015		5,752
	<u>\$</u>	<u>51,167</u>

NOTE 14: NEW ACCOUNTING PRONOUNCEMENTS

In 2010, the Regional Office of Education #45 implemented Governmental Accounting Standards Board (GASB) Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*; GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*; GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*; and GASB Statement No. 58, *Accounting and Financial Reporting for Chapter 9 Bankruptcies*. The Regional Office of Education #45 implemented these standards during the current year; however, GASB Statements No. 51, 53, and 58 had no impact on the financial statements.

NOTE 15: SUBSEQUENT EVENTS

The Regional Office of Education #45 has evaluated subsequent events through March 30, 2011, the date which the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION
(Other than Management's Discussion and Analysis)

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF FUNDING PROGRESS
For the Year Ended June 30, 2010**

UNAUDITED

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)
12/31/09	\$904,589	\$1,341,096	\$436,507	67.45%	\$404,678	107.87%
12/31/08	839,535	1,231,312	391,777	68.18%	405,057	96.72%
12/31/07	816,797	849,896	33,099	96.11%	239,494	13.82%

On a market value basis, the actuarial value of assets as of December 31, 2009 is \$870,497. On a market basis, the funded ratio would be 64.91%.

OTHER SUPPLEMENTAL INFORMATION

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
GENERAL FUND
June 30, 2010**

	Office Account		ROE/ISC Operations	County Account	Total
	Chester	Waterloo	Waterloo	Waterloo	
Assets					
Cash and cash equivalents	\$ 26,736	\$ 165,897	\$ -	\$ 36,743	\$ 229,376
Due from other funds	54,389	54,776	-	-	109,165
Due from other governments	-	490	18,649	-	19,139
Prepaid expenses	-	8,515	-	-	8,515
Total Assets	\$ 81,125	\$ 229,678	\$ 18,649	\$ 36,743	\$ 366,195
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued wages and benefits	-	9,808	-	-	9,808
Deferred revenue	7,863	87	-	-	7,950
Due to Other Funds	-	-	18,649	-	18,649
Total Liabilities	7,863	9,895	18,649	-	36,407
Fund Balance					
Unreserved	73,262	219,783	-	36,743	329,788
Total Fund Balances	73,262	219,783	-	36,743	329,788
Total Liabilities and Fund Balances	\$ 81,125	\$ 229,678	\$ 18,649	\$ 36,743	\$ 366,195

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GENERAL FUND ACCOUNTS
For the Year Ended June 30, 2010**

	Office Account		ROE/ISC Operations	County Account	Total
	Chester	Waterloo	Waterloo	Waterloo	
Revenues					
Local sources	\$ 3,648	\$ 97,931	\$ -	\$ 178,739	\$ 280,318
State sources	-	-	55,849	-	55,849
State sources - On Behalf Payments	-	322,329	-	-	322,329
Total Revenue	<u>3,648</u>	<u>420,260</u>	<u>55,849</u>	<u>178,739</u>	<u>658,496</u>
Expenditures					
Salaries	-	40,798	31,155	91,825	163,778
Employee benefits	-	22,404	10,707	33,592	66,703
Purchased services	3,407	34,691	12,736	45,065	95,899
Supplies and materials	192	1,302	1,251	7,596	10,341
Other	-	1,879	60	8,392	10,331
Payments made on behalf of region	-	322,329	-	-	322,329
Total Expenditures	<u>3,599</u>	<u>423,403</u>	<u>55,909</u>	<u>186,470</u>	<u>669,381</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>49</u>	<u>(3,143)</u>	<u>(60)</u>	<u>(7,731)</u>	<u>(10,885)</u>
Other Financing Sources (Uses)					
Interest	92	1,557	60	308	2,017
Total Other Financing Sources (Uses)	<u>92</u>	<u>1,557</u>	<u>60</u>	<u>308</u>	<u>2,017</u>
Net Change in Fund Balance	141	(1,586)	-	(7,423)	(8,868)
Fund Balance - Beginning	<u>73,121</u>	<u>221,369</u>	<u>-</u>	<u>44,166</u>	<u>338,656</u>
Fund Balance - Ending	<u>\$ 73,262</u>	<u>\$ 219,783</u>	<u>\$ -</u>	<u>\$ 36,743</u>	<u>\$ 329,788</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND ACCOUNTS
ROE/ISC OPERATIONS
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 55,849	\$ 55,849	\$ 55,849
Total Revenues	<u>55,849</u>	<u>55,849</u>	<u>55,849</u>
Expenditures			
Salaries	31,250	29,886	31,155
Employee benefits	9,524	9,524	10,707
Purchased services	13,176	14,439	12,736
Supplies and materials	799	1,500	1,251
Capital outlay	500	500	-
Other	600	-	60
Total Expenditures	<u>55,849</u>	<u>55,849</u>	<u>55,909</u>
Excess (Deficiency) of Revenues Over Expenditures			<u>(60)</u>
Other Financing Sources (Uses)			
Interest	-	-	60
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>60</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
June 30, 2010**

	Education Fund		
	Chester	Waterloo	Total
Assets			
Cash and cash equivalents	\$ 140,370	\$ 33,663	\$ 174,033
Due from other governments	109,250	37,529	146,779
	\$ 249,620	\$ 71,192	\$ 320,812
Liabilities			
Accounts payable	\$ 2,145	\$ -	\$ 2,145
Due to other funds	54,389	36,127	90,516
Deferred revenue	24,211	23,590	47,801
Total Liabilities	80,745	59,717	140,462
Fund Balance			
Unreserved	168,875	11,475	180,350
Total Fund Balance	168,875	11,475	180,350
	\$ 249,620	\$ 71,192	\$ 320,812

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
For the Year Ended June 30, 2010**

	Education Fund		
	Chester	Waterloo	Total
Revenues			
Local sources	\$ 17,740	\$ 6,425	\$ 24,165
State sources	294,970	83,950	378,920
Federal sources	73,066	431,257	504,323
Total Revenues	<u>385,776</u>	<u>521,632</u>	<u>907,408</u>
Expenditures			
Salaries	309,752	147,867	457,619
Employee benefits	48,995	25,311	74,306
Purchased services	53,061	157,443	210,504
Supplies and materials	28,861	52,661	81,522
Capital outlay	6,901	39,112	46,013
Other	8	1,487	1,495
Payments to other governments	-	97,988	97,988
Total Expenditures	<u>447,578</u>	<u>521,869</u>	<u>969,447</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(61,802)</u>	<u>(237)</u>	<u>(62,039)</u>
Other Financing Sources (Uses)			
Interest	3,525	595	4,120
Total Other Financing Sources (Uses)	<u>3,525</u>	<u>595</u>	<u>4,120</u>
Net Change in Fund Balance	(58,277)	358	(57,919)
Fund Balance - Beginning	<u>227,152</u>	<u>11,117</u>	<u>238,269</u>
Fund Balance - Ending	<u>\$ 168,875</u>	<u>\$ 11,475</u>	<u>\$ 180,350</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
CHESTER OFFICE
June 30, 2010**

	Adult Education Programs	Title III English Language Learner	Substance Abuse Prevention Program	Regional Safe Schools
Assets				
Cash and cash equivalents	\$ 139	\$ -	\$ -	\$ 140,231
Due from other governments	24,413	-	8,479	52,855
Total Assets	\$ 24,552	\$ -	\$ 8,479	\$ 193,086
Liabilities				
Accounts payable	\$ 2,145	\$ -	\$ -	\$ -
Due to other funds	22,407	-	8,479	-
Deferred revenue	-	-	-	24,211
Total Liabilities	24,552	-	8,479	24,211
Fund Balance				
Unreserved	-	-	-	168,875
Total Fund Balances	-	-	-	168,875
Total Liabilities and Fund Balances	\$ 24,552	\$ -	\$ 8,479	\$ 193,086

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
CHESTER OFFICE
June 30, 2010**

	<u>Secretary of State Family Literacy Program</u>	<u>Secretary of State Community Literacy Program - LASER</u>	<u>Mathematics and Science Partnership</u>	<u>Total</u>
Assets				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 140,370
Due from other governments	-	18,000	5,503	109,250
Total Assets	<u>\$ -</u>	<u>\$ 18,000</u>	<u>\$ 5,503</u>	<u>\$ 249,620</u>
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ 2,145
Due to other funds	-	18,000	5,503	54,389
Deferred revenue	-	-	-	24,211
Total Liabilities	<u>-</u>	<u>18,000</u>	<u>5,503</u>	<u>80,745</u>
Fund Balance				
Unreserved	-	-	-	168,875
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>168,875</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 18,000</u>	<u>\$ 5,503</u>	<u>\$ 249,620</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
CHESTER OFFICE
For the Year Ended June 30, 2010**

	Adult Education Programs	Title III English Language Learner	Substance Abuse Prevention Program	Regional Safe Schools
Revenues				
Local sources	\$ 500	\$ -	\$ -	\$ 17,240
State sources	54,833	-	25,459	168,678
Federal sources	39,127	2,000	-	26,436
Total Revenues	<u>94,460</u>	<u>2,000</u>	<u>25,459</u>	<u>212,354</u>
Expenditures				
Salaries	53,600	750	21,745	193,261
Employee benefits	12,676	11	1,799	31,346
Purchased services	6,641	544	1,800	39,284
Supplies and materials	14,642	695	115	10,257
Capital outlay	6,901	-	-	-
Other	7	1	-	-
Payments to other governments	-	-	-	-
Total Expenditures	<u>94,467</u>	<u>2,001</u>	<u>25,459</u>	<u>274,148</u>
Excess (Deficiency) of Revenues Over Expenditures	(7)	(1)	-	(61,794)
Other Financing Sources (Uses)				
Interest	7	1	-	3,517
Total Other Financing Sources (Uses)	<u>7</u>	<u>1</u>	<u>-</u>	<u>3,517</u>
Net Change in Fund Balance	-	-	-	(58,277)
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>227,152</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 168,875</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
CHESTER OFFICE
For the Year Ended June 30, 2010**

	Secretary of State Family Literacy Program	Secretary of State Community Literacy Program - LASER	Mathematics and Science Partnership	Total
Revenues				
Local sources	\$ -	\$ -	\$ -	\$ 17,740
State sources	28,000	18,000	-	294,970
Federal sources	-	-	5,503	73,066
Total Revenues	<u>28,000</u>	<u>18,000</u>	<u>5,503</u>	<u>385,776</u>
Expenditures				
Salaries	23,333	13,013	4,050	309,752
Employee benefits	1,433	325	1,405	48,995
Purchased services	1,646	3,098	48	53,061
Supplies and materials	1,588	1,564	-	28,861
Capital outlay	-	-	-	6,901
Other	-	-	-	8
Total Expenditures	<u>28,000</u>	<u>18,000</u>	<u>5,503</u>	<u>447,578</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	(61,802)
Other Financing Sources (Uses)				
Interest	-	-	-	3,525
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,525</u>
Net Change in Fund Balance	-	-	-	(58,277)
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>227,152</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 168,875</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
ADULT EDUCATION PROGRAMS
CHESTER OFFICE
June 30, 2010**

	Federal Basic	Public Assistance	State Basic	State Performance	Total
Assets					
Cash and cash equivalents	\$ 139	\$ -	\$ -	\$ -	\$ 139
Due from other governments	-	415	21,411	2,587	24,413
Total Assets	<u>\$ 139</u>	<u>\$ 415</u>	<u>\$ 21,411</u>	<u>\$ 2,587</u>	<u>\$ 24,552</u>
Total Liabilities					
Accounts payable	\$ 139	\$ -	\$ 2,006	\$ -	\$ 2,145
Due to other funds	-	415	19,405	2,587	22,407
Total Liabilities	<u>139</u>	<u>415</u>	<u>21,411</u>	<u>2,587</u>	<u>24,552</u>
Fund Balance					
Unreserved	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 139</u>	<u>\$ 415</u>	<u>\$ 21,411</u>	<u>\$ 2,587</u>	<u>\$ 24,552</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
ADULT EDUCATION PROGRAMS
CHESTER OFFICE
For the Year Ended June 30, 2010**

	<u>Federal Basic</u>	<u>Public Assistance</u>	<u>State Basic</u>	<u>State Performance</u>	<u>Total</u>
Revenues					
Local sources	\$ -	\$ -	\$ -	\$ 500	\$ 500
State sources	-	1,662	42,822	10,349	54,833
Federal sources	39,127	-	-	-	39,127
Total Revenues	<u>39,127</u>	<u>1,662</u>	<u>42,822</u>	<u>10,849</u>	<u>94,460</u>
Expenditures					
Salaries	24,806	599	22,254	5,941	53,600
Employee benefits	8,358	16	3,708	594	12,676
Purchased services	2,103	312	2,921	1,305	6,641
Supplies and materials	2,859	735	9,760	1,288	14,642
Capital outlay	1,001	-	4,179	1,721	6,901
Other	3	-	2	2	7
Total Expenditures	<u>39,130</u>	<u>1,662</u>	<u>42,824</u>	<u>10,851</u>	<u>94,467</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(3)</u>	<u>-</u>	<u>(2)</u>	<u>(2)</u>	<u>(7)</u>
Other Financing Sources (Uses)					
Interest	3	-	2	2	7
Total Other Financing Sources (Uses)	<u>3</u>	<u>-</u>	<u>2</u>	<u>2</u>	<u>7</u>
Net Change in Fund Balance	-	-	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
ADULT EDUCATION - FEDERAL BASIC
For the Year Ended June 30, 2010
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 39,127	\$ 39,127	\$ 39,127
Total Revenues	<u>39,127</u>	<u>39,127</u>	<u>39,127</u>
Expenditures			
Salaries	26,065	26,065	24,806
Employee benefits	8,905	8,905	8,358
Purchased services	2,207	2,207	2,103
Supplies and materials	1,950	1,950	2,859
Capital outlay	-	-	1,001
Other	-	-	3
Total Expenditures	<u>39,127</u>	<u>39,127</u>	<u>39,130</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(3)</u>
Other Financing Sources (Uses):			
Interest	-	-	3
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>3</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
ADULT EDUCATION - PUBLIC ASSISTANCE
For the Year Ended June 30, 2010
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 1,662	\$ 1,662	\$ 1,662
Total Revenues	<u>1,662</u>	<u>1,662</u>	<u>1,662</u>
Expenditures			
Salaries	901	901	599
Employee benefits	24	24	16
Purchased services	520	520	312
Supplies and materials	217	217	735
Total Expenditures	<u>1,662</u>	<u>1,662</u>	<u>1,662</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
ADULT EDUCATION - STATE BASIC
For the Year Ended June 30, 2010
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 42,822	\$ 42,822	\$ 42,822
Total Revenues	<u>42,822</u>	<u>42,822</u>	<u>42,822</u>
Expenditures			
Salaries	28,954	28,954	22,254
Employee benefits	4,191	4,191	3,708
Purchased services	4,617	4,617	2,921
Supplies and materials	5,060	5,060	9,760
Capital outlay	-	-	4,179
Other	-	-	2
Total Expenditures	<u>42,822</u>	<u>42,822</u>	<u>42,824</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(2)</u>
Other Financing Sources (Uses):			
Interest	-	-	2
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>2</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
ADULT EDUCATION - STATE PERFORMANCE
For the Year Ended June 30, 2010
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Local sources	\$ -	\$ -	\$ 500
State sources	10,349	10,349	10,349
Total Revenues	<u>10,349</u>	<u>10,349</u>	<u>10,849</u>
Expenditures			
Salaries	7,453	7,453	5,941
Employee benefits	901	901	594
Purchased services	1,067	1,067	1,305
Supplies and materials	928	928	1,288
Capital outlay	-	-	1,721
Other	-	-	2
Total Expenditures	<u>10,349</u>	<u>10,349</u>	<u>10,851</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(2)</u>
Other Financing Sources (Uses):			
Interest	-	-	2
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>2</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
TITLE III - ENGLISH LANGUAGE LEARNER
For the Year Ended June 30, 2010
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 2,000	\$ 2,000	\$ 2,000
Total Revenues	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>
Expenditures			
Salaries	1,500	750	750
Employee benefits	22	11	11
Purchased services	404	615	544
Supplies and materials	74	624	695
Other	-	-	1
Total Expenditures	<u>2,000</u>	<u>2,000</u>	<u>2,001</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(1)</u>
Other Financing Sources (Uses)			
Interest	-	-	1
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>1</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
SUBSTANCE ABUSE PREVENTION PROGRAM
For the Year Ended June 30, 2010
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 25,459	\$ 25,459	\$ 25,459
Total Revenues	<u>25,459</u>	<u>25,459</u>	<u>25,459</u>
Expenditures			
Salaries	21,323	21,323	21,745
Employee benefits	1,873	1,873	1,799
Purchased services	2,228	2,228	1,800
Supplies and materials	35	35	115
Total Expenditures	<u>25,459</u>	<u>25,459</u>	<u>25,459</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
REGIONAL SAFE SCHOOLS
For the Year Ended June 30, 2010
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Local sources	\$ -	\$ -	\$ 17,240
State sources	101,211	101,211	168,678
Federal sources	-		26,436
Total Revenues	<u>101,211</u>	<u>101,211</u>	<u>212,354</u>
Expenditures			
Salaries	87,798	87,798	193,261
Employee benefits	4,476	4,476	31,346
Purchased services	6,106	6,106	39,284
Supplies and materials	2,831	2,831	10,257
Total Expenditures	<u>101,211</u>	<u>101,211</u>	<u>274,148</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(61,794)</u>
Other Financing Sources (Uses)			
Interest	-	-	3,517
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>3,517</u>
Net Change in Fund Balance	-	-	(58,277)
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>227,152</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 168,875</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
SECRETARY OF STATE FAMILY LITERACY PROGRAM
For the Year Ended June 30, 2010
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 28,000	\$ 28,000	\$ 28,000
Total Revenues	<u>28,000</u>	<u>28,000</u>	<u>28,000</u>
Expenditures:			
Salaries	23,310	23,310	23,333
Employee benefits	2,136	2,136	1,433
Purchased services	1,754	1,754	1,646
Supplies and materials	800	800	1,588
Total Expenditures	<u>28,000</u>	<u>28,000</u>	<u>28,000</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
SECRETARY OF STATE COMMUNITY LITERACY PROGRAM - LASER
For the Year Ended June 30, 2010
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 18,000	\$ 18,000	\$ 18,000
Total Revenues	<u>18,000</u>	<u>18,000</u>	<u>18,000</u>
Expenditures			
Salaries	13,000	13,000	13,013
Employee benefits	859	859	325
Purchased services	3,141	3,141	3,098
Supplies and materials	1,000	1,000	1,564
Total Expenditures	<u>18,000</u>	<u>18,000</u>	<u>18,000</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of May 1, 2010 to September 30, 2010)
EDUCATION FUND ACCOUNTS
MATHEMATICS AND SCIENCE PARTNERSHIP
For the Year Ended June 30, 2010
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 180,000	\$ 180,000	\$ 5,503
Total Revenues	<u>180,000</u>	<u>180,000</u>	<u>5,503</u>
Expenditures			
Salaries	20,555	20,555	4,050
Employee benefits	8,439	8,439	1,405
Purchased services	55,206	55,206	48
Supplies and materials	48,175	48,175	-
Payments to other governments	47,625	-	-
Total Expenditures	<u>180,000</u>	<u>132,375</u>	<u>5,503</u>
Net Change in Fund Balance	-	47,625	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 47,625</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
WATERLOO OFFICE
June 30, 2010**

	Mathematics and Science Partnership (FY 2009)	Mathematics and Science Partnership (FY 2010)	State Standards & Assessment System of Support	Title I School Improvement System of Support (FY2009)	Title I School Improvement System of Support (FY2010)	Film Co-op
Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,739
Due from other governments	-	14,060	-	-	4,417	-
Total Assets	\$ -	\$ 14,060	\$ -	\$ -	\$ 4,417	\$ 5,739
Liabilities						
Due to other funds	\$ -	\$ 14,060	\$ -	\$ -	\$ 4,417	\$ -
Deferred revenue	-	-	-	-	-	-
Total Liabilities	-	14,060	-	-	4,417	-
Fund Balance						
Unreserved	-	-	-	-	-	5,739
Total Fund Balances	-	-	-	-	-	5,739
Total Liabilities and Fund Balances	\$ -	\$ 14,060	\$ -	\$ -	\$ 4,417	\$ 5,739

REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
WATERLOO OFFICE
June 30, 2010

	Rural Education Achievement Program	McKinney Vento Education for Homeless Children	Gifted Education	Beginning Teacher Induction Pilot Program (FY2009)	Beginning Teacher Induction Pilot Program (FY2010)	NBPTS Scholarship
Assets						
Cash and cash equivalents	\$ -	\$ -	\$ 23,317	\$ -	\$ -	\$ -
Due from other governments	-	-	-	-	17,567	-
Total Assets	\$ -	\$ -	\$ 23,317	\$ -	\$ 17,567	\$ -
Liabilities						
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ 17,567	\$ -
Deferred revenue	-	-	23,317	-	-	-
Total Liabilities	-	-	23,317	-	17,567	-
Fund Balance						
Unreserved	-	-	-	-	-	-
Total Fund Balances	-	-	-	-	-	-
Total Liabilities and Fund Balances	\$ -	\$ -	\$ 23,317	\$ -	\$ 17,567	\$ -

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
WATERLOO OFFICE
June 30, 2010**

	Substance Abuse Prevention Program	Title I Reading First	Title II Teacher Quality	We the People Citizen Project	Red Bud Community Project	Title II School Improvement System of Support	Total
Assets							
Cash and cash equivalents	\$ 273	\$ -	\$ -	\$ 50	\$ 4,284	\$ -	\$ 33,663
Due from other governments	-	-	-	1,402	-	83	37,529
Total Assets	\$ 273	\$ -	\$ -	\$ 1,452	\$ 4,284	\$ 83	\$ 71,192
Liabilities							
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 83	\$ 36,127
Deferred revenue	273	-	-	-	-	-	23,590
Total Liabilities	273	-	-	-	-	83	59,717
Fund Balance							
Unreserved	-	-	-	1,452	4,284	-	11,475
Total Fund Balances	-	-	-	1,452	4,284	-	11,475
Total Liabilities and Fund Balances	\$ 273	\$ -	\$ -	\$ 1,452	\$ 4,284	\$ 83	\$ 71,192

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
WATERLOO OFFICE
For the Year Ended June 30, 2010**

	Mathematics and Science Partnership (FY 2009)	Mathematics and Science Partnership (FY 2010)	State Standards & Assessment System of Support	Title I School Improvement System of Support (FY2009)	Title I School Improvement System of Support (FY2010)	Film Co-op
Revenues						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,595
State sources			166	-	-	-
Federal sources	203,342	96,468	-	14,063	48,585	-
Total Revenues	<u>203,342</u>	<u>96,468</u>	<u>166</u>	<u>14,063</u>	<u>48,585</u>	<u>4,595</u>
Expenditures						
Salaries	20,741	13,889	150	11,786	35,162	1,397
Employee benefits	6,178	4,691	16	1,118	9,603	107
Purchased services	71,643	41,639	-	1,159	3,820	1,504
Supplies and materials	32,629	7,342	-	-	-	915
Capital outlay	30,661	8,451	-	-	-	-
Other	100	29	-	-	-	-
Payments to other governments	41,490	20,456	-	-	-	-
Total Expenditures	<u>203,442</u>	<u>96,497</u>	<u>166</u>	<u>14,063</u>	<u>48,585</u>	<u>3,923</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(100)</u>	<u>(29)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>672</u>
Other Financing Sources (Uses)						
Interest	100	29	-	-	-	53
Total Other Financing Sources (Uses)	<u>100</u>	<u>29</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>53</u>
Net Change in Fund Balance	-	-	-	-	-	725
Fund Balance - Beginning	-	-	-	-	-	5,014
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,739</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
WATERLOO OFFICE
For the Year Ended June 30, 2010**

	Rural Education Achievement Program	McKinney Vento Education for Homeless Children	Gifted Education	Beginning Teacher Induction Pilot Program (FY2009)	Beginning Teacher Induction Pilot Program (FY2010)	NBPTS Scholarship
Revenues						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,000
State sources	-	-	36,306	29,911	17,567	-
Federal sources	24,521	14,107	-	-	-	-
Total Revenues	<u>24,521</u>	<u>14,107</u>	<u>36,306</u>	<u>29,911</u>	<u>17,567</u>	<u>1,000</u>
Expenditures						
Salaries	-	11,750	22,540	7,250	11,500	-
Employee benefits	-	170	1,182	105	276	-
Purchased services	-	2,040	1,783	19,135	4,169	-
Supplies and materials	-	147	5,019	3,421	372	-
Capital outlay	-	-	-	-	-	-
Other	-	-	320	33	-	1,000
Payments to other governments	24,521	-	5,782	-	1,250	-
Total Expenditures	<u>24,521</u>	<u>14,107</u>	<u>36,626</u>	<u>29,944</u>	<u>17,567</u>	<u>1,000</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(320)</u>	<u>(33)</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)						
Interest	-	-	320	33	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>320</u>	<u>33</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
WATERLOO OFFICE
For the Year Ended June 30, 2010

	Substance Abuse Prevention Program	Title I Reading First	Title II Teacher Quality	We the People Citizen Project	Red Bud Community Project	Title II School Improvement System of Support	Total
Revenues							
Local sources	\$ 205	\$ -	\$ -	\$ 625	\$ -	\$ -	\$ 6,425
State sources	-	-	-	-	-	-	83,950
Federal sources	-	8,718	3,551	11,402	-	6,500	431,257
Total Revenues	<u>205</u>	<u>8,718</u>	<u>3,551</u>	<u>12,027</u>	<u>-</u>	<u>6,500</u>	<u>521,632</u>
Expenditures							
Salaries	-	287	2,870	3,366	-	5,179	147,867
Employee benefits	-	125	596	238	-	906	25,311
Purchased services	207	6,175	85	3,056	613	415	157,443
Supplies and materials	-	1,622	-	1,194	-	-	52,661
Capital outlay	-	-	-	-	-	-	39,112
Other	-	5	-	-	-	-	1,487
Payments to other governments	-	509	-	3,980	-	-	97,988
Total Expenditures	<u>207</u>	<u>8,723</u>	<u>3,551</u>	<u>11,834</u>	<u>613</u>	<u>6,500</u>	<u>521,869</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(2)</u>	<u>(5)</u>	<u>-</u>	<u>193</u>	<u>(613)</u>	<u>-</u>	<u>(237)</u>
Other Financing Sources (Uses)							
Interest	2	5	-	18	35	-	595
Total Other Financing Sources (Uses)	<u>2</u>	<u>5</u>	<u>-</u>	<u>18</u>	<u>35</u>	<u>-</u>	<u>595</u>
Net Change in Fund Balance	-	-	-	211	(578)	-	358
Fund Balance - Beginning	-	-	-	1,241	4,862	-	11,117
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,452</u>	<u>\$ 4,284</u>	<u>\$ -</u>	<u>\$ 11,475</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of June 1, 2009 to September 30, 2009)
EDUCATION FUND ACCOUNTS
MATHEMATICS AND SCIENCE PARTNERSHIP (FY2009)
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 214,914	\$ 214,914	\$ 203,342
Total Revenues	<u>214,914</u>	<u>214,914</u>	<u>203,342</u>
Expenditures			
Salaries	18,478	18,478	20,741
Employee benefits	5,476	5,476	6,178
Purchased services	72,402	72,402	71,643
Supplies and materials	26,881	26,881	32,629
Capital Outlay	25,677	25,677	30,661
Other	-	-	100
Payments to other governments	66,000	66,000	41,490
Total Expenditures	<u>214,914</u>	<u>214,914</u>	<u>203,442</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(100)</u>
Other Financing Sources (Uses):			
Interest	-	-	100
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>100</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of October 1, 2009 to August 31, 2010)
EDUCATION FUND ACCOUNTS
MATHEMATICS AND SCIENCE PARTNERSHIP (FY2010)
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 250,000	\$ 250,000	\$ 96,468
Total Revenues	<u>250,000</u>	<u>250,000</u>	<u>96,468</u>
Expenditures			
Salaries	27,335	29,335	13,889
Employee benefits	8,717	9,217	4,691
Purchased services	71,095	70,595	41,639
Supplies and materials	24,578	27,578	7,342
Capital Outlay	8,685	16,685	8,451
Other	-	-	29
Payments to other governments	109,590	96,590	20,456
Total Expenditures	<u>250,000</u>	<u>250,000</u>	<u>96,497</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(29)</u>
Other Financing Sources (Uses):			
Interest	-	-	29
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>29</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of September 1, 2008 to August 31, 2009)
EDUCATION FUND ACCOUNTS
TITLE I SCHOOL IMPROVEMENT SYSTEM OF SUPPORT (FY2009)
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 75,150	\$ 75,150	\$ 14,063
Total Revenues	<u>75,150</u>	<u>75,150</u>	<u>14,063</u>
Expenditures			
Salaries	57,571	57,571	11,786
Employee benefits	10,544	10,544	1,118
Purchased services	7,035	7,035	1,159
Total Expenditures	<u>75,150</u>	<u>75,150</u>	<u>14,063</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of September 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
TITLE I SCHOOL IMPROVEMENT SYSTEM OF SUPPORT (FY2010)
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 48,585	\$ 48,585	\$ 48,585
Total Revenues	<u>48,585</u>	<u>48,585</u>	<u>48,585</u>
Expenditures			
Salaries	35,973	35,973	35,162
Employee benefits	9,444	9,444	9,603
Purchased services	3,168	3,168	3,820
Total Expenditures	<u>48,585</u>	<u>48,585</u>	<u>48,585</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
RURAL EDUCATION ACHIEVEMENT PROGRAM
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 24,521	\$ 24,521	\$ 24,521
Total Revenues	<u>24,521</u>	<u>24,521</u>	<u>24,521</u>
Expenditures			
Payments to other governments	24,521	24,521	24,521
Total Expenditures	<u>24,521</u>	<u>24,521</u>	<u>24,521</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
MCKINNEY VENTO EDUCATION FOR HOMELESS CHILDREN
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 14,107	\$ 14,107	\$ 14,107
Total Revenues	<u>14,107</u>	<u>14,107</u>	<u>14,107</u>
Expenditures			
Salaries	11,750	11,750	11,750
Employee benefits	170	170	170
Purchased services	2,080	2,080	2,040
Supplies and materials	107	107	147
Total Expenditures	<u>14,107</u>	<u>14,107</u>	<u>14,107</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of September 1, 2009 to August 31, 2010)
EDUCATION FUND ACCOUNTS
GIFTED EDUCATION
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 59,623	\$ 59,623	\$ 36,306
Total Revenues	<u>59,623</u>	<u>59,623</u>	<u>36,306</u>
Expenditures			
Salaries	27,100	30,100	22,540
Employee benefits	3,996	1,496	1,182
Purchased services	5,108	11,608	1,783
Supplies and materials	11,400	7,400	5,019
Other	-	-	320
Payments to other governments	12,019	9,019	5,782
Total Expenditures	<u>59,623</u>	<u>59,623</u>	<u>36,626</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(320)</u>
Other Financing Sources (Uses):			
Interest	-	-	320
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>320</u>
Net Change in Fund Balances	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of January 1, 2009 to December 31, 2009)
EDUCATION FUND ACCOUNTS
BEGINNING TEACHER INDUCTION PILOT PROGRAM (FY2009)
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 91,050	\$ 91,050	\$ 29,911
Total Revenues	<u>91,050</u>	<u>91,050</u>	<u>29,911</u>
Expenditures			
Salaries	28,500	28,500	7,250
Employee benefits	440	440	105
Purchased services	22,610	23,260	19,135
Supplies and materials	3,800	8,000	3,421
Other	-	-	33
Payments to other governments	35,700	30,850	-
Total Expenditures	<u>91,050</u>	<u>91,050</u>	<u>29,944</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(33)</u>
Other Financing Sources (Uses)			
Interest	-	-	33
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>33</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of October 1, 2009 to August 31, 2010)
EDUCATION FUND ACCOUNTS
BEGINNING TEACHER INDUCTION PILOT PROGRAM (FY2010)
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 72,650	\$ 72,650	\$ 17,567
Total Revenues	<u>72,650</u>	<u>72,650</u>	<u>17,567</u>
Expenditures			
Salaries	15,000	15,000	11,500
Employee benefits	215	215	276
Purchased services	6,285	6,285	4,169
Supplies and materials	1,500	1,500	372
Payments to other governments	49,650	49,650	1,250
Total Expenditures	<u>72,650</u>	<u>72,650</u>	<u>17,567</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of September 1, 2009 to August 31, 2010)
EDUCATION FUND ACCOUNTS
TITLE I READING FIRST
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 8,718	\$ 8,718	\$ 8,718
Total Revenues	<u>8,718</u>	<u>8,718</u>	<u>8,718</u>
Expenditures			
Salaries	287	287	287
Employee benefits	138	138	125
Purchased services	6,426	6,426	6,175
Supplies and materials	967	967	1,622
Other	-	-	5
Payments to other governments	900	900	509
Total Expenditures	<u>8,718</u>	<u>8,718</u>	<u>8,723</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(5)</u>
Other Financing Sources (Uses):			
Interest	-	-	5
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>5</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of September 1, 2008 to August 31, 2009)
EDUCATION FUND ACCOUNTS
TITLE II - TEACHER QUALITY
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 11,229	\$ 11,229	\$ 3,551
Total Revenues	<u>11,229</u>	<u>11,229</u>	<u>3,551</u>
Expenditures			
Salaries	7,958	7,958	2,870
Employee benefits	1,771	1,771	596
Purchased services	1,500	1,500	85
Total Expenditures	<u>11,229</u>	<u>11,229</u>	<u>3,551</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of December 23, 2009 to August 31, 2010)
EDUCATION FUND ACCOUNTS
WE THE PEOPLE CITIZEN PROJECT
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Local sources	\$ -	\$ -	\$ 625
Federal sources	10,000	12,500	11,402
Total Revenues	<u>10,000</u>	<u>12,500</u>	<u>12,027</u>
Expenditures			
Salaries	3,000	3,000	3,366
Employee benefits	230	230	238
Purchased services	1,970	3,220	3,056
Supplies and materials	800	2,050	1,194
Payments to other governments	4,000	4,000	3,980
Total Expenditures	<u>10,000</u>	<u>12,500</u>	<u>11,834</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>193</u>
Other Financing Sources (Uses)			
Interest	-	-	18
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>18</u>
Net Change in Fund Balance	-	-	211
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>1,241</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,452</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of September 1, 2009 to June 30, 2010)
EDUCATION FUND ACCOUNTS
TITLE II SCHOOL IMPROVEMENT SYSTEM OF SUPPORT
For the Year Ended June 30, 2010
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 6,500	\$ 6,500	\$ 6,500
Total Revenues	<u>6,500</u>	<u>6,500</u>	<u>6,500</u>
Expenditures			
Salaries	4,590	4,590	5,179
Employee benefits	1,225	1,225	906
Purchased services	685	685	415
Total Expenditures	<u>6,500</u>	<u>6,500</u>	<u>6,500</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2010**

	<u>Teacher's Institute</u>	<u>Bus Driver Permit Fund</u>	<u>General Education Development Fund</u>	<u>Supervisory Expense Fund</u>	
	<u>Waterloo</u>	<u>Waterloo</u>	<u>Waterloo</u>	<u>Waterloo</u>	<u>Total</u>
Assets					
Cash and cash equivalents	\$ 36,958	\$ 394	\$ 17,617	\$ -	\$ 54,969
Prepaid Expenses	3,000	-	-	-	3,000
Total Assets	<u>\$ 39,958</u>	<u>\$ 394</u>	<u>\$ 17,617</u>	<u>\$ -</u>	<u>\$ 57,969</u>
Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -
Fund Balance					
Unreserved	<u>39,958</u>	<u>394</u>	<u>17,617</u>	<u>-</u>	<u>57,969</u>
Total Liabilities and Fund Balances	<u>\$ 39,958</u>	<u>\$ 394</u>	<u>\$ 17,617</u>	<u>\$ -</u>	<u>\$ 57,969</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended June 30, 2010**

	Teacher's Institute	Bus Driver Permit Fund	General Education Development Fund	Supervisory Expense Fund	Total
	Waterloo	Waterloo	Waterloo	Waterloo	
Revenues					
Local sources	\$ 11,598	\$ 1,326	\$ 6,985	\$ -	\$ 19,909
State sources	-	763	640	2,000	3,403
Total Revenues	<u>11,598</u>	<u>2,089</u>	<u>7,625</u>	<u>2,000</u>	<u>23,312</u>
Expenditures					
Salaries	4,716	-	4,734	-	9,450
Employee benefits	98	-	2,012	-	2,110
Purchased services	2,475	939	1,131	2,000	6,545
Supplies and materials	-	5	1,321	-	1,326
Other	-	1,285	779	-	2,064
Total Expenditures	<u>7,289</u>	<u>2,229</u>	<u>9,977</u>	<u>2,000</u>	<u>21,495</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>4,309</u>	<u>(140)</u>	<u>(2,352)</u>	<u>-</u>	<u>1,817</u>
Other Financing Sources (Uses)					
Interest	266	3	158	-	427
Total Other Financing Sources (Uses)	<u>266</u>	<u>3</u>	<u>158</u>	<u>-</u>	<u>427</u>
Net Change in Fund Balance	4,575	(137)	(2,194)	-	2,244
Fund Balance - Beginning	<u>35,383</u>	<u>531</u>	<u>19,811</u>	<u>-</u>	<u>55,725</u>
Fund Balance - Ending	<u>\$ 39,958</u>	<u>\$ 394</u>	<u>\$ 17,617</u>	<u>\$ -</u>	<u>\$ 57,969</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
June 30, 2010**

	<u>Distributive Fund</u>	<u>Human Services Educational/ Vocational Project Funds</u>	<u>Total Agency Funds</u>
Assets			
Cash and cash equivalents	\$ -	\$ 1,368,256	\$ 1,368,256
Due from other governments	<u>1,314,361</u>	<u>219,854</u>	<u>1,534,215</u>
Total Assets	<u>\$ 1,314,361</u>	<u>\$ 1,588,110</u>	<u>\$ 2,902,471</u>
Liabilities			
Due to other governments	<u>\$ 1,314,361</u>	<u>\$ 1,588,110</u>	<u>\$ 2,902,471</u>
Total Liabilities	<u>\$ 1,314,361</u>	<u>\$ 1,588,110</u>	<u>\$ 2,902,471</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the Year Ended June 30, 2010**

	<u>Balance June 30, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2010</u>
<u>Distributive Fund</u>				
Assets				
Cash and cash equivalents	\$ -	\$ 2,541,727	\$ 2,541,727	\$ -
Due from other governments	362,433	1,314,361	362,433	1,314,361
Total Assets	<u>\$ 362,433</u>	<u>\$ 3,856,088</u>	<u>\$ 2,904,160</u>	<u>\$ 1,314,361</u>
Liabilities				
Due to other governments	\$ 362,433	\$ 3,856,088	\$ 2,904,160	\$ 1,314,361
Total Liabilities	<u>\$ 362,433</u>	<u>\$ 3,856,088</u>	<u>\$ 2,904,160</u>	<u>\$ 1,314,361</u>
<u>Human Services Educational/Vocational Project</u>				
Assets				
Cash and cash equivalents	\$ 1,608,442	\$ 827,224	\$ 1,067,410	\$ 1,368,256
Due from other governments	-	219,854	-	219,854
Total Assets	<u>\$ 1,608,442</u>	<u>\$ 1,047,078</u>	<u>\$ 1,067,410</u>	<u>\$ 1,588,110</u>
Liabilities				
Due to other governments	\$ 1,608,442	\$ 1,047,078	\$ 1,067,410	\$ 1,588,110
Total Liabilities	<u>\$ 1,608,442</u>	<u>\$ 1,047,078</u>	<u>\$ 1,067,410</u>	<u>\$ 1,588,110</u>
<u>Total</u>				
Assets				
Cash and cash equivalents	\$ 1,608,442	\$ 3,368,951	\$ 3,609,137	\$ 1,368,256
Due from other governments	362,433	1,534,215	362,433	1,534,215
Total Assets	<u>\$ 1,970,875</u>	<u>\$ 4,903,166</u>	<u>\$ 3,971,570</u>	<u>\$ 2,902,471</u>
Liabilities				
Due to other governments	\$ 1,970,875	\$ 4,903,166	\$ 3,971,570	\$ 2,902,471
Total Liabilities	<u>\$ 1,970,875</u>	<u>\$ 4,903,166</u>	<u>\$ 3,971,570</u>	<u>\$ 2,902,471</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHER ENTITIES
DISTRIBUTIVE FUND
For the Year Ended June 30, 2010**

Distributions	Acct. No.	Total	ROE #45	Beck Area Vocational Center	Mental Health	Chester NHSD 122	OKAW Regional Voc System-EFE
Local Funds							
Distributive Fund Interest	1510	\$ 170	\$ 170	\$ -	\$ -	\$ -	\$ -
Total Local Funds		<u>170</u>	<u>170</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
State Funds							
General State Aid - Sec. 18-8	3001	751,012	91,418	572,438	-	87,156	-
General State Aid - Hold Harmless	3002	16,745	-	-	-	16,745	-
Special Ed. - Extraordinary	3105	4,015	-	-	-	4,015	-
Voc. Ed. - Secondary Program Improvement	3220	449,755	-	-	249,755	-	200,000
Voc. Ed. - Agricultural Education	3235	20,736	-	-	-	-	20,736
Gifted Education	3350	59,623	59,623	-	-	-	-
State Free Lunch & Breakfast	3360	1,147	310	837	-	-	-
Transportation - Regular	3500	161,608	-	134,074	-	27,534	-
ROE School Bus Driver Training	3520	763	763	-	-	-	-
Regional Safe Schools Program	3696	69,817	69,817	-	-	-	-
ROE/ISC Operations	3730	37,200	37,200	-	-	-	-
Supervisory	3745	2,000	2,000	-	-	-	-
ADA Safety & Education Block Grant	3775	320	-	-	-	320	-
Teacher Mentoring Pilot Program	3982	36,050	36,050	-	-	-	-
Homeless Children Education State Grant	3984	28,746	-	-	-	28,746	-
Total State Funds		<u>1,639,537</u>	<u>297,181</u>	<u>707,349</u>	<u>249,755</u>	<u>164,516</u>	<u>220,736</u>
Federal Funds							
National School Lunch Program	4210	23,535	4,349	19,186	-	-	-
School Breakfast Program	4220	1,772	1,772	-	-	-	-
Illinois Reading First	4337	8,718	8,718	-	-	-	-
IASA - Drug Free Schools - Formula	4400	196	-	196	-	-	-
Fed. - Sp. Ed. - Pre-School Flow Through	4600	36,416	-	-	36,416	-	-
Fed. - Sp. Ed. - IDEA - Flow Through	4620	53,422	-	-	53,422	-	-
V. E. PERKINS	4740	192,800	-	-	192,800	-	-
V. E. - Perkins - Title IIC - Secondary	4745	106,977	-	-	-	-	106,977
ARRA - General State Aid - Sec 18-8	4850	125,200	15,236	95,406	-	14,558	-
ARRA - General State Aid - Sec 18-8	4870	41,705	5,079	31,802	-	4,824	-
Learn and Serve America	4910	10,000	10,000	-	-	-	-
Title II - Teacher Quality	4932	1,529	-	1,529	-	-	-
Math & Science Partnerships	4936	297,322	297,322	-	-	-	-
Other Federal Programs	4999	2,428	2,428	-	-	-	-
Total Federal Funds		<u>902,020</u>	<u>344,904</u>	<u>148,119</u>	<u>282,638</u>	<u>19,382</u>	<u>106,977</u>
Total Distributions		<u>\$ 2,541,727</u>	<u>\$ 642,255</u>	<u>\$ 855,468</u>	<u>\$ 532,393</u>	<u>\$ 183,898</u>	<u>\$ 327,713</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2010**

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	CFDA Number	ISBE Project # (1st 8 digits) or Contract #	Federal Expenditures
U. S. Department of Education - Direct Program			
Rural Education			
Rural Education Achievement Program	84.358A	S358A096739	\$ 24,521
U. S. Department of Education passed through Illinois Community College Board			
Adult Education - Basic Grants to States			
Adult Education - Federal Basic	84.002A	N/A	39,127
U. S. Department of Education passed through Illinois State Board of Education			
Reading First State Grants			
Title I - Reading First Part B SEA Funds	84.357A	10-4337-00	8,718
Mathmatics & Science Partnerships			
Mathematics & Science Partnership	84.366B	09-4936-00	203,342 (M)
Mathematics & Science Partnership	84.366B	10-4936-00	96,468 (M)
Mathematics & Science Partnership	84.366B	10-4936-10	5,503 (M)
			<u>305,313</u>
State Fiscal Stabilization Fund (SFSF) - Education States Grants, Recovery Act (Education Stabilization Fund)			
ARRA - General State Aid - Education SFSF	84.394A	09-4850-93	26,378
ARRA - General State Aid - Education SFSF	84.394A	10-4850-93	15,236
			<u>41,614</u>
State Fiscal Stabilization Fund (SFSF) - Government Services, Recovery Act (Education Stabilization Fund)			
ARRA - General State Aid - Government SFSF	84.397A	10-4870-93	5,079
State Fiscal Stabilization Fund (SFSF) Cluster			<u>46,693</u>
English Language Acquisition Grants			
Other Federal Programs - English Language Learning Title III	84.365A	10-4999-PD	2,000
Total U. S. Department of Education passed through Illinois State Board of Education			<u>362,724</u>
U. S. Department of Education passed through Southern Illinois University Edwardsville			
Special Education - Grants to States			
Federal Special Education IDEA Part D Programs	84.027	6-23772	2,250
U. S. Department of Education passed through Regional Office of Education #3			
Education for Homeless Children and Youth			
McKinney Education for Homeless Children	84.196A	10-4920-00	14,107
U. S. Department of Education passed through St. Clair County Regional Office of Education #50			
Title I Grants to Local Educational Agencies			
Title I School Improvement System of Support	84.010A	09-4331-SS	14,063
Title I School Improvement System of Support	84.010A	10-4331-SS	48,585
			<u>62,648</u>
Improving Teacher Quality State Grants			
Title II - Teacher Quality	84.367A	09-4932-00	3,551
Title II - Teacher Quality - Leadership Grant	84.367A	10-4935-SS	6,500
			<u>10,051</u>
Total U. S. Department of Education passed through St. Clair County Regional Office of Education #50			<u>72,699</u>
TOTAL US DEPARTMENT OF EDUCATION			<u>515,428</u>

(M) Program was audited as a major program.

The accompanying notes are an integral part of these financial statements.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONCLUDED
For the Year Ended June 30, 2010**

<u>Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title</u>	<u>CFDA Number</u>	<u>ISBE Project # (1st 8 digits) or Contract #</u>	<u>Federal Expenditures</u>
U. S. Department of Agriculture			
passed through Illinois State Board of Education			
School Breakfast Program			
School Breakfast Program	10.553	10-4220-00	1,772
National School Lunch Program			
National School Lunch Program	10.555	09-4210-00	688
National School Lunch Program	10.555	10-4210-00	3,661
			4,349
Total U. S. Department of Agriculture			
passed through Illinois State Board of Education			6,121
Corporation for National and Community Service			
passed through Illinois State Board of Education			
Learn and Service America - School and Community			
Based Programs			
Learn and Serve America	94.004	10-4910-00	11,402
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 532,951

(M) Program was audited as a major program.
The accompanying notes are an integral part of these financial statements.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2010**

NOTE 1: REPORTING ENTITY BASIS OF PRESENTATION AND ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Regional Office of Education #45 and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented on this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2: SUBRECIPIENTS

Of the federal expenditures presented in the schedule, Regional Office of Education #45 provided federal awards to subrecipients as follows:

Program Title: Mathematics and Science Partnership
Federal CFDA #: 84.366B
Amount provided to subrecipients: \$61,946

Program Title: Rural Education Achievement Program
Federal CFDA #: 84.358A
Amount provided to subrecipients: \$24,521

Program Title: Learn and Serve America
Federal CFDA #: 94.004
Amount provided to subrecipients: \$3,980

NOTE 3: DESCRIPTION OF MAJOR FEDERAL PROGRAM

Mathematics and Science Partnership

This program is a professional development program designed to improve the content knowledge and pedagogical skills of 5th through 12th grade teachers in mathematics and science.

NOTE 4: NON-CASH ASSISTANCE

None

NOTE 5: AMOUNT OF INSURANCE

None

NOTE 6: LOANS OR LOAN GUARANTEES OUTSTANDING

None